catenamedia

Interim Report January–September 2021

An exceedingly strong quarter that showed the value of our diversified global footprint.

Q3 2021

July – September 2021

- Operating revenue was EUR 33.1m (24.9), an increase of 33 percent.
- Organic growth was 23 percent, or 34 percent excluding the now-regulated German sports betting and casino market.
- New depositing customers (NDCs) totalled 153,701 (94,710), an increase of 62 percent.
- Revenue from North American sports betting and casino rose by 124 percent and accounted for 51 percent (30) of group revenue.
- Adjusted EBITDA increased by 33 percent and totalled EUR 16.0m (12.0), corresponding to an adjusted EBITDA margin of 48 percent (48).
- EBITDA, including items affecting comparability of EUR 1.1m (-0.2), increased by 23 percent and totalled EUR 14.9m (12.2), equal to an EBITDA margin of 45 percent (49).
- Earnings per share were EUR -0.51 (0.05) before dilution and EUR -0.34 (0.03) after dilution, reflecting the one-off EUR 49.4m impairment charge recognised during the quarter.
- Operating cash flow increased by 17 percent to EUR 9.9m (8.5).
- Cash and cash equivalents totalled EUR 28.6m (45.4) on 30 September.
- Net interest-bearing liabilities (NIBL) were EUR 59.3m (67.4) on 30 September, resulting in a leverage ratio (NIBL/adjusted EBITDA) of 0.87 (1.32).
- On 14 July, an extraordinary general meeting resolved to authorise the company to acquire its own shares.
- On 9 September Catena Media announced the acquisition of North American online sports betting and casino affiliation assets from i15 Media, LLC, for a total purchase price of USD 45 million.
- From 13 September to 15 October, the group repurchased 1,504,810 of Catena Media ordinary shares, resulting in a cash outflow of EUR 8.6m.

January – September 2021

- Operating revenue was EUR 104.2m (79.4), an increase of 31 percent.
- Organic growth was 29 percent, or 42 percent excluding the now-regulated German sports betting and casino market.
- New depositing customers (NDCs) totalled 451,272 (318,565), an increase of 42 percent.
- Revenue from North American sports betting and casino rose by 122 percent and accounted for 49 percent (29) of group revenue.
- Adjusted EBITDA increased by 41 percent and totalled EUR 56.0m (39.7), corresponding to an adjusted EBITDA margin of 54 percent (50).
- EBITDA, including items affecting comparability of EUR 5.1m (2.0), increased by 35 percent and totalled EUR 50.9m (37.7), equal to an EBITDA margin of 49 percent (47).
- Earnings per share were EUR -0.18 (0.08) before dilution and EUR -0.12 (0.05) after dilution and reflected the one-off EUR 49.4m impairment charge recognised in Q3.
- Operating profit was negatively impacted by a non-cash impairment on intangible assets of EUR 49.4 (zero). EUR 42.8m related to German sports assets acquired between 2016 and 2018 while EUR 6.6m pertained to French sports assets acquired in 2018.
- Operating cash flow increased by 27 percent to EUR 47.1m (37.1).

Significant events after the period

- On 19 October Catena Media announced preliminary results for the third quarter and an impairment charge on German and French sports assets.
- The company issued 2,207,357 new shares with a value of USD 12.5 million as part-payment of the i15 media assets acquisition.
- In October, total revenue grew 21 percent, or 36 percent excluding the German sports betting and casino market, compared to the same month last year. Revenue from North American sports betting and casino grew 125 percent.

Catena Media Group	Jul-Sep 2021	Jul-Sep 2020	Change	Jan-Sep 2021	Jan-Sep 2020	Change	LTM	Full Year 2020
Revenue (EUR '000)	33,082	24,877	33%	104,185	79,356	31%	130,820	105,991
EBITDA (EUR '000)	14,907	12,154	23%	50,872	37,655	35%	63,272	50,055
EBITDA margin (%)	45	49	-8%	49	47	4%	48	47
Adjusted EBITDA (EUR '000)	15,992	12,011	33%	56,007	39,710	41%	68,287	51,990
Adjusted EBITDA margin (%)	48	48	0%	54	50	8%	52	49
Operating cash flow (EUR '000)	9,922	8,509	17%	47,088	37,123	27%	58,946	48,981
Net interest-bearing liabilities (NIBL) (EUR '000)	59,306	67,373	-12%	59,306	67,373	-12%	59,306	57,026
NIBL/adjusted EBITDA multiple	0.87	1.32	-34%	0.87	1.32	-34%	0.87	1.09
Earnings per share before dilution	(0.51)	0.05	-	(0.18)	0.08	-	(0.07)	0.20
Earnings per share after dilution	(0.34)	0.03	-	(0.12)	0.05	-	(0.05)	0.12
New depositing customers (NDCs)	153,701	94,710	62%	451,272	318,565	42%	576,231	443,524

"Our Q3 results underscore the benefits of Catena Media's mission to develop a broad international footprint across key sports betting and casino markets, enabling us to offset challenges in one market with gains in another."

Michael Daly, CEO

CEO comments

Capitalising on our global footprint

For Catena Media, Q3 was an exceedingly strong quarter that highlighted the value of our global diversification strategy across sports betting and casino. Triple-digit growth in North America and a doubling of revenue in Japan were the principal drivers behind a 33 percent increase in group revenue and also a 33 percent jump in adjusted EBITDA.

The results underscore the benefits of Catena Media's mission to develop a broad international footprint across key sports betting and casino territories, an approach that enables us to offset challenges in one market with gains in another. Our strong performance so far this year provides a good starting point to deliver on the long-term target of double-digit organic revenue growth in 2022 as well.

In Q3, the strength of our North American and Japanese businesses more than counterbalanced a customary seasonal dip in Sports and regulatory challenges in Europe. Our North American operation continued to blossom, reflecting our winning strategy of organic growth complemented by targeted strategic acquisitions such as the online sports betting and casino affiliation assets acquired from i15 Media in September. This portfolio addition was timed to coincide with the start of the NFL season and, together with our acquisition of the Lineups.com website in Q2, helped maximise revenue from the league opening.

The launch of regulated sports betting in Arizona in September provided further positive impetus, aided by our successful advance planning and market positioning there. The North American market outlook is bright as we enter Q4 but I would caution against excessively high expectations given that initial spikes in player activity invariably recede in the months after a state launch. Nevertheless, we expect Arizona to remain a productive revenue source going forward, just as Michigan and Virginia have become solid and significant performers since launching earlier this year. A number of US states, including Louisiana, Maryland and Connecticut, and the Canadian province of Ontario are preparing to open for regulated iGaming (sports betting and/or casino) in the near term. Notwithstanding that some of these upcoming locations are relatively small markets, we have strong operational readiness in all of them.

I am happy with the contributions from both Lineups.com and our i15 Media assets and look forward to leveraging their capabilities. We have begun to see revenue synergies, via operator deal consolidations, from Lineups and are continuing to align that business with Catena Media while working to integrate our i15 Media assets in similar fashion over the coming months.

We have ambitious plans for the Asian market, where Japan reported record year-on-year revenue during the quarter, a significant milestone for the group. Japan is an advanced and competitive casino market where Catena Media's affiliate activities are gaining ground and generating increased traffic for our partner operators as we broaden our website content offer beyond traditional affiliation platforms into social media and online video. We remain a relatively small player in Japan and see considerable upside potential ahead.

Progress in multiple markets such as Japan and our investments in – and onward development of – our global brands such as

AskGamblers, JohnSlots and Esports.net will, as they grow, offset the cyclicality of our Sports business and help cushion against issues and headwinds in particular markets. The most significant challenges during the quarter were in Germany, where government regulation of online gaming came into force on 1 July. The new licensing framework led us to review the value of our German assets and take a EUR 42.8m writedown and equivalent impairment charge, alongside a EUR 6.6m writedown and impairment charge on French assets.

In Germany, the impairment charge reflected our assessment of the outlook for future growth based on what we see so far in terms of operator regulation and its impact on our products and player activity. Germany is now a different market, but one that offers long-term promise once the regulatory environment clarifies, the market adjusts and our investments in redeveloping our German sports and casino products begin to bear fruit. Nevertheless, the upward climb will be slow.

Overall in Europe, the Euros football championship provided a boost for Sports in a traditionally slow quarter due to the summer off-season. In Casino, a long-term product transformation process continued to advance in Germany and Italy, alongside content-focused and accelerated search engine optimisation measures in our global portfolio of casino assets. We are still early in the process but the initial indications are favourable.

Italy reported positive performance in Sports and identified further areas for product development to ensure growth in the years ahead. In the Netherlands, which opened its regulated online iGaming market on 1 October, after the end of the quarter, we expect the growth trajectory to be shallow initially due to ongoing regulatory restrictions on some operators. It remains to be seen how rapidly the market evolves in the months ahead.

