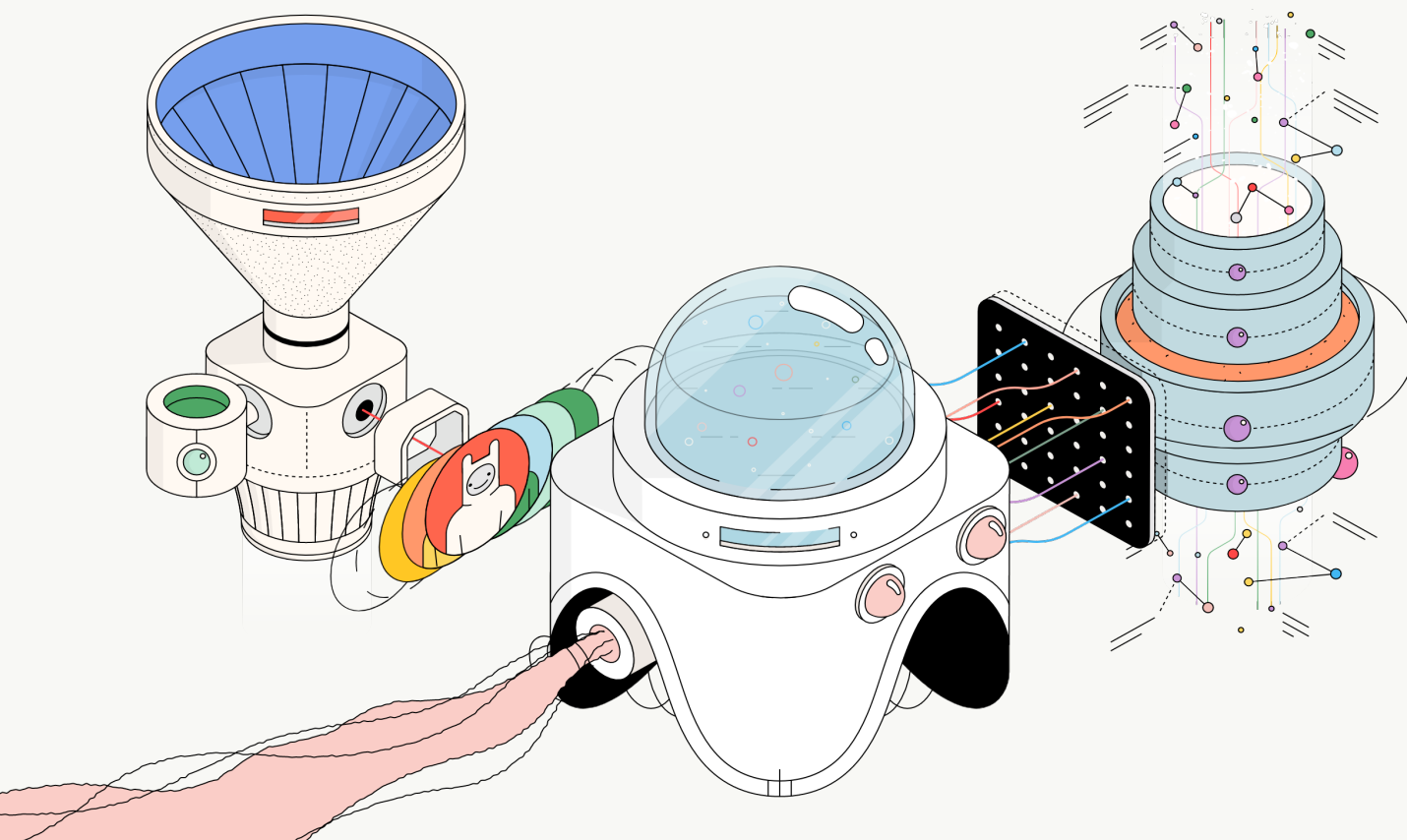


Checkin.com Group AB

Interim report

January - June 2022



Report in brief

April - June 2022

(Compared to the same period previous year)

Net revenue increased to KSEK 17,585 (8,323) which corresponds to a growth of 111 (72)%, of which 75 (72)% was organic

Gross profit for the period amounted to KSEK 14,705 (7,215) with a margin of 84 (87)%

EBITDA for the period amounted to KSEK -21 (-10) with a margin of 0 (0)%

Cash flow from operating activities amounted to KSEK -3,779 (901)

Net Revenue Retention LTM amounted to 137 (151)%

Cash and cash equivalents amounted to KSEK 50,066 (61,066)

CEO letter

The first year as a listed company is now in the books and it feels good that we have stacked strong quarters on top of each other since being listed. Also in this quarter we deliver high and increasing growth. During the second quarter we increased net revenues by 111% compared to the same period last year and the pace during the quarter equals a yearly turnover of about MSEK 70.

The tailwind we have from long-term macro trends puts us in a very fortunate position. With the exception of the regulated German iGaming market, which is increasingly challenging from a regulatory perspective, the quarter showed continued strong demand from all our partner segments. The worsening situation in the world has not yet been reflected among our partners and the nice development we have seen in the beginning of 2022 actually puts us slightly above the level needed to reach our long-term target of half a billion in net revenues for the full year 2025.

Looking long-term it is our unique and high-quality software that determines our growth and enables a continued high gross margin. We have therefore continued our investments in research & development during the quarter. Our heavy investments should not only be regarded from a technical point of view, but also build the foundation for a profitable and scalable business. The technology investments made in this quarter will foremost be noticed during the coming years, but our strong scalability also adds to the results short-term. The gross margin of around 85% enables our capital efficient growth and we should see a positive and gradually strengthened EBITDA-margin already during the second half of this year.

This August we passed the anniversary of the acquisition of GetID and during the first half of 2022 we have worked hard to fully finalize the integration of the technology and the fantastic co-workers we added through our acquisitions. The strength in combining the acquired technologies with our own is significant and the hybrid software we now are developing together should reach full commercialization by the end of 2022 and beginning of next year.