In Latin America, a region where we see high long-term potential and where we now have more than a dozen websites, we observed further signs of market development. There and across our regions we continue to invest with a long-term mindset for future success and to diversify across platforms.

Financially, the group stands on a solid foundation. During the quarter we commenced a share buyback programme to optimise our capital structure by returning capital to shareholders. The acquisition of i15 Media assets underlined our ongoing readiness to use our financial strength when attractive business opportunities arise. That said, I foresee our growth in the coming months as being largely organic as we accelerate the exciting journey of internationalising our products and becoming a truly global force in our industry.

Michael Daly, CEO

Our segments

Casino

Revenue in the Casino segment increased by 24 percent to EUR 19.9m (16.0), corresponding to a 60 percent share of group revenue. Adjusted EBITDA rose by 15 percent to EUR 11.3m (9.9), equal to a margin of 57 percent (62).

The fast-growing North American market posted strong growth in year-on-year revenue thanks especially to the addition in Q1 this year of casino operations in Michigan, which was the group's largest North American casino state in Q3.

The next two states, Pennsylvania and New Jersey, continued to deliver high revenue, though competition for key organic search words intensified in New Jersey. The acquisition in September of assets from i15 Media will strengthen our positioning due to synergies and a broader keyword strategy approach.

Going forward, the strategic focus is to prioritise the new states and provinces, starting with Ontario, as they prepare for market launches.

Outside North America, AskGamblers reported a moderate decrease in year-on-year revenue, which primarily reflected the impact of fluctuating Bitcoin values on exchange rates when converting operator income earned in Bitcoin into euros. AskGamblers' underlying revenue was stable.

Revenue in Japan doubled and reached an all-time high as new content platforms, including a dedicated YouTube channel, drove rapid growth in subscriber recruitment and retention. User interest in casino gaming continues to rise in Japan, which accounted for 9 percent of total group revenue during Q3.

Catena Media's Japanese websites ranked highly in Google keyword searches and management is investing further to improve search engine optimisation and cement the group's position in this area.

In Germany, revenue was sharply down compared to Q3 2020 as strict government licensing regulations for iGaming took effect on 1 July. The rules have reduced the number of operators and limited player deposits.

Casino revenue decreased slightly in Italy, reflecting a normalisation of new customer deposits from the Covid-inspired peak seen in Q3 2020. The opening of the online casino market in the Netherlands after the end of Q3 promises future opportunities for Catena Media, though the pace of growth is expected to be slow while the new market fundamentals clarify.

Casino	Jul-Sep 2021	Jul-Sep 2020	Change	Jan-Sep 2021	Jan-Sep 2020	Change	LTM	Full year 2020
Revenue (EUR '000)	19,897	16,018	24%	66,215	53,641	23%	82,188	69,614
Adjusted EBITDA (EUR '000)	11,315	9,879	15%	42,407	33,574	26%	51,665	42,832
Adjusted EBITDA margin (%)	57	62	-8%	64	63	2%	63	62
New depositing customers	77,638	49,053	58%	233,997	206,016	14%	299,944	271,963

Sports

The Sports segment reported a 66 percent increase in revenue to EUR 12.4m (7.5), equal to a 38 percent share of group revenue. Adjusted EBITDA rose by 138 percent to EUR 4.7m (2.0), representing a margin of 38 (26) percent, and new depositing customers (NDCs) jumped 67 percent.

North America recorded outstanding year-on-year revenue growth as the start of the new NFL season and strong contributions from the group's newly acquired Lineups.com and i15 Media assets enhanced performance across the segment.

Q3 revenue benefited from a relatively short seasonal lull in North American sports betting due to NHL and NBA playoffs and activity around the Euros football championship and Ultimate Fighting Championship (UFC).

The launch of sports betting in Arizona and Wyoming in time for the start of the NFL season provided solid uplift, helped in Arizona by Catena Media's early licensing and ability to offer operators pre-registration activity.

Player activity in Michigan and Virginia, which opened earlier this year, and Tennessee, which launched in Q4 2020, drove higher year-on-year revenue. The group remains well positioned for further state openings. The authorities in various US states and the Canadian province of Ontario have signalled intent to allow regulated online sports betting in the near future.

In the UK, a strong finale to the Euros in early July boosted the SquawkaBet website in an otherwise quiet quarter due to the off-season in football and horse racing events. A comprehensive project is ongoing to further improve the content portfolio in horse racing, a market with significant earnings potential due to higher player values.

Sports revenue in Italy was slightly higher amid favourable player activity at the start of the Serie A football league in late August.

In Germany, where new market regulations took effect on 1 July, the group wrote down the value of its German assets by EUR 42.8m and took an equivalent impairment charge. A EUR 6.6m writedown and impairment charge was also made on French assets. A long-term project is underway to develop the group's Sports assets in Germany as part of a transformation programme initiated earlier this year.

The group's global brands continued to build audience numbers in eSports, a market that is experiencing strong growth in traffic and user activity and which offers considerable future promise.

In Latin America, Catena Media's portfolio of websites as well as targeted performance marketing efforts drove solid growth in search traffic, laying the groundwork for more significant revenue inflows in 2022 and beyond. In Brazil, the largest market, the introduction of new non-digital payment methods helped create long-term conditions for higher player participation.

Sports	Jul-Sep 2021	Jul-Sep 2020	Change	Jan-Sep 2021	Jan-Sep 2020	Change	LTM	Full year 2020
Revenue (EUR '000)	12,436	7,513	66%	35,137	21,294	65%	44,430	30,587
Adjusted EBITDA (EUR '000)	4,678	1,965	138%	12,936	5,399	140%	15,427	7,890
Adjusted EBITDA margin (%)	38	26	46%	37	25	48%	35%	26
New depositing customers	75,672	45,338	67%	215,200	111,047	94%	273,497	169,344

Financial Trading

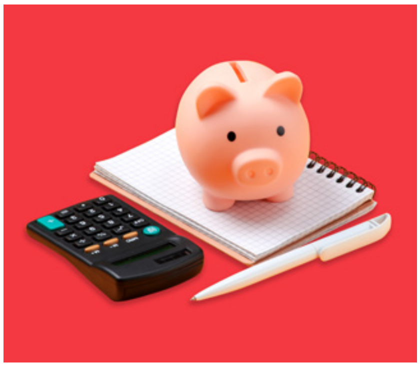
Revenue in the Financial Trading segment decreased by 44 percent to EUR 0.8m (1.4), corresponding to a 2 percent share of group revenue. Adjusted EBITDA decreased by 101 percent, while new depositing customers (NDCs) increased by 23 percent.

Excluding the sale of the "Hammerstone" business in Q4 2020, like-for-like revenue decreased by 23 percent, while adjusted EBITDA decreased by 101 percent.

Underlying this performance was a slower-than-usual summer season as comparatively low volatility on crypto exchanges and other financial markets depressed user activity. The end of Covid-related lockdowns also had a negative impact on user traffic relative to the same period in 2020.

Google's suspension of paid finance-related advertising by non-licensed financial institutions continued to hold back new customer registrations and deposits. However, a provisional resolution agreed at the end of the quarter enabled Catena Media to resume paid marketing campaigns early in Q4.

The flagship brand AskTraders.com recorded solid growth and further cemented its status as a high-value global information source for traders. Revenue growth reflected a combination of increased referrals from Google News and stronger penetration of new markets including Malaysia, Singapore and several African countries.

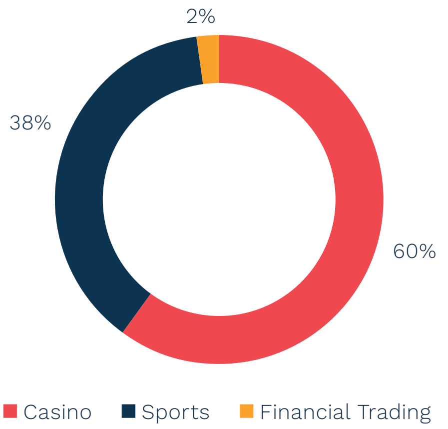


Insights from this expansion will inform the group's ongoing development of these and other target territories in Asia-Pacific, Africa and other regions including Canada and Australia.

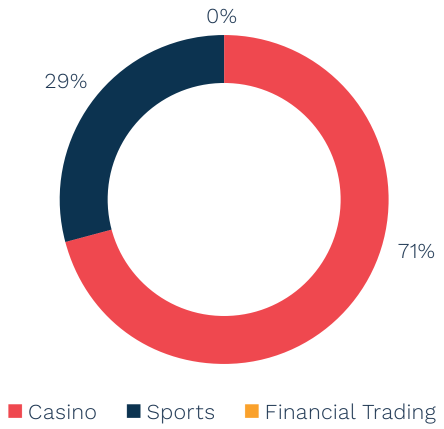
Financial Trading	Jul-Sep 2021	Jul-Sep 2020	Change	Jan-Sep 2021	Jan-Sep 2020	Change	LTM	Full year 2020
Revenue (EUR '000)	749	1,346	-44%	2,833	4,421	-36%	4,202	5,790
Adjusted EBITDA (EUR '000)	(1)	167	-101%	664	737	-10%	1,195	1,268
Adjusted EBITDA margin (%)	-	12	-100%	23	17	35%	28	22
New depositing customers	391	319	23%	2,075	1,502	38%	2,790	2,217

Financial Trading (excluding the divested Hammerstone business)	Jul-Sep 2021	Jul-Sep 2020	Change	Jan-Sep 2021	Jan-Sep 2020	Change	LTM	Full year 2020
Revenue (EUR '000)	749	972	-23%	2,833	3,258	-13%	3,828	4,253
Adjusted EBITDA (EUR '000)	(1)	85	-101%	664	466	42%	1,041	843
Adjusted EBITDA margin (%)	-	9	-100%	23	14	64%	27	20
New depositing customers	391	319	23%	2,075	1,463	42%	2,790	2,178

Share of revenue



Share of adjusted EBITDA



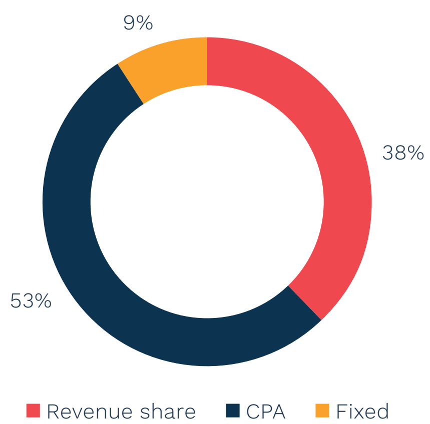
Financial performance July-September 2021

Revenue

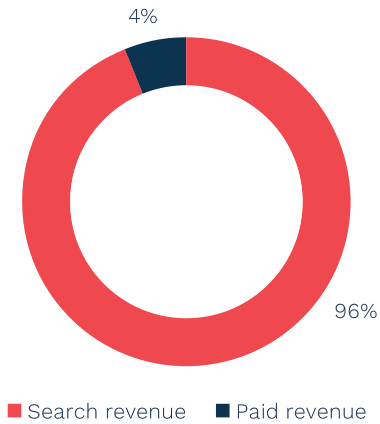
Revenue for Q3 2021 was EUR 33.1m (24.9), an increase of 33 percent from the corresponding quarter. Search revenue increased by 41 percent compared to Q3 2020 and totalled EUR 31.7m (22.5). Paid revenue was EUR 1.4m (2.0). Due to the divestment of the Hammerstone business in Q4 2020, subscription revenue in Q3 2021 was zero, compared to EUR 0.4m in Q3 2020. Revenue derived through revenue-sharing arrangements accounted for 38 percent (46) of total revenue for Q3, while revenue from cost per acquisition totalled 53 (38) percent of Q3 revenue. Fixed fees totalled 9 percent (15) and subscription revenue accounted for zero percent (1) of total revenue.

Revenue	Jul-Sep 2021	Jul-Sep 2020	Change	LTM	Full year 2020
Search revenue	31,700	22,499	41%	122,192	95,944
Paid revenue	1,382	2,002	-31%	8,253	8,483
Subscription revenue	-	376	-100%	375	1,564
Total revenue (EUR ’000)	**33,082**	**24,877**	**33%**	**130,820**	**105,991**

Revenue models



Revenue streams



Expenses

Total operating expenses, including items affecting comparability and an impairment charge on intangible assets, totalled EUR 69.7m (15.5).

Direct costs increased to EUR 4.1m (2.5) as a result of increased revenue share spend on YouTube influencers in the North American market. Personnel costs were EUR 8.1m (5.8), an increase of 40 percent from Q3 2020 that was due mainly to further investment in North America. Other operating expenses of EUR 6.0m (4.5) increased by 33 percent due to higher spending on search engine optimisation costs, information technology costs and items affecting comparability.

The group recognised an impairment charge on intangible assets of the German and French sport assets of EUR 49.4m (zero) following an updated assessment by management of the assets' expected future earnings in the context of recent regulatory changes.

Items affecting comparability in Q3 2021 totalled EUR 1.1m, comprising EUR 0.7m in relation to a loss on cryptocurrency classified in other operating expenses and reorganisation costs of EUR 0.4m classified in personnel expenses. During Q3 2020, items affecting comparability of EUR 0.02m related to reorganisation costs and were classified in personnel expenses while credit facility and refinancing-related costs resulted in income of EUR 0.2m due to a reversal of overestimated expenses in the previous quarter.

Earnings

Adjusted EBITDA increased by 33 percent and totalled EUR 16.0m (12.0). This corresponds to an adjusted EBITDA margin of 48 percent (48). EBITDA, including items affecting comparability of EUR 1.1m (-0.2), increased by 23 percent and totalled EUR 14.9m (12.2). This corresponds to an EBITDA margin of 45 percent (49). The decrease mainly relates to higher investment in Q3 2021. Earnings per share (EPS) before dilution were EUR -0.51 (0.05), reflecting the one-off impairment charge recognised during the quarter. EPS after dilution were EUR -0.34 (0.03).

Taxes

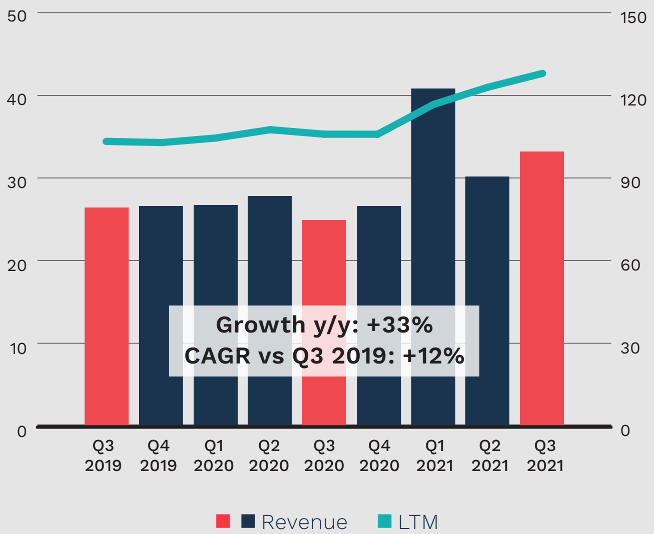
The effective tax rate for the group was 4 percent (19). Earnings after tax comprised a loss of EUR 37.1m compared to a profit of EUR 3.3m in Q3 2020.

Liquidity and cash flow

On 30 September 2021, cash and cash equivalents stood at EUR 28.6m (45.4). Net cash generated from operating activities increased by 17 percent compared to Q3 2020 and totalled EUR 9.9m (8.5). The cash conversion rate was 67 percent (70).

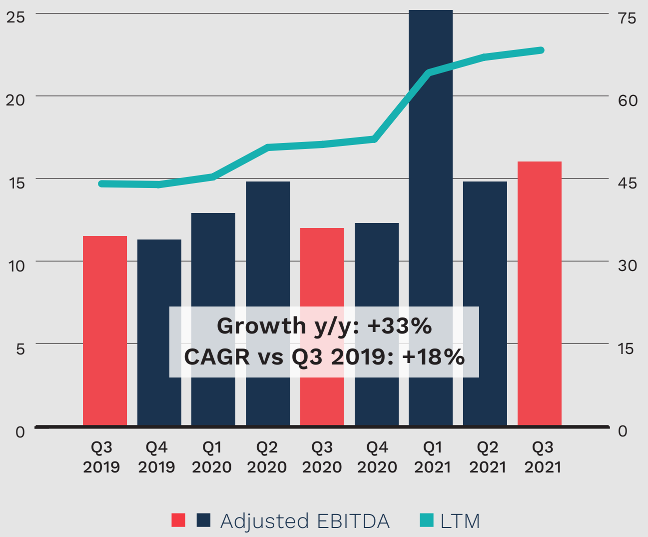
Revenue

EURm



Adjusted EBITDA

EURm



Financial performance January-September 2021

Revenue

For the nine months ending 30 September 2021 revenue was EUR 104.2m (79.4), an increase of 31 percent from the prior period. Search revenue increased by 36 percent and totalled EUR 98.5m (72.3). Paid revenue was EUR 5.7m (5.9). Following the divestment of the Hammerstone business in Q4 2020, subscription revenue was zero, compared to EUR 1.2m in the first nine months of 2020. Revenue derived through revenue-sharing arrangements accounted for 37 percent (44) of total revenue for the first nine months of 2021. Revenue from cost per acquisition accounted for 54 percent (41) of total revenue and fixed fees for 9 percent (14). No subscription revenue arose in the first nine months of 2021. During the comparative period, subscription revenue accounted for 1 percent of total revenue.