Strengthened by the experience from the two acquisitions we carried out during 2021 we look for additional opportunities, despite a turbulent market. If we can increase our technological lead by adding cutting-edge technology within specific areas in a similar way we will be able to create clear shareholder value by acquisitions also going forward. Here we hope for a somewhat more stable macro situation, since it is almost impossible to carry out an acquisition when values and multiples move significantly. We are however lucky enough to have an organic growth of 75% during the quarter, which provides us the confidence to wait for the right moment.



We have during the previous quarters invested aggressively to drive growth but lifted a bit on the throttle during this quarter. We continue investing heavily in absolute numbers, but the costs are somewhat leveling out compared to the net revenues. The momentum we feel gives us confidence in continuing to build the sales organization methodically, and over time it is reasonable to assume that the costs of sales and marketing will stabilize around 25% of net revenues.

We have also started preparing for a more visible local presence on the North American market, an effort that will continue during the autumn. Already before the end of the year we believe that revenue from the North American market will contribute materially to our growth, something we see early signs off at the time of writing.

Summing things up, we are grateful to come back from vacations to this starting position and we are looking forward to continuing our journey on the chosen path for the rest of the year.

A handwritten signature in black ink.

Kristoffer Cassel, CEO and founder
Stockholm, August 25 2022

Interim report January – June 2022

Summary of the second quarter and first six months

	Apr – Jun		Jan – Jun		Full year
	2022	2021 ¹	2022	2021 ¹	2021
Amount in KSEK					
Net revenue	17,585	8,323	33,379	15,943	38,860
Net revenue LTM	56,296	28,802	56,296	28,802	38,860
Gross profit	14,705	7,214	28,309	13,775	32,481
EBITDA	-21	-10	-726	1,069	-2,661
Operating profit (EBIT)	-2,934	-765	-6,564	-420	-6,692
Net result	-2,982	-812	-6,808	-514	-6,804
Cash flow from operating activities	-3,779	901	-4,614	5,056	810
Cash and cash equivalents	50,066	61,066	50,066	61,066	91,590
Key performance indicators					
Net revenue growth	111%	72%	109%	69%	74%
Net revenue growth, organic	75%	72%	74%	69%	70%
Net revenue growth, per share	83%	52%	73%	55%	50%
Net revenue retention LTM	137%	151%	137%	151%	137%
Gross margin	84%	87%	85%	86%	84%
EBITDA-margin	0%	0%	-2%	7%	-7%
Operating margin	-17%	-9%	-20%	-3%	-17%
Equity ratio	82%	86%	82%	86%	80%
Data per share in SEK					
Earnings per share, before and after dilution	-0.11	-0.03	-0.24	-0.02	-0.27

¹ Recalculated to IFRS, see note 3.

Financial Target

Organic and through acquisitions

86 %

Average annual increase in net revenue until 2025, equivalent to

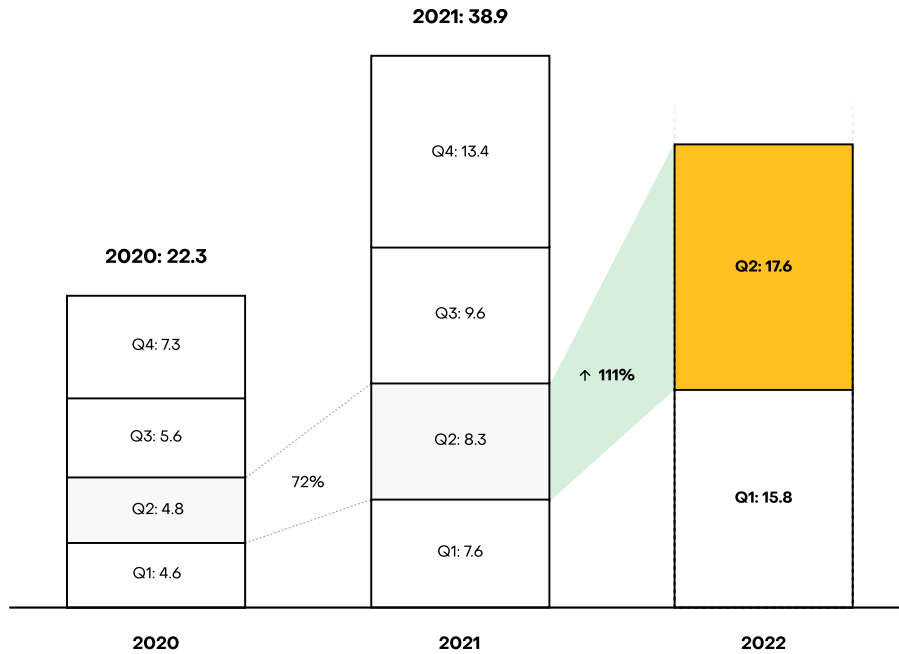
MSEK 500

Net revenue full year 2025

Summary of the period

Net Revenue

(MSEK)

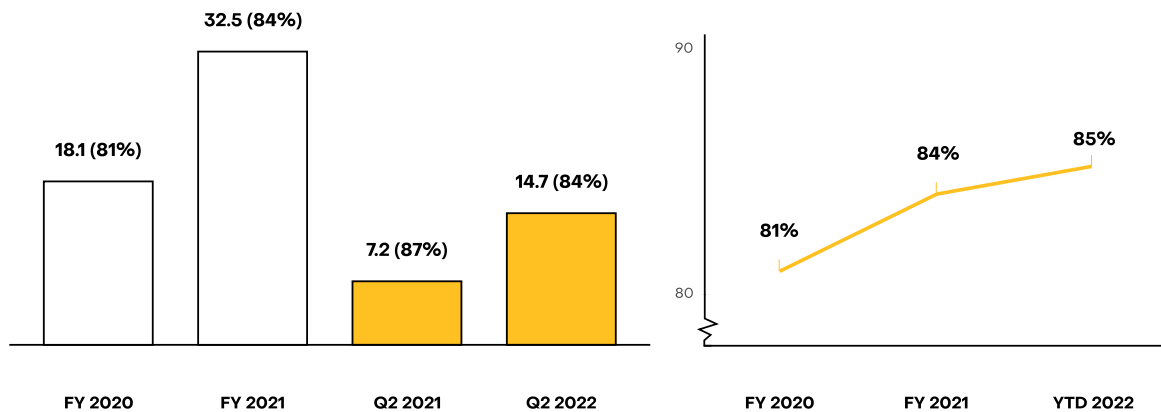


Gross profit and margin

Gross profit

(MSEK)