Revenue	Jan-Sep 2021	Jan-Sep 2020	Change	LTM	Full year 2020
Search revenue	98,504	72,256	36%	122,192	95,944
Paid revenue	5,681	5,911	-4%	8,253	8,483
Subscription revenue	-	1,189	-100%	375	1,564
Total revenue (EUR '000)	**104,185**	**79,356**	**31%**	**130,820**	**105,991**

Expenses

Total operating expenses, including items affecting comparability and an impairment charge on intangible assets, totalled EUR 109.4m (50.9) in the first nine months of 2021. Direct costs increased to EUR 11.0m (7.1) as a result of increased revenue share spend on YouTube influencers in the North American market. Personnel expenses were EUR 23.2m (18.6), an increase of 25 percent from the corresponding period of 2020 that reflected further investment in the growing North American market. Other operating expenses of EUR 19.2m (16.0) increased by 20 percent, mainly attributable to higher spending on search engine optimisation, information technology costs and items affecting comparability. An impairment charge on intangible assets in Q3 2021 relating to German and French sport assets totalled EUR 49.4m (zero). Items affecting comparability were EUR 5.1m and consisted of restructuring costs of EUR 1.6m, costs of EUR 0.2m arising from the acquisition of Lineups.com, refinancing costs of EUR 1.4m and EUR 0.7m in relation to a loss on cryptocurrency classified in other operating expenses. Other reorganisation costs of EUR 1.2m were classified in personnel expenses. During the first nine months of 2020, items affecting comparibility totalled EUR 2.1m, of which refinancing costs of EUR 1.6m were classified in other operating expenses and EUR 0.4m were classified in personnel expenses.

Earnings

Adjusted EBITDA increased by 41 percent and totalled EUR 56.0m (39.7). This corresponds to an adjusted EBITDA margin of 54 percent (50). The increase in margin was mainly due to higher revenue exceeding the increase in costs. EBITDA, including items affecting comparability of EUR 5.1m (2.0), increased by 35 percent and totalled EUR 50.9m (37.7). This corresponds to an EBITDA margin of 49 percent (47). The difference mainly relates to higher revenues during the period. Earnings per share (EPS) before dilution were EUR -0.18 (0.08) as a result of the impact of the extraordinary impairment recognised in Q3 2021. EPS after dilution were EUR -0.12 (0.05).

Taxes

The effective tax rate for the group was -5 percent (23). Earnings after tax comprised a loss of EUR 12.9m, compared to a profit of EUR 4.8m for the corresponding period.

Liquidity and cash flow

On 30 September 2021, cash and cash equivalents stood at EUR 28.6m (45.4). High operating cash flow and solid cash conversion underlie Catena Media's operations. Net cash generated from operating activities increased by 27 percent and totalled EUR 47.1m (37.1). The cash conversion rate was 93 percent (99).

Other

SHARES AND SHARE DATA

Earnings per share for Q3 2021 were EUR -0.51 (0.05) before dilution and EUR -0.34 (0.03) after dilution, reflecting the one-off impairment charge recognised in Q3 2021. At the end of the period, Catena Media had 73,362,780 outstanding shares. This will increase to 107,884,515 after full dilution, assuming exercise of all outstanding warrants.

Share capital was EUR 110,044.17, corresponding to EUR 0.0015 per share. After full dilution, share capital will be EUR 161,826.77.

On 30 September 2021, the closing price for the Catena Media share was SEK 59.32.

Changes in number of shares

- On 22 September 2021, Catena Media resolved a directed issue of 169,851 shares due to the exercise of its warrants (CTM TO1) during the sixth warrant exercise period.

EQUITY

As at 30 September 2021, equity including hybrid capital securities totalled EUR 220.9m (234.9), corresponding to an equity-to-assets ratio of 61 percent (65). Excluding hybrid capital securities, equity totalled EUR 176.2m (182.5).

LARGEST SHAREHOLDERS

The 10 largest shareholders of Catena Media plc as of 30 September 2021 were as follows:

10 largest shareholders as of 30 September 2021	%
Alcur Funds	8.3
Avanza Pension	7.9
Investment AB Öresund	7.8
Second Swedish National Pension Fund	7.3
Ruane, Cunnif & Goldfarb	6.2
Prioritet Finans	4.3
Nordnet Pension Insurance	3.9
Roundhill Investments	1.2
OceanView Marketing	1.1
Deka Investments	1.0
Subtotal, 10 largest shareholders	**49.0**
Other shareholders	51.0
Total	**100.0**

STRATEGIC DIRECTION FOR THE PERIOD 2021-2025

- During the strategic review conducted in Q4 2020, operating cash flow was estimated to be in the interval of EUR 300-370m during the period. Operating cash flow may be used for purposes including share buybacks and dividends, provided there are no bond loan restrictions, and for strategic M&A. The underlying purpose is flexibility regarding more efficient capital usage.
- The company has commenced share buybacks to ensure a more efficient use of capital.
- The group foresees a continued strong demand for sports betting and casino affiliate services, especially in regulated markets.
- The North American business will be a core revenue driver, supported by continued expansion into Latin America, Asia and certain Central European markets. Additionally, restructuring of the existing business to achieve higher market share and cost-efficiency will continue in Europe. The company will positively evaluate M&A investments to further strengthen its position in strategic markets.

FINANCIAL TARGETS 2021-2025

#1 Achieve profitable double-digit organic growth annually over the period, with the US as the core growth driver.

#2 Net interest-bearing debt/adjusted EBITDA to fall within the span of 0-1.75x.

FUNDING

At the end of the period Catena Media had outstanding senior unsecured floating rate bonds of EUR 55m, an outstanding bank term loan of EUR 22.9m, and a revolving credit facility of EUR 10m. In addition, Catena Media's funds include the hybrid capital securities issued on 10 July 2020 and which may be redeemed in full by the company on 10 July 2025 at the earliest or used as a payment set-off by its holders during any of the warrant exercise windows following an interim or year-end report, until and including the Q2 2024 interim report. At the end of the period, hybrid capital securities with a nominal value of EUR 53.1m net of EUR 8.5m issuance costs were reported in the company's statement of financial position. For more information, see Note 6 (Borrowings) and Note 8 (Hybrid capital securities) to the condensed consolidated interim financial statements in this report, and the company's website www.catenamedia.com/investors.

PARENT COMPANY

Catena Media plc, registration number C70858, is a public company with head offices in Malta. Catena Media plc is the ultimate holding company, with the purpose of receiving dividend income from the main operating company, Catena Operations Limited. Catena Media plc is listed on Nasdaq Stockholm's main market, Mid Cap. The shares are traded under the ticker CTM and with the ISIN code MT0001000109.

There was no dividend income during Q3 2021 (zero). Total operating loss was EUR 0.8m (0.4). Loss after tax was EUR 1.2m (3.6).

There was no bond fair value movement in Q3 2021. The bond's fair value movement classified in "Other losses on financial liability and equity instruments at fair value through profit or loss", recognised in Q3 2020, resulted in a loss of EUR 2.3m. Interest payable on borrowings were EUR 1.2m (1.6) for Q3 2021.

The parent company's cash and cash equivalents were EUR 10.4m (12.5). Liabilities totalled EUR 98.1m (115.0). Equity was EUR 174.2m (159.8).

SIGNIFICANT RISKS AND UNCERTAINTIES

Catena Media's risk management aims to execute the business strategy while maintaining a high level of risk awareness and control. Catena Media group is, in particular, exposed to compliance risks related to the online gambling industry and the financial industry. Risks are managed on strategic, operational and financial level. Comprehensive risk disclosures are available in the Catena Media 2020 Annual Report on pages 26-29 and 44-46. There have been no significant changes to any of the risks since disclosed in the annual report.

SEASONALITY

A significant part of Catena Media's sports business is determined by the seasons of the major sports leagues in North America and Europe. The seasonality of these events results in fluctuations in the group's quarterly performance, with the first and fourth quarters normally being associated with higher revenues.

SUSTAINABILITY

Sustainability is a strategic imperative for Catena Media. The group is a digital platform with a relatively small environmental footprint and therefore focuses its efforts on social responsibility and governance. The company works constantly to improve governance and to make its operations more sustainable, emphasising business ethics, corporate governance and transparency. Socially it stands for equality, ethical conduct and diversity at all levels. Catena Media's sector leadership in corporate social responsibility is reflected in a commitment to fair and equitable gaming via the AskGamblers complaints service, which returned a record sum to users in Q1. Catena Media intends to develop a global sustainability strategy during the course of 2021.

EMPLOYEES

As of 30 September, the group had 426 (404) employees, of whom 152 (147) were women, corresponding to 36 percent (36) of the total. Of all employees, 425 are employed full-time and 1 is employed part-time.

SIGNIFICANT EVENTS DURING THE THIRD QUARTER 2021

- On 14 July an extraordinary general meeting resolved to authorise the company to acquire its own shares.
- On 9 September Catena Media announced the acquisition of North American online sports betting and casino affiliation assets from i15 Media, LLC, for a total purchase price of USD 45 million.
- On 13 September the board of directors resolved to exercise its mandate to buy back up to 7,039,215 shares of the company's ordinary shares. From 13 September to 15 October, the group repurchased 1,504,810 of Catena Media ordinary shares. This resulted in a cash outflow of EUR 8.6m.

SIGNIFICANT EVENTS AFTER THE THIRD QUARTER 2021

- On 19 October Catena Media announced preliminary results for the third quarter and an impairment charge on German and French sports assets.
- The company issued 2,207,357 new shares with a value of USD 12.5 million as part-payment of the i15 media assets acquisition.

ACQUISITION OF NORTH AMERICAN ONLINE SPORTS BETTING AND CASINO AFFILIATION ASSETS FROM I15 MEDIA

On 9 September Catena Media announced the acquisition of North American online sports betting and casino affiliation assets from i15 Media, LLC. The assets comprised more than 100 websites and domains that focus on states starting their first full American football season (such as Michigansharp.com), large upcoming states (such as NYSportsDay.com), and nationally ranking sites like bonus.com and gamblingonline.com.

The assets generated combined revenue of approximately USD 8 million in the 12 months to 31 July 2021. Sixty-seven percent of this figure arose in Q1 2021, coinciding with the peak of the North American sports season and the opening of the states of Michigan and Virginia.

The acquisition had a direct positive effect on Catena Media's EBITDA as of the consolidation date 9 September, and the company expects an average EBITDA margin of at least 70% from the acquired assets.

Of the total purchase price of USD 45 million, USD 12.5 million was paid in cash on closing, and a further USD 20 million in three instalments: USD 5 million in cash or shares, as preferred by Catena Media, on 15 December 2021; USD 5 million in cash on 1 June 2022; and USD 10 million in cash on 15 December 2022. The remaining USD 12.5 million of the purchase price was settled with 2,207,357 new Catena Media shares in October 2021.

NOMINATION COMITTEEE

Catena Media's Nomination Committee for the 2022 AGM consists of committee chairman Petter Mattson, representing Alcur Funds; Ulrika Danielson, representing the Second Swedish National Pension Fund; Nicklas Paulson, representing Investment AB Öresund; and Göran Blomberg, Chairman of the Board of Catena Media.

PRESENTATION OF REPORT TO INVESTORS AND MEDIA

CEO Michael Daly and Group CFO Peter Messner will present the Q3 2021 report in a combined audiocast and telephone conference on 17 November 2021 at 09:00 CET. There will be an opportunity to ask questions. The presentation will be in English and can be attended via this link: https://tv.streamfabriken.com/catena-media-q3-2021

To participate via telephone, please dial:
SE: +46 8 566 427 07
UK: +44 33 330 09 261
US: +1 646 722 49 56

The switchboard opens at 08:55 CET and the presentation will be available on the Catena Media website: https://www.catenamedia.com/investors/reports/quarterly

Malta, 17 November 2021

Michael Daly, CEO

Upcoming events

23 February 2022
Year-end report 2021
January-December 2021

An audiocast with telephone conference will be held.

Week 13 2022
Annual report 2021

The annual report will be available on https://www.catenamedia.com/investors/reports/annual-reports/

18 May 2022
Interim Report Q1
January-March 2022

An audiocast with telephone conference will be held.

18 August 2022
Interim Report Q2
January-June 2022

An audiocast with telephone conference will be held.

17 November 2022
Interim Report Q3
January-September 2022

An audiocast with telephone conference will be held.

For further information, please contact

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Investor Relations
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Quantum Place, Triq ix-Xatt
Ta'Xbiex, Gzira, GZR 1052, Malta

The information was submitted for publication, through the agency of the contact persons, on 17 November 2021 at 07:00 CET.

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Directors of Catena Media p.l.c.

INTRODUCTION

We have reviewed the accompanying condensed consolidated interim statement of financial position of Catena Media p.l.c. and its subsidiaries as of 30 September 2021 and the related condensed consolidated interim statements of comprehensive income, changes in equity and cash flows for the nine-month period then ended, and the explanatory notes. The directors are responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU applicable to interim financial reporting (International Accounting Standard 34 'Interim Financial Reporting'). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 'Interim Financial Reporting'.

PricewaterhouseCoopers
78, Mill Street, Zone 5, Central Business District, Qormi, Malta

Romina Soler
Partner

17 November 2021

Consolidated key data and ratios

In addition to financial measures defined by IFRS, Catena Media presents some alternative performance measures in this interim report that are not defined by IFRS. These alternative performance measures provide valuable additional information to investors and management for evaluating the financial performance and position of Catena Media. These non-IFRS measures, as defined on the last page of this report, will not necessarily be comparable to similarly defined measures in other companies' reports and should not be considered as substitutes for financial reporting measures prepared in accordance with IFRS. More information and key ratio calculations can be found at:

https://www.catenamedia.com/investors/

	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	Jan-Dec 2020
Financial measures defined by IFRS					
Revenue (EUR '000)	33,082	24,877	104,185	79,356	105,991
Earnings per share before dilution (EUR)	(0.51)	0.05	(0.18)	0.08	0.20
Earnings per share after dilution (EUR)	(0.34)	0.03	(0.12)	0.05	0.12
Weighted average number of outstanding shares at period end before dilution ('000)	73,150	64,771	71,740	62,291	63,776
Weighted average number of outstanding shares at period end after dilution ('000)	109,194	105,856	107,784	101,886	103,371
Alternative performance measures					
EBITDA (EUR '000)	14,907	12,154	50,872	37,655	50,055
EBITDA margin (%)	45	49	49	47	47
Adjusted EBITDA (EUR '000)*	15,992	12,011	56,007	39,710	51,990
Adjusted EBITDA margin (%)	48	48	54	50	49
Effective tax rate (%)	4	19	(5)	23	15
New depositing customers	153,701	94,710	451,272	318,565	443,524
Average shareholders' equity, last 12 months (EUR '000)	249,289	187,862	249,289	187,862	201,449
Return on equity, rolling 12 months (%)	(2)	(14)	(2)	(14)	6
Equity-to-assets ratio (%)	61	65	61	65	70
Quick ratio (%)	95	303	95	303	275
Net interest-bearing liabilities (NIBL) (EUR '000)	59,306	67,373	59,306	67,373	57,026
NIBL/EBITDA multiple	0.94	1.46	0.94	1.46	1.14
NIBL/adjusted EBITDA multiple	0.87	1.32	0.87	1.32	1.09
NIBL (including hybrid capital securities) (EUR '000)	112,447	128,235	112,447	128,235	117,888
NIBL (including hybrid capital securities)/EBITDA multiple	1.78	2.78	1.78	2.78	2.36
NIBL (including hybrid capital securities)/Adjusted EBITDA multiple	1.65	2.52	1.65	2.52	2.27
Debt/equity ratio multiple	0.65	0.53	0.65	0.53	0.42
Equity per share before dilution (EUR)	3.02	3.63	3.08	3.77	3.76
Equity per share after dilution (EUR)	2.02	2.22	2.05	2.31	2.32
Average number of employees	423	400	418	397	402
Employees at period-end	426	404	426	404	407
Productivity ratio (EUR '000)	78	62	249	200	264
Adjusted EBITDA productivity ratio (EUR '000)	38	30	134	100	129

* Adjustments for Q3 2021 and for the period ended 30 September 2021 relate to items affecting comparability of EUR 1.1m (-0.2) and EUR 5.1m (2.0) respectively. Adjustments in relation to items affecting comparability for the year ended 31 December 2020 were EUR 1.9m. Further details can be found in Note 4 on page 22.