Gross margin

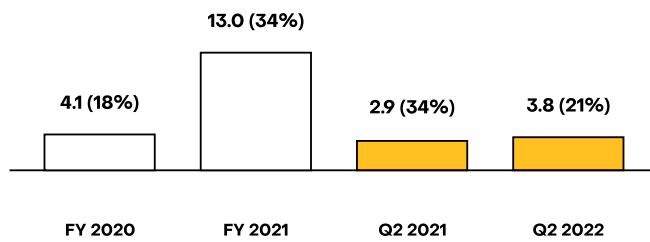


Summary of the period

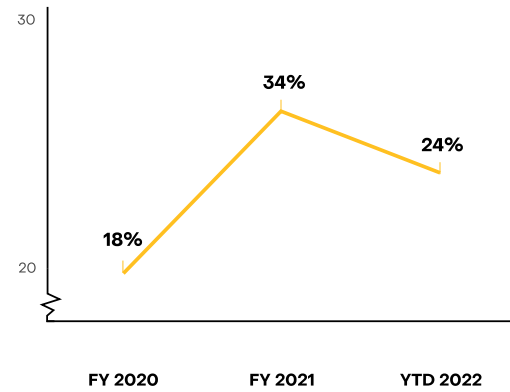
Sales and marketing costs

Sales and marketing costs

(MSEK)



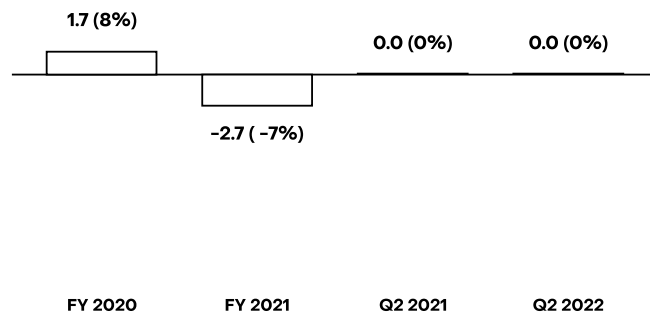
% of Net revenue



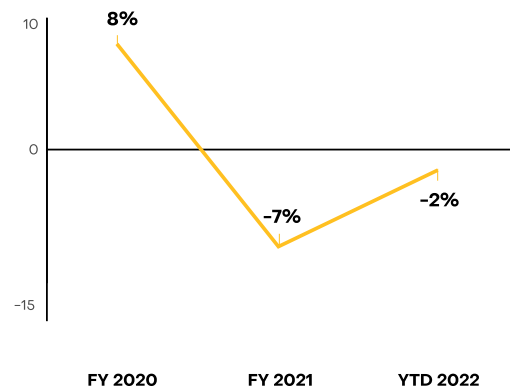
EBITDA

EBITDA

(MSEK)



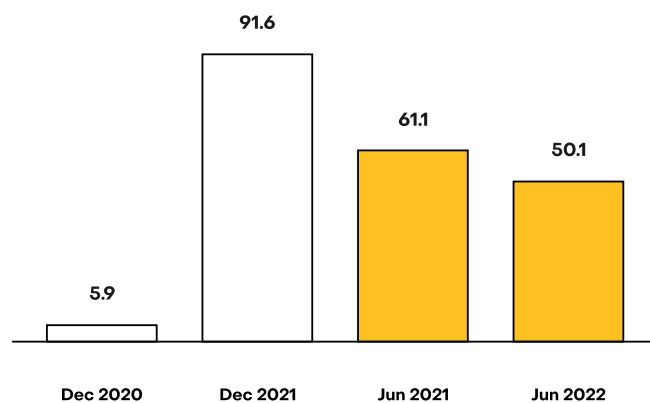
EBITDA-margin



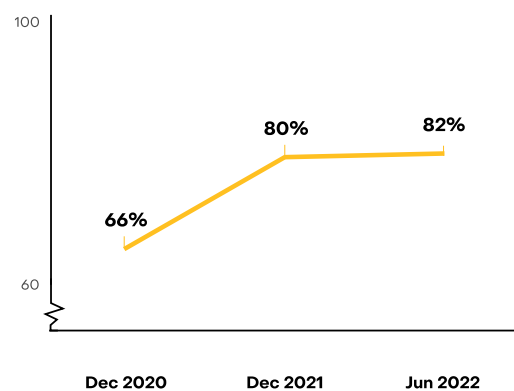
Cash and cash equivalents and Equity ratio

Cash and cash equivalents

(MSEK)



Equity ratio



Financial development

April – June 2022

Net revenue

Net revenue for the second quarter 2022 amounted to KSEK 17,585 (8,323). This is an increase of 111 (72)% compared to the same period last year. The increase was primarily driven by new customer acquisition, both organic and through acquisition, but also positive development within existing customers. The organic growth amounted to 75 (72)%.

Operating costs

The increased costs are explained by both organic growth and growth through acquisitions. During the quarter, the direct costs for sold products and services amounted to KSEK -2,880 (-1,108), mainly explained by increased volumes.

Other external costs amounted to KSEK -6,156 (-2,639). The Group's investments in sales and marketing amounted to KSEK -3,757 (-2,860), corresponding to 21 (34)% of net revenue during the period. Personnel costs amounted to KSEK -15,885 (-7,683) as a result of an increased number of employees. Other operating expenses amounted to KSEK -93 (-66).