Condensed consolidated interim statements of comprehensive income

Amounts in '000 (EUR)	Notes	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	Jan-Dec 2020
Revenue	2	33,082	24,877	104,185	79,356	105,991
Total revenue		**33,082**	**24,877**	**104,185**	**79,356**	**105,991**
Direct costs related to paid revenue		(4,104)	(2,475)	(10,962)	(7,058)	(10,079)
Personnel expenses	4	(8,075)	(5,769)	(23,157)	(18,637)	(23,604)
Depreciation and amortisation	5	(2,150)	(2,730)	(6,697)	(9,199)	(11,564)
Impairment on intangible assets	5	(49,413)	-	(49,413)	-	-
Gain on disposal of investment in subsidiary	4	-	-	-	-	519
Other operating expenses	4	(5,996)	(4,479)	(19,194)	(16,006)	(22,772)
Total operating expenses		**(69,738)**	**(15,453)**	**(109,423)**	**(50,900)**	**(67,500)**
Operating (loss)/profit		**(36,656)**	**9,424**	**(5,238)**	**28,456**	**38,491**
Interest payable on borrowings		(1,191)	(1,612)	(3,433)	(6,026)	(7,441)
Other losses on financial liability and equity instruments at fair value through profit or loss		-	(2,318)	(1,981)	(13,001)	(13,190)
Other finance costs		(811)	(1,417)	(1,706)	(3,157)	(3,090)
(Loss)/profit before tax		**(38,658)**	**4,077**	**(12,358)**	**6,272**	**14,770**
Tax income/(expense)		1,560	(756)	(584)	(1,435)	(2,253)
(Loss)/profit for the period attributable to the equity holders of the parent company		**(37,098)**	**3,321**	**(12,942)**	**4,837**	**12,517**
Other comprehensive income						
Items that may be reclassified to profit for the period						
Currency translation differences		(305)	(64)	(825)	(163)	(191)
Items that will not be reclassified to profit for the period						
Interest payable on hybrid capital securities		(1,098)	-	(3,431)	-	(1,275)
Total other comprehensive loss for the period		**(1,403)**	**(64)**	**(4,256)**	**(163)**	**(1,466)**
Total comprehensive (loss)/income attributable to the equity holders of the parent company		**(38,501)**	**3,257**	**(17,198)**	**4,674**	**11,051**
Earnings per share attributable to the equity holders of the parent company during the period (expressed in euros per share):						
Basic earnings per share						
From (loss)/profit for the period		(0.51)	0.05	(0.18)	0.08	0.20
Diluted earnings per share						
From (loss)/profit for the period		(0.34)	0.03	(0.12)	0.05	0.12

Condensed consolidated interim income statement measures

Operating (loss)/profit		(36,656)	9,424	(5,238)	28,456	38,491
Depreciation and amortisation		2,150	2,730	6,697	9,199	11,564
Impairment on intangible assets		49,413	-	49,413	-	-
EBITDA		14,907	12,154	50,872	37,655	50,055
Gain on disposal of investment in subsidiary	4	-	-	-	-	(519)
Items affecting comparability in personnel expenses	4	348	17	1,199	471	(755)
Items affecting comparability in operating expenses	4	737	(160)	3,936	1,584	3,209
Adjusted EBITDA		**15,992**	**12,011**	**56,007**	**39,710**	**51,990**
Adjusted EBITDA margin (%)		**48**	**48**	**54**	**50**	**49**

The notes on pages 18 to 24 are an integral part of these condensed consolidated interim financial statements.

Condensed consolidated interim statements of financial position

Amounts in ’000 (EUR)	Notes	30 Sep 2021	30 Sep 2020	31 Dec 2020
ASSETS				
Non-current assets				
Goodwill		7,333	7,333	7,333
Right-of-use asset		3,259	5,402	4,605
Other intangible assets	5	298,180	278,574	277,991
Property, plant and equipment		1,986	2,737	2,594
Total non-current assets		**310,758**	**294,046**	**292,523**
Current assets				
Trade and other receivables		24,970	20,126	18,393
Cash and cash equivalents		28,611	45,434	29,939
Total current assets		**53,581**	**65,560**	**48,332**
Total assets		**364,339**	**359,606**	**340,855**
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital		110	102	102
Share premium		110,682	101,177	101,177
Treasury reserve	9	(4,291)	-	-
Hybrid capital securities	8	44,617	52,385	52,362
Other reserves		11,481	13,005	11,839
Retained earnings		58,263	68,231	74,636
Total equity		**220,862**	**234,900**	**240,116**
Liabilities				
Non-current liabilities				
Borrowings	6	70,133	95,445	76,244
Amounts committed on acquisition	7	12,289	-	-
Deferred tax liabilities		4,086	4,435	4,582
Lease liability		1,146	3,364	2,504
Total non-current liabilities		**87,654**	**103,244**	**83,330**
Current liabilities				
Borrowings	6	18,333	13,560	9,444
Amounts committed on acquisition	7	27,210	–	-
Trade and other payables		9,989	7,902	7,840
Current tax liabilities		291	–	125
Total current liabilities		**55,823**	**21,462**	**17,409**
Total liabilities		**143,477**	**124,706**	**100,739**
Total equity and liabilities		**364,339**	**359,606**	**340,855**

The notes on pages 18 to 24 are an integral part of these condensed consolidated interim financial statements.

Condensed consolidated interim statements of changes in equity

Amounts in '000 (EUR)	Share capital	Share premium	Treasury reserve	Hybrid capital securities	Other reserves	Retained earnings	Total equity
	Attributable to owners of the parent company						
Balance at 1 January 2021	**102**	**101,177**	**-**	**52,362**	**11,839**	**74,636**	**240,116**
Comprehensive income							
Loss for the period	-	-	-	-	-	(12,942)	(12,942)
Interest payable on hybrid capital securities	-	-	-	-	-	(3,431)	(3,431)
Currency translation differences	-	-	-	-	(825)	-	(825)
Total comprehensive loss for the period	**-**	**-**	**-**	**-**	**(825)**	**(16,373)**	**(17,198)**
Transactions with owners							
Issue of share capital	8	9,505	-	-	-	-	9,513
Subscription set-offs, including transaction costs	-	-	-	(7,745)	-	-	(7,745)
Repurchase of shares, including transaction costs	-	-	(4,291)	-	-	-	(4,291)
Equity-settled share-based payments	-	-	-	-	467	-	467
Total transactions with owners	**8**	**9,505**	**(4,291)**	**(7,745)**	**467**	**-**	**(2,056)**
Balance at 30 September 2021	**110**	**110,682**	**(4,291)**	**44,617**	**11,481**	**58,263**	**220,862**

Amounts in '000 (EUR)	Share capital	Share premium	Treasury reserve	Hybrid capital securities	Other reserves	Retained earnings	Total equity
	Attributable to owners of the parent company						
Balance at 1 January 2020	**88**	**76,666**	**-**	**-**	**6,848**	**63,394**	**146,996**
Comprehensive income							
Profit for the period	-	-	-	-	-	4,837	4,837
Currency translation differences	-	-	-	-	(163)	-	(163)
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**(163)**	**4,837**	**4,674**
Transactions with owners							
Issue of share capital	14	24,511	-	-	-	-	24,525
Issue of hybrid capital securities, net of issuance costs	-	-	-	52,385	-	-	52,385
Equity-settled share-based payments	-	-	-	-	6,320	-	6,320
Total transactions with owners	**14**	**24,511**	**-**	**52,385**	**6,320**	**-**	**83,230**
Balance at 30 September 2020	**102**	**101,177**	**-**	**52,385**	**13,005**	**68,231**	**234,900**

Amounts in '000 (EUR)	Share capital	Share premium	Treasury reserve	Hybrid capital securities	Other reserves	Retained earnings	Total equity
	Attributable to owners of the parent company						
Balance at 1 January 2020	**88**	**76,666**	**-**	**-**	**6,848**	**63,394**	**146,996**
Comprehensive income							
Profit for the year	-	-	-	-	-	12,517	12,517
Interest payable on hybrid capital securities	-	-	-	-	-	(1,275)	(1,275)
Currency translation differences	-	-	-	-	(191)	-	(191)
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**(191)**	**11,242**	**11,051**
Transactions with owners							
Issue of share capital	14	24,511	-	-	-	-	24,525
Issue of hybrid capital securities, net of transaction costs	-	-	-	52,362	-	-	52,362
Equity-settled share-based payments	-	-	-	-	5,182	-	5,182
Total transactions with owners	**14**	**24,511**	**-**	**52,362**	**5,182**	**-**	**82,069**
Balance at 31 December 2020	**102**	**101,177**	**-**	**52,362**	**11,839**	**74,636**	**240,116**

The notes on pages 18 to 24 are an integral part of these condensed consolidated interim financial statements.

Condensed consolidated interim statements of cash flows

Amounts in ’000 (EUR)	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	Jan-Dec 2020
Cash flows from operating activities					
(Loss)/profit before tax	(38,658)	4,077	(12,358)	6,272	14,770
Adjustments for:					
Depreciation and amortisation	2,150	2,730	6,697	9,199	11,564
Loss on disposal of property, plant and equipment	39	-	48	47	47
Gain on disposal of investment in subsidiary	-	-	-	-	(519)
Loss allowances on trade receivables	218	320	(1,142)	664	2,664
Bad debts	113	(4)	1,476	446	491
Impairment on intangible assets	49,413	-	49,413	-	-
Unrealised exchange differences	517	840	961	2,703	2,673
Interest expense	1,509	1,698	3,981	6,295	7,752
Net losses on financial liability and equity instruments at fair value through profit or loss	-	2,317	1,981	12,555	12,745
Share-based payments	410	249	558	457	(729)
	15,711	**12,227**	**51,615**	**38,638**	**51,458**
Taxation paid	(608)	(760)	(854)	(999)	(1,522)
Changes in:					
Trade and other receivables	(5,191)	(1,057)	(6,927)	(757)	(1,588)
Trade and other payables	10	(1,901)	3,254	241	633
Net cash generated from operating activities	**9,922**	**8,509**	**47,088**	**37,123**	**48,981**
Cash flows used in investing activities					
Acquisition of property, plant and equipment	(57)	(46)	(120)	(186)	(291)
Acquisition of intangible assets	(11,646)	(1,209)	(36,344)	(10,292)	(11,386)
Sale of investment in subsidiary	-	-	-	-	1,224
Net cash used in investing activities	**(11,703)**	**(1,255)**	**(36,464)**	**(10,478)**	**(10,453)**
Cash flows generated from/(used in) financing activities					
Net proceeds from hybrid capital securities	(18)	6,212	(25)	63,178	63,118
Net proceeds/(repayments) on borrowings	7,917	(54,500)	(27)	(54,500)	(78,007)
Proceeds on exercise of share options and warrants	142	7,390	1,529	7,390	7,390
Share buy-backs	(3,524)	-	(3,524)	-	-
Interest paid	(2,151)	(1,878)	(6,842)	(6,318)	(9,053)
Lease payments	(542)	(787)	(1,718)	(2,445)	(3,026)
Net cash generated from/(used in) financing activities	**1,824**	**(43,563)**	**(10,607)**	**7,305**	**(19,578)**
Net movement in cash and cash equivalents	43	(36,309)	17	33,950	18,950
Cash and cash equivalents at beginning of period	29,065	82,631	29,939	12,286	12,286
Cash released upon disposal of subsidiary	-	-	-	-	(527)
Currency translation differences	(497)	(888)	(1,345)	(802)	(770)
Cash and cash equivalents at end of period	**28,611**	**45,434**	**28,611**	**45,434**	**29,939**

The notes on pages 18 to 24 are an integral part of these condensed consolidated interim financial statements.

Notes to the condensed consolidated interim financial statements

1. ACCOUNTING PRINCIPLES

This interim report was prepared in accordance with IAS 34 “Interim financial reporting”. It was prepared under the historical cost convention, as modified by the fair valuation of financial liabilities measured at fair value through profit or loss. The principal accounting policies applied in the preparation of the group’s condensed consolidated financial statements are consistent with those presented in the annual report for the year ended 31 December 2020 except for the treasury reserve as a result of the share buybacks that took place during the third quarter of 2021. Certain items in the statement of comprehensive income for Q3 2020 have been reclassified and the reference to “exceptional costs” has been removed.

Treasury shares are shares bought back by the company. The consideration paid, including any directly attributable incremental costs, is deducted from equity attributable to the owners and allocated to a treasury reserve until the shares are cancelled or reissued. Where such ordinary shares are subsequently reissued, any consideration received, net of any directly attributable incremental transaction costs, is included in equity attributable to the owners of the company.

Critical accounting estimates

CGUs and impairment assessment

The group has three operating segments, resulting in three cash-generating units (CGUs) for the purpose of IAS36. Management assessed impairment risk by first considering performance at a segment level, and by further evaluating individual assets’ value-in-use where significant product deterioration in performance had occurred. Management continually assesses the group’s strategy in light of the changing environment. As a result, projected future earnings are regularly reviewed, an exercise that may require further adjustment to the assets’ carrying value or useful life. An impairment charge of EUR 49.4m was recognised during Q3 2021, EUR 42.8m of which relates to German sports assets acquired between 2016 and 2018, while EUR 6.6m pertains to French sports assets acquired in 2018.

Trade receivables and loss allowance on trade receivables

The loss allowance on trade receivables is a critical accounting estimate and management continues to review its IFRS 9 expected loss model, the judgment of which remains subjective. During the first nine months of 2021, the loss allowance was reduced by EUR 1.1m based on management’s detailed assessment of the carrying amount of trade receivables and the adequacy of the provision. As part of this assessment, EUR 1.5m was written off against the accumulated provision relating to previous periods. Management considers that the default risk assumed within the loss allowance model is sensitive to changes in actual performance which may be favourable or adverse. Management monitors the adequacy of the loss allowance on an ongoing basis and will continue to review the assessment of expected loss default rates applied in the model.

Share-based payments

The group operates a number of equity-settled, share-based compensation plans, under which the entity receives services from employees as consideration for equity instruments of the company. Through these equity-settled schemes, eligible employees are granted share options, while directors are granted share warrants.

Due to the inherent uncertainty that applies when establishing a proper estimate of the number of options expected to vest at the end of each reporting period, and the judgment required in this exercise, management considers costs relating to share-based payments as a critical accounting estimate.

At the end of each reporting period, the group revises its estimates of the number of options and warrants that are expected to vest, based on the non-market vesting conditions and service conditions that differ from one option programme to another. It recognises the impact of the revision to original estimates, if any, in the statement of comprehensive income, with a corresponding adjustment to equity.

2. REVENUE

The revenue of the group is analysed as follows:

Amounts in ’000 (EUR)	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	Jan-Dec 2020
Search revenue	31,700	22,499	98,504	72,256	95,944
Paid revenue	1,382	2,002	5,681	5,911	8,483
Subscriptions revenue	-	376	-	1,189	1,564
Total revenue	**33,082**	**24,877**	**104,185**	**79,356**	**105,991**

Search revenue consisted of EUR 19.7m (15.8) Casino revenue, EUR 11.2m (5.7) Sports revenue and EUR 0.8m (1.0) Financial Trading revenue in Q3 2021. Paid revenue consisted of EUR 1.2m (1.8) of Sports revenue and EUR 0.2m (0.2) of Casino revenue. For the first nine months of 2021, search revenue consisted of EUR 65.7m (52.6) Casino revenue, EUR 29.9m (16.4) Sports revenue and EUR 2.9m (3.3) Financial Trading revenue, while paid revenue consisted of EUR 5.2m (4.8) Sports revenue and EUR 0.5m (1.1) Casino revenue.

3. SEGMENT REPORTING

The group's operations are reported on the basis of the three operating segments: Casino, Sports, and Financial Trading. The segments were identified in accordance with the definition of an operating segment in IFRS 8, Operating Segments. No intersegmental revenues arose during the period.

Further, total assets and liabilities for each reportable segment are not presented as they are not referred to for monitoring purposes.

The following tables show figures for each period presented in this report.

	Jul-Sep 2021					Jul-Sep 2020				
Amounts in '000 (EUR)	**Casino**	**Sports**	**Financial Trading**	**Un-allocated**	**Total**	**Casino**	**Sports**	**Financial Trading**	**Un-allocated**	**Total**
Revenue*	19,897	12,436	749	-	**33,082**	16,018	7,513	1,346	-	24,877
Total revenue	**19,897**	**12,436**	**749**	**-**	33,082	**16,018**	**7,513**	**1,346**	**-**	**24,877**
Direct costs	(1,576)	(2,379)	(149)	-	**(4,104)**	(1,003)	(1,430)	(42)	-	(2,475)
Personnel expenses	(4,427)	(3,091)	(209)	(348)	**(8,075)**	(3,098)	(2,137)	(517)	(17)	(5,769)
Depreciation and amortisation	(1,160)	(832)	(158)	-	**(2,150)**	(1,575)	(922)	(233)	-	(2,730)
Impairment on intangibles	-	(49,413)	-	-	**(49,413)**					
Other operating expenses	(2,579)	(2,288)	(392)	(737)	**(5,996)**	(2,038)	(1,981)	(620)	160	(4,479)
Total operating expenses	**(9,742)**	**(58,003)**	**(908)**	**(1,085)**	**(69,738)**	**(7,714)**	**(6,470)**	**(1,412)**	**143**	**(15,453)**
Operating profit/(loss)	**10,155**	**(45,567)**	**(159)**	**(1,085)**	(36,656)	**8,304**	**1,043**	**(66)**	**143**	**9,424**
Interest payable on borrowings	-	-	-	(1,191)	**(1,191)**	-	-	-	(1,612)	(1,612)
Other losses on financial liability and equity instruments at fair value through profit or loss	-	-	-	-	**-**	-	-	-	(2,318)	(2,318)
Other finance costs	-	-	-	(811)	**(811)**	-	-	-	(1,417)	(1,417)
Profit/(loss) before tax	**10,155**	**(45,567)**	**(159)**	**(3,087)**	(38,658)	**8,304**	**1,043**	**(66)**	**(5,204)**	**4,077**
Tax income/(expense)	-	-	-	1,560	**1,560**	-	-	-	(756)	(756)
Profit/(loss) for the period attributable to the equity holders of the parent company	**10,155**	**(45,567)**	**(159)**	**(1,527)**	(37,098)	**8,304**	**1,043**	**(66)**	**(5,960)**	**3,321**
Other comprehensive income										
Items that may be reclassified to profit for the period										
Currency translation differences	-	-	-	(305)	**(305)**	-	-	-	(64)	(64)
Items that will not be reclassified to profit for the period										
Interest payable on hybrid capital securities	-	-	-	(1,098)	**(1,098)**	-	-	-	-	-
Total other comprehensive loss for the period	**-**	**-**	**-**	**(1,403)**	(1,403)	**-**	**-**	**-**	**(64)**	**(64)**
Total comprehensive income/(loss) attributable to the equity holders of the parent company	**10,155**	**(45,567)**	**(159)**	**(2,930)**	(38,501)	**8,304**	**1,043**	**(66)**	**(6,024)**	**3,257**
Adjusted EBITDA	11,315	4,678	(1)	-	**15,992**	9,879	1,965	167	-	12,011
Adjusted EBITDA margin (%)	57	38	-	-	**48**	62	26	12	-	48
NDCs	77,638	75,672	391	-	**153,701**	49,053	45,338	319	-	94,710

* During Q3 2020, revenue reported under Financial Trading of EUR 1.3m included subscriptions revenue of EUR 0.4m.