Depreciation of tangible and intangible assets during the period amounted to KSEK -2,913 (-755). Depreciation attributable to the application of IFRS 16 amounts to KSEK -646 (-98).

Income tax

The income tax of the Group for the period amounted to KSEK 153 (-) and refers to the change in deferred tax on identified intangible assets from the acquisition of GetID and Datacorp. The Group's tax loss carry forwards are not capitalized in the balance sheet.

Result of the period

Gross profit for the period amounted to KSEK 14,705 (7,214) with a margin of 84 (87)%. Earnings before interest, tax, depreciation and amortization (EBITDA) amounted to KSEK -21 (-10) with a margin of 0 (0)%. Operating profit amounted to KSEK -2,934 (-765) and net result amounted to KSEK -2,982 (-812).

January – June 2022

Net revenue

Net revenue for the first 6 months 2022 amounted to KSEK 33,379 (15,943). This is an increase of 109 (69)% compared to the same period last year. The increase was primarily driven by new customer acquisition, both organic and through acquisition, but also positive development within existing customers. The organic growth amounted to 74 (69)%.

Operating costs

The increased costs are explained by both organic growth and growth through acquisitions. During the first six months, the direct costs for sold products and services amounted to KSEK -5,070 (-2,168), mainly explained by increased volumes.

Other external costs amounted to KSEK -12,636 (-3,924). The Group's investments in sales and marketing amounted to KSEK -8,132 (-4,067), corresponding to 24 (26)% of net revenue during the period. Personnel costs amounted to KSEK -30,263 (-14,687) as a result of an increased number of employees. Other operating expenses amounted to KSEK -416 (-177).

Depreciation of tangible and intangible assets during the period amounted to KSEK -5,838 (-1,489). Depreciation attributable to the application of IFRS 16 amounts to KSEK -1,390 (-195).

Income tax

The income tax of the Group for the period amounted to KSEK 292 (-) and refers to the change in deferred tax on identified intangible assets from the acquisition of GetID and Datacorp. The Group's tax loss carry forwards are not capitalized in the balance sheet.

Result of the period

Gross profit for the period amounted to KSEK 28,309 (13,775) with a margin of 85 (86)%. Earnings before interest, tax, depreciation and amortization (EBITDA) amounted to KSEK -726 (1 069) with a margin of -2 (7)%. Operating profit amounted to KSEK -6,564 (-420) and net result amounted to KSEK -6,808 (-514).

¹Figures in parentheses refer to the corresponding period last year for profit/loss items and year-end 2021 for balance sheet unless otherwise stated.

Financial position

Cash flow

Cash flow from operating activities for the period January to June 2022 amounted to KSEK -4,614 (5,056).

Intangible assets

Checkin.com has intangible assets valued at KSEK 170,831 (124,388), of which goodwill amounted to KSEK 102,887 (70,747) related to the acquisition of GetID and Datacorp. See note 2 for more information.

Investments in intangible assets during the first six months amounted to KSEK 13,862 (4,770). The period's investment was fully related to capitalized development costs for new functionality in the Group's software.

Other intangible assets amounted to KSEK 21,060 (15,621) and consist of intangible assets that were identified upon the acquisition of GetID and Datacorp, as well as domains. See note 2.

Cash and cash equivalents

As per June 30 2022, cash and cash equivalents amounted to KSEK 50,066 (91,590). Net cash, after deducting interest bearing liabilities, amounted to KSEK 30,152 (69,275).

Equity ratio

As per June 30 2022, total equity for the Group amounted to KSEK 194,336 (181,722). Equity ratio for the Group amounted to 82 (80)%.

Employees

At the end of the period, total number of employees, including consultants, was 76 (62) people, of which 54 (34) were employed by the Group.

Stock option program

Checkin.com has issued several stock option programs for key personnel.

At the end of the period, a total number of 414,258 options were issued, which corresponds to a total number of 2,437,464 new shares, including the new program established during the month of June 2022. This corresponds to a maximum dilution of 8%.

Partners

In June, the Group had 160 revenue generating partners. As per June 30, the three largest recurring fixed price customer contracts were with Admiral Markets (fintech), Casumo (iGaming) and Rhinoceros Operations (iGaming).

Significant events during the quarter

On May 5, Checkin.com announced that the company had signed a cooperation agreement with Playtech (LON: PTEC), one of the world's leading iGaming technology companies. No minimum contract value has been agreed, but Checkin.com considers the agreement to be strategically significant.

In June, an option-based incentive program for employees (swe: personaloptionsbaserat incitamentsprogram) was established in accordance with the authorization of the general meeting on May 30. In total, it comprises 210,000 options and implies a total maximum dilution of 0.7%.

Significant events after the quarter

In July, two warrant-based incentive programs for board members and selected key personnel were established in accordance with the authorization of the general meeting on May 30. In total, these programs comprise 150,000 warrants and implies a total maximum dilution of 0.5%.

¹Figures in parentheses refer to the corresponding period last year for profit/loss items and year-end 2021 for balance sheet unless otherwise stated.

Consolidated statement of comprehensive income

Amount in KSEK	Apr - Jun		Jan - Jun		Full year
	2022	2021 ¹	2022	2021 ¹	2021
OPERATING INCOME					
Net revenue	17,585	8,323	33,379	15,943	38,860
Other operating income	230	14	561	92	1,344
Capitalized work for own account	7,177	3,150	13,719	5,989	16,594
Total	24,992	11,486	47,659	22,024	56,798
OPERATING COSTS					
Direct costs	-2,880	-1,108	-5,070	-2,168	-6,379
Other external costs	-6,156	-2,639	-12,636	-3,924	-14,246
Personnel costs	-15,885	-7,683	-30,263	-14,687	-36,707
Depreciation and write-down	-2,913	-755	-5,838	-1,489	-4,030
Other operating costs	-93	-66	-416	-177	-2,128
Total operating costs	-27,926	-12,252	-54,222	-22,444	-63,490
Operating profit	-2,934	-765	-6,564	-420	-6,692
PROFIT AFTER FINANCIAL ITEMS					
Financial costs	-201	-47	-535	-94	-267
Profit after financial costs	-3,134	-812	-7,099	-514	-6,959
Income tax	153	-	292	-	155
NET RESULT	-2,982	-812	-6,808	-514	-6,804
Other comprehensive income					
<i>Items that may be classified to profit or loss</i>					
Translation differences of foreign operations	4,374	-	4,870	-	-450
Other comprehensive income for the period	4,374	-	4,870	-	-450
Total comprehensive income for the period	1,392	-812	-1,938	-514	-7,254
Total comprehensive income for the period is attributable in its entirety to the parent company's shareholders					
Earnings per share before and after dilution, SEK	-0.11	-0.03	-0.24	-0.02	-0.27

¹Recalculated to IFRS, see note 3.

Consolidated statement of financial position

Amount in KSEK	30 Jun		31 Dec
	2022	2021 ¹	2021
ASSETS			
Non-current assets			
Capitalized development costs	39,267	18,473	27,939
Goodwill	102,887	-	70,747
Other intangible assets	21,060	1,850	15,621
Right-of-use assets	7,617	1,366	10,081
Inventory	1,082	295	920
Other financial receivables	61	190	251
Total non-current assets	171,973	22,175	125,559
Current assets			
Trade receivables	12,114	5,598	8,179
Other receivables	1,161	825	1,082
Prepaid expenses and accrued income	2,683	504	2,071
Cash and cash equivalents	50,066	61,066	91,590
Total current assets	66,025	67,993	102,922
TOTAL ASSETS	237,998	90,168	228,481
EQUITY AND LIABILITIES			
Equity			
Share capital	708	652	699
Other paid-in capital	212,742	88,764	198,748
Translation reserves	4,420	-	-450
Retained earnings, including profit for the period	-23,534	-11,658	-17,275
Total equity attributable for the owners of the Parent company	194,336	77,758	181,722
Non-current liabilities			
Long term interest bearing liabilities	15,163	2,379	17,564
Long term lease liability	6,306	1,319	9,004
Deferred tax liability	3,805	-	2,699
Total non-current liabilities	25,274	3,698	29,267
Current liabilities			
Short term interest bearing liabilities	4,751	788	4,751
Short term lease liability	1,355	96	591
Trade payables	5,110	4,587	6,129
Tax liabilities	315	0	642
Other liabilities	3,363	1,076	2,041
Accrued expenses and prepaid income	3,492	2,165	3,338
Total current liabilities	18,388	8,712	17,492
Total liabilities	43,662	12,410	46,759
TOTAL EQUITY AND LIABILITIES	237,998	90,168	228,481

¹ Recalculated to IFRS, see note 3.

Consolidated statement of changes in equity

Amount in KSEK	Attributable to the owners of the parent company					Total equity
	Share capital	Unreg. share capital	Other paid-in capital	Translation reserves	Retained earnings incl. profit for the period	
2021						
Opening balance 1 Jan 2021 ¹	67	474	30,597	-	-11,692	19,445
Profit for the period	-	-	-	-	-6,804	-6,804
Other comprehensive income for the period	-	-	-	-450	-	-450
Total comprehensive income for the period	-	-	-	-450	-6,804	-7,254
Transactions with shareholders						
Share-based compensations	-	-	-	-	1,221	1,221
Issue of shares	632	-474	168,152	-	-	168,310
Total transactions with shareholders	632	-	168,152	-	1,221	169,531
CLOSING BALANCE 31 DEC 2021	699	-	198,748	-450	-17,275	181,722
2022						
Opening balance 1 Jan 2022	699	-	198,748	-450	-17,275	181,722
Profit for the period	-	-	-	-	-6,808	-6,808
Other comprehensive income for the period	-	-	-	4,870	-	4,870
Total comprehensive income for the period	-	-	-	4,870	-6,808	-1,938
Transactions with shareholders						
Share-based compensations	-	-	-	-	549	549
Issue of shares	9	-	13,994	-	-	14,003
Total transactions with shareholders	9	-	13,994	-	549	14,552
CLOSING BALANCE 30 JUNE 2022	708	-	212,742	4,420	-23,534	194,336

¹ Recalculated to IFRS, see note 3.

Consolidated statement of cash flow

Amount in KSEK	Apr – Jun		Jan – Jun		Full year
	2022	2021 ¹	2022	2021 ¹	2021
OPERATING ACTIVITIES					
Operating profit	-2,934	-765	-6,564	-420	-6,692
Paid interest	-200	-47	-535	-93	-267
Reversal of depreciation	2,916	755	5,842	1,489	4,030
Other items not included in the cash flow	118	511	472	856	1,088
Cash flow from operating activities before changes in working capital	-100	453	-785	1,831	-1,841
Cash flow from changes in working capital					
Increase/decrease in operating assets	-1,665	-1,877	-2,952	960	-2,365
Increase/decrease in operating liabilities	-2,014	2,325	-877	2,265	5,015
Change in working capital	-3,679	448	-3,829	3,225	2,650
Cash flow from operating activities	-3,779	901	-4,614	5,056	810
INVESTING ACTIVITIES					
Investments in intangible assets	-7,321	-3,150	-13,862	-7,920	-18,538
Investments in tangible assets	-126	-157	-297	-224	-834
Acquisition of subsidiaries	-	-	-19,947	-	-24,452
Deposits	190	-	190	-	-
Cash flow from investing activities	-7,257	-3,307	-33,916	-8,144	-43,824
FINANCING ACTIVITIES					
New share issue	-250	40,470	-250	58,945	111,178
New loans	0	0	0	0	19,511
Amortization of loans	-1,840	-246	-3,777	-492	-1,253
Cash flow from financing activities	-2,090	40,224	-4,027	58,453	129,436
CASH FLOW FOR THE PERIOD	-13,126	37,819	-42,557	55,366	86,423
Cash and cash equivalents at beginning of period	61,966	23,299	91,590	5,856	5,856
Exchange rate difference in cash and cash equivalents	1,226	-52	1,033	-156	-689
Cash and cash equivalents, end of period	50,066	61,066	50,066	61,066	91,590

¹ Recalculated to IFRS, see note 3.

Income statement for the parent company

Amount in KSEK	Apr - Jun		Jan - Jun		Full year
	2022 ¹	2021	2022 ¹	2021	2021
OPERATING INCOME					
Net revenue	0	8,323	0	15,943	34,827
Other operating income	102	14	135	92	276
Capitalized work for own account	0	3,150	0	5,989	11,997
Total	102	11,486	135	22,024	47,100
OPERATING EXPENSES					
Direct costs	-295	-1,108	-295	-2,168	-4,696
Other external costs	-2,250	-2,747	-4,933	-4,140	-11,215
Personnel costs	-2,264	-7,683	-7,846	-14,687	-32,028
Depreciation and write-downs	0	-657	0	-1,294	-2,630
Other operating costs	-23	-66	-23	-177	-502
Total operating costs	-4,832	-12,262	-13,097	-22,465	-51,071
Operating profit	-4,730	-776	-12,962	-441	-3,971
PROFIT AFTER FINANCIAL ITEMS					
Financial items	377	-35	187	-70	-177
Profit after financial items	-4,353	-811	-12,775	-511	-4,148
Income tax	-	-	-	-	-
NET PROFIT	-4,353	-811	-12,775	-511	-4,148

¹In order to create a more streamlined parent company, most of the parent company's operations were during the first quarter transferred to the wholly owned subsidiary Checkin.com International AB. The parent company then owns three operative subsidiaries; Checkin.com International AB, GetID OÜ (through World OÜ) and Datacorp OÜ.

Balance sheet for the parent company

Amount in KSEK	30 Jun		31 Dec
	2022 ¹	2021	2021
ASSETS			
Non-current assets			
Capitalized development costs	-	18,473	23,290
Other intangible assets	-	1,850	1,754
Inventory	-	295	456
Shares in subsidiaries	118,649	-	82,869
Other non-current assets	61	190	251
Total non-current assets	118,710	20,809	108,620
Current assets			
Trade receivables	1,169	5,598	6,419
Trade receivables group companies	50,266	-	10,250
Other receivables	470	825	1,079
Prepaid expenses and accrued income	760	504	1,998
Cash and cash equivalents	38,507	61,066	88,272
Total current assets	91,172	67,993	108,018
TOTAL ASSETS	209,882	88,801	216,638

EQUITY AND LIABILITIES			
Equity			
Share capital	708	652	699
Fund for development costs	0	18,473	23,290
Share premium fund	212,742	88,764	198,748
Retained earnings	-14,434	-29,572	-33,716
Profit for the period	-12,775	-511	-4,148
Total equity	186,241	77,806	184,873
Non-current liabilities			
Debt to credit institutions	15,163	2,379	17,564
Total non-current liabilities	15,163	2,379	17,564
Current liabilities			
Debt to credit institutions	4,751	788	4,751
Trade payables	2,047	4,587	5,390
Tax liabilities	235	0	642
Other liabilities	-209	1,076	828
Accrued expenses and prepaid income	1,654	2,165	2,590
Total current liabilities	8,477	8,616	14,201
Total liabilities	23,640	10,995	31,765
TOTAL EQUITY AND LIABILITIES	209,882	88,801	216,638

¹In order to create a more streamlined parent company, most of the parent company's operations were during the first quarter transferred to the wholly owned subsidiary Checkin.com International AB. The parent company then owns three operative subsidiaries; Checkin.com International AB, GetID OÜ (through World OÜ) and Datacorp OÜ.

Additional information

Auditor

Checkin.com Group's auditor is Ludvig Kollberg, certified auditor at Moore KLN AB. This report has not been subject to review.

Certified advisor

Checkin.com Group shares are listed on Nasdaq First North since May 20, 2021. Companies listed on Nasdaq First North are required to have a Certified Adviser which is, among other things, responsible for supervision and compliance. Checkin.com Group's Certified Adviser is Erik Penser Bank AB.

Forward-looking statements

This report contains forward-looking statements. Such statements are subject to risks and uncertainties. Actual developments may differ materially from the expectations expressed, due to various factors, many of which are beyond the control of Checkin.com Group.

Number of shares

The Group has one share class and each share corresponds to one vote at the General Meeting. At the end of the period, total number of shares before dilution, amounted to 28,316,605. Adjusted for dilution, the number of shares amounted to 29,891,456.

Parent Company

In order to create a more streamlined parent company, most of the parent company's operations were during the first quarter transferred to the wholly owned subsidiary Checkin.com International AB. The parent company then owns three operative subsidiaries; Checkin.com International AB, GetID OÜ (through World OÜ) and Datacorp OÜ.

Risks and uncertainties

Checkin.com Group AB is exposed to risks, particularly the dependence on key persons, the ability to manage growth and retain customers, plus the exposure to currency fluctuations. Overall, Covid-19 is considered to have had a limited impact on the company's sales and growth opportunities. A more detailed risk analysis is in the 2021 Annual Report and published at <https://group.checkin.com/investors/>.

Transactions with related parties

No transactions between the Group and its related parties significantly affected the Group's financial position or earnings during the period.

Presentation of the report

This report was submitted for publication on August 25, 07:30 CET. At the same time, the report is available on Checkin.com's website. On the same day, Checkin.com will present the interim report for investors, analysts and media via a webcasted telephone conference, at 08:30 CET.

This statement has been made in a Swedish and English version. In the event of any discrepancies between the Swedish and English version, the Swedish version shall prevail.

Definitions

Rounding off

Since amounts have been rounded off in KSEK, the tables do not always add up.

Number of shares, after dilution

Average number of shares during the period, adjusted for dilution from issued options where both share price and strike price are taken into account.

Gross profit

Net revenue minus direct costs.

Gross margin

Gross profit as a percentage of net revenue.

Direct costs

Costs driven by increased volumes. This includes for example costs for cloud infrastructure and third party services.

EBITDA

Earnings before interest, taxes, depreciation and amortization.

EBITDA margin

EBITDA as a percentage of net revenues.

Net cash

Cash and bank balances minus interest bearing liabilities.

Net revenue growth, organic

Net revenue compared to the same period last year, for all entities now part of the group.

Net revenue growth, per share

Net revenue divided by the average number of shares during the period, compared to the same period previous year.

Net revenue LTM

Net revenue during the last twelve months.

Net revenue retention (NRR)

Net revenue during the quarter minus net revenue from new customers in the quarter, divided by net revenue during the previous quarter.

Net revenue retention LTM

Average NRR over the last four quarters raised to four.

Equity ratio

Total equity in relation to total assets.

Notes

Note 1 Accounting principles

Checkin.com AB follows the International Financial Reporting Standards (IFRS) and interpretations (IFRIC), as adopted by the EU. This interim report has been prepared according to IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act.

The interim report for the Parent Company has been prepared in accordance with Chapter 9 Interim Reports of the Swedish Annual Accounts Act. The Parent Company applies the Swedish Annual Accounts Act and RFR2 Accounting principles for legal entities. Under RFR2 the parent company of a legal entity applies all EU approved IFRS principles and interpretations within the framework defined by the Swedish Annual Accounts Act and taking into consideration the connection between accounting and taxation. The accounting principles applied are consistent with those described in Checkin.com's Annual Report for 2021.

Note 2 Business acquisitions

Datacorp

On December 15, 2021, the company announced an acquisition of 100 percent of the share capital in the Estonian technology company Datacorp OÜ, which specializes in developing software within AI and facial recognition. The acquisition was completed and assumed on January 25, 2022. The table below summarizes the purchase price paid for Datacorp OÜ as well as the fair value of acquired assets and assumed liabilities that are reported on the date of acquisition.

Purchase consideration per 25 January 2022 (KSEK)

Cash paid	20,942
Shares issued in-kind (352 880 issued shares)	14,253
Total purchase consideration	35,195

Reported amounts on identifiable acquired assets and transferred liabilities per 25 January 2022 (KSEK)

Cash	995
Customer relations	4,493
Technology	1,832
Trade receivables and other current receivables	606
Deferred tax liability	-1,265
Trade payables and other current payables	-68
Net identifiable assets acquired	6,593
Goodwill	28,602

The fair value of the 352,880 shares issued as part of the purchase price paid for Datacorp amounted to KSEK 14,253 based on the closing share price on January 25, 2022.

The fair value of acquired identified intangible assets (Customer Relations and Technology) amounted to KSEK 6,326.

Goodwill

Goodwill mainly refers to synergies and other intangible assets that do not meet the criteria for separate accounting. No part of goodwill is tax deductible.

Acquisition-related costs

Total acquisition-related costs amounted to KSEK 585, whereof KSEK 396 was included in other operating expenses in the Group's statement of comprehensive income for 2021, and KSEK 189 in this year's. This expense is included in cash flow from operating activities.

Net revenue

For the full year 2021, Datacorp's net revenue amounted to approximately MSEK 3.5.

Purchase consideration - cash outflow related to the acquisition of Datacorp

25 January 2021

Outflow of cash to acquire subsidiary net of cash acquired	
Cash consideration	20,942
Less: Acquired cash and cash equivalents	-995
Net outflow of cash - Investing activities	19,947

Note 3 Transition to IFRS

Reconciliation of previously applied accounting principles and IFRS

In accordance with IFRS 1, the group must present reconciliations of equity and total comprehensive income reported under previously applied accounting principles, and equity and total comprehensive income under IFRS. Below is the transition tables.

Income statement

Income statement		Quarter 2 2019		
KSEK	Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS
Net revenue		2915		2915
Other operating income		14		14
Capitalized work for own account		1317		1317
Total		4246		4246
Direct costs		-502		-502
Other external costs	a)	-820	108	-712
Personnel costs	b)	-3874	-72	-3947
Depreciation and write-down	a)	-171	-98	-268
Other operating costs		-36		-36
Total operating costs		-5402	-62	-5464
Operating profit		-1156	-62	-1218
Financial items	a)	-12	-18	-30
Profit after financial items		-1169	-79	-1248
Income tax				0
Net profit		-1169	-79	-1248

	Quarter 2 2020			
Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS	
	4827		4827	
	408		408	
	1777		1777	
	7012		7012	
	-914		-914	
a)	-1051	108	-942	
b)	-4448	-92	-4540	
a)	-487	-98	-584	
	-91		-91	
	-6990	-81	-7071	
	22	-81	-59	
a)	-10	-15	-25	
	12	-96	-84	
			0	
	12	-96	-84	

	Quarter 2 2021			
Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS	
	8323		8323	
	14		14	
	3150		3150	
	11486		11486	
	-1108		-1108	
a)	-2747	108	-2639	
b)	-7376	-307	-7683	
a)	-657	-98	-755	
	-66		-66	
	-11955	-296	-12252	
	-469	-296	-765	
a)	-35	-12	-47	
	-504	-308	-812	
			0	
	-504	-308	-812	

Balance sheet

Balance sheet		30 June 2019		
KSEK	Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS
ASSETS				
Non-current assets				
Capitalized development costs		5306		5306
Other intangible assets				
Right-of-use assets	a)		2147	2147
Inventory				0
Other financial receivables		1051		1051
Total non-current assets		6358	2147	8505
Current assets				
Trade receivables		2010		2010
Other current receivables		204		204
Prepaid expenses and accrued income		386		386
Cash and cash equivalents		18691		18691
Total current assets		21292		21292
TOTAL ASSETS		27649	2147	29797

	30 June 2020			
Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS	
	11404		11404	
a)		1757	1757	
	80		80	
	190		190	
	11674	1757	13431	
	3484		3484	
	102		102	
	289		289	
	8238		8238	
	12113	0	12113	
	23787	1757	25543	

	30 June 2021			
Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS	
	18473		18473	
	1850		1850	
a)		1366	1366	
	295		295	
	190		190	
	20809	1366	22175	
	5598		5598	
	825		825	
	504		504	
	61066		61066	
	67993	0	67993	
	88801	1366	90168	

Balance sheet		30 June 2019		
KSEK	Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS
EQUITY AND LIABILITIES				
Share capital		67		67
Other paid in capital		30715		30715
Retained earnings incl profit or loss for the period		-4041	-14	-4055
Total equity attributable to shareholders of the parent company		26741	-14	26727
Non-current liabilities				
Liabilities to credit institutions		667		667
Lease liabilities	a)		2071	2071
Total non-current liabilities		667	2071	2737
Current liabilities				
Liabilities to credit institutions		200		200
Lease liabilities	a)		91	91
Trade payables		315		315
Current tax liabilities		-1		-1
Other payables		359		359
Accrued expenses and deferred incomes		-631		-631
Total current liabilities		242	91	332
TOTAL LIABILITIES AND EQUITY		27649	2147	29797

	30 June 2020			
Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS	
	67		67	
	30715		30715	
a)	-11172	-37	-11209	
	19610	-37	19573	
	467		467	
a)		1700	1700	
	467	1700	2167	
	200		200	
a)		93	93	
	825		825	
	-20		-20	
	540		540	
	2165		2165	
	3710	93	3803	
	23787	1757	25543	

	30 June 2021			
Notes	According to previous accounting period	Total impact of transition to IFRS	According to IFRS	
	652		652	
	88764		88764	
a)	-11609	-49	-11658	
	77806	-49	77758	
	2379		2379	
a)		1319	1319	
	2379	1319	3698	
	788		788	
a)		96	96	
	4587		4587	
			0	
	1076		1076	
	2165		2165	
	8616	96	8712	
	88801	1366	90168	

Explanation to transition note

a) Leasing

At the time of transition to IFRS, the group recognises a right-of-use asset and a lease liability in the statement of financial position for leasing agreements that, according to previously applied principles, are classified as operating leasing agreements or financial leasing agreements. Thus, the group reverses effects regarding the agreements that under previously applied accounting principles have been reported as financial leasing agreements. As of January 1, 2019, the lease liability has been measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate. The incremental borrowing rate as of January 1, 2019 amounted to 3%. Right-of-use assets are measured at an amount corresponding to the lease liability adjusted for prepaid lease fees related to the lease agreement reported in the statement of financial position immediately before the transition date to IFRS. In the statement of comprehensive income, right-of-use assets are depreciated on a straight-line basis over the length of the leasing agreement and an interest is calculated on the leasing liability with a fixed interest rate for the liability recognised during the respective period. In the statement of comprehensive income, depreciation of right-of-use assets and an interest expense are recognised among financial expenses, instead of leasing fees that were previously reported among other external costs.

b) Other adjustments

During the years 2018-2021, the group issued employee stock options. Upon the transition to IFRS, expenses attributable to the employee stock options have been recognised over the employee stock options' vesting period.

Note 4 Currency exchange rates

January – June

	Average rate		Rate at end-of-period	
	2022	2021	2022	2021
Euro (EUR)	10.4787	10.1281	10.6801	10.1249

The Board of Directors' assurance

The Board of Directors and the CEO confirm that this report provides a fair overview of the company's operations, position and results.

Stockholm, August 25 2022

Anders Borg

Chairman of the Board

Kristoffer Cassel

CEO and Board member

Birgitta Hagenfeldt

Board member

Wilhelm Risberg

Board member

Maria McDonald

Board member

Michal Stala

Board member

Checkin.com in short

Checkin.com Group (Checkin.com) was founded 2017 with the idea of establishing a new Internet standard for checkins – similar to how online payment suppliers have created simple, safe, and efficient solutions for online transactions (“checkouts”). Checkin.com has since then been established as a fast growing actor on the global market for how end-users register, identify themselves and log-in online, collectively called checkin. During 2021 Checkin.com Group acquired the rapidly growing Estonian tech company GetID and another Estonian technology company, DataCorp, with closing in January 2022.

Checkin.com Group’s software is an end-to-end solution for how users become customers online, and combines multiple UX-systems (user experience), data sources, and identity solutions to instantly configure individually adapted checkin experiences for each end-user. Thanks to Checkin.com’s software framework the user conversion for their Partner’s increase at the same time as necessary identification and regulatory compliance is ensured. During 2021 the Group’s platform handled millions of checkin sessions from more than 165 countries.

Checkin.com Group currently targets primarily three main partner verticals, financial technology (fintech), iGaming and subscription services. The market for each vertical sees strong growth, and Checkin.com sees great potential to grow together with their partners. The Group assesses that the global market for checkins is major, fragmented and unsaturated and the Group sees great opportunity for growth in additional verticals.

Checkin.com Group’s share is since May 2021 listed on Nasdaq First North Growth Market under the trading symbol “CHECK”.

Vision and business idea

Checkin.com’s vision is to change how end-users register, identify themselves and log-in, checkin, with products and brands online. The business idea is to provide complete and individually adapted checkin solutions that increase user conversion for the Group’s partners.

Business model

The Group’s product is delivered through a cloud based software, Software as a Service, where the partners subscribe to monthly packages. Checkin.com offers various monthly packages at fixed prices, based on volume and additional services. The business model also includes a smaller variable component for volumes above the fixed packages.

Upcoming reports

Interim report quarter 3 2022	16 November 2022
Year-end report 2022	16 February 2023
Interim report quarter 1 2023	18 May 2023

Contact

Jonas Köpniwsky,
Head of Communications
jonas.kopniwsky@checkin.com