Amounts in '000 (EUR)	Jan-Sep 2021 Casino	Sports	Financial Trading	Un-allocated	Total	Jan-Sep 2020 Casino	Sports	Financial Trading	Un-allocated	Total
Revenue*	66,215	35,137	2,833	-	**104,185**	53,641	21,294	4,421	-	79,356
Total revenue	**66,215**	**35,137**	**2,833**	**-**	104,185	**53,641**	**21,294**	**4,421**	**-**	**79,356**
Direct costs	(3,952)	(6,617)	(393)	-	**(10,962)**	(3,269)	(3,528)	(261)	-	(7,058)
Personnel expenses	(12,446)	(8,817)	(695)	(1,199)	**(23,157)**	(10,030)	(6,485)	(1,651)	(471)	(18,637)
Depreciation and amortisation	(4,135)	(2,125)	(437)	-	**(6,697)**	(5,697)	(2,783)	(719)	-	(9,199)
Impairment on intangibles	-	(49,413)	-	-	**(49,413)**					
Other operating expenses	(7,410)	(6,767)	(1,081)	(3,936)	**(19,194)**	(6,768)	(5,882)	(1,772)	(1,584)	(16,006)
Total operating expenses	**(27,943)**	**(73,739)**	**(2,606)**	**(5,135)**	(109,423)	**(25,764)**	**(18,678)**	**(4,403)**	**(2,055)**	**(50,900)**
Operating profit/(loss)	**38,272**	**(38,602)**	**227**	**(5,135)**	(5,238)	**27,877**	**2,616**	**18**	**(2,055)**	**28,456**
Interest payable on borrowings	-	-	-	(3,433)	**(3,433)**	-	-	-	(6,026)	(6,026)
Other losses on financial liability and equity instruments at fair value through profit or loss	-	-	-	(1,981)	**(1,981)**	-	-	-	(13,001)	(13,001)
Other finance costs	-	-	-	(1,706)	**(1,706)**	-	-	-	(3,157)	(3,157)
Profit/(loss) before tax	**38,272**	**(38,602)**	**227**	**(12,255)**	(12,358)	**27,877**	**2,616**	**18**	**(24,239)**	**6,272**
Tax expense	-	-	-	(584)	**(584)**	-	-	-	(1,435)	(1,435)
Profit/(loss) for the period attributable to the equity holders of the parent company	**38,272**	**(38,602)**	**227**	**(12,839)**	(12,942)	**27,877**	**2,616**	**18**	**(25,674)**	**4,837**
Other comprehensive income										
Items that may be reclassified to profit for the period										
Currency translation differences	-	-	-	(825)	**(825)**	-	-	-	(163)	(163)
Items that will not be reclassified to profit for the period										
Interest payable on hybrid capital securities	-	-	-	(3,431)	**(3,431)**	-	-	-	-	-
Total other comprehensive loss for the period	-	-	-	**(4,256)**	(4,256)	**-**	**-**	**-**	**(163)**	**(163)**
Total comprehensive income/(loss) attributable to the equity holders of the parent company	**38,272**	**(38,602)**	**227**	**(17,095)**	(17,198)	**27,877**	**2,616**	**18**	**(25,837)**	**4,674**
Adjusted EBITDA	42,407	12,936	664	-	**56,007**	33,574	5,399	737	-	39,710
Adjusted EBITDA margin (%)	64	37	23	-	**54**	63	25	17	-	50
NDCs	233,997	215,200	2,075	-	**451,272**	206,016	111,047	1,502	-	318,565

* During the first nine months of 2020, revenue reported under Financial Trading of EUR 4.4m included subscriptions revenue of EUR 1.2m.

Amounts in '000 (EUR)	Jan-Dec 2020 Casino	Sports	Financial Trading	Un-allocated	Total
Revenue*	69,614	30,587	5,790	-	**105,991**
Total revenue	69,614	30,587	5,790	-	**105,991**
Direct costs	(4,214)	(5,437)	(428)	-	**(10,079)**
Personnel expenses	(13,477)	(8,939)	(1,943)	755	**(23,604)**
Depreciation and amortisation	(7,066)	(3,588)	(910)	-	**(11,564)**
Gain on disposal of investment in subsidiary	-	-	-	519	**519**
Other operating expenses	(9,091)	(8,321)	(2,151)	(3,209)	**(22,772)**
Total operating expenses	(33,848)	(26,285)	(5,432)	(1,935)	**(67,500)**
Operating profit/(loss)	35,766	4,302	358	(1,935)	**38,491**
Interest payable on borrowings	-	-	-	(7,441)	**(7,441)**
Other losses on financial liability at fair value through profit or loss	-	-	-	(13,190)	**(13,190)**
Other finance costs	-	-	-	(3,090)	**(3,090)**
Profit/(loss) before tax	35,766	4,302	358	(25,656)	**14,770**
Tax expense	-	-	-	(2,253)	**(2,253)**
Profit/(loss) for the year attributable to the equity holders of the parent company	35,766	4,302	358	(27,909)	**12,517**
Other comprehensive income					
Items that may be reclassified to profit for the year					
Currency translation differences	-	-	-	(191)	**(191)**
Items that will not be reclassified to profit for the year					
Interest payable on hybrid capital securities	-	-	-	(1,275)	**(1,275)**
Total other comprehensive loss for the year	-	-	-	(1,466)	**(1,466)**
Total comprehensive income/(loss) attributable to the equity holders of the Parent Company	35,766	4,302	358	(29,375)	**11,051**
Adjusted EBITDA	42,832	7,890	1,268	-	**51,990**
Adjusted EBITDA margin (%)	62	26	22	-	**49**
NDCs	271,963	169,344	2,217	-	**443,524**

* Revenue of EUR 5.8m reported under Financial Trading for the year ended 31 December 2020 included subscriptions revenue of EUR 1.6m.

4. ITEMS AFFECTING COMPARABILITY

Items affecting comparability relate to significant items that affect EBITDA when comparing to previous periods. They comprise costs included in “personnel expenses” and in “other operating expenses” as well as gains on disposals attributable to the divestment of an investment in subsidiary for the year ended 31 December 2020. Items affecting comparability in “personnel expenses” comprise reorganisation costs for all periods presented as well as reversals of costs relating to share-based payments for the year ended 31 December 2020. Items affecting comparability in “other operating expenses” comprise refinancing costs and restructuring costs for Q1 and Q2 2021, costs in relation to the acquisition of Lineups.com for Q2 and Q3 2021, loss on cryptocurrency for Q3 2021 and certain increases in loss allowances on trade receivables for the year ended 31 December 2020. During Q3 2021, reorganisation costs included in “personnel expenses” were EUR 0.4m (0.02), while loss on cryptocurrency classified within “other operating expenses” totalled EUR 0.7m (zero). During the corresponding period, costs relating to the credit facility and refinancing gave rise to an income of EUR 0.2m. During the nine months ended 30 September 2021, reorganisation costs included in “personnel expenses” were EUR 1.2m (0.4). Costs in relation to the acquisition of Lineups.com classified within “other operating expenses” were EUR 0.2m (zero). Other costs connected to restructuring were EUR 1.6m (zero), EUR 1.4m (1.6) related to refinancing costs and EUR 0.7m (zero) related to loss on cryptocurrency. During the year ended 31 December 2020, reorganisation costs included in “personnel expenses” were EUR 0.5m. EUR 1.2m of costs associated with the 2018 and 2019 share-based payment programmes were reversed due to changes in conditions that impacted the vesting probability. Refinancing costs and the increase in loss allowances on trade receivables included in “other operating expenses” were EUR 1.6m respectively. The gain on disposal attributable to the divestment of Catena Media Financials US Inc. was EUR 0.5m.

5. OTHER INTANGIBLE ASSETS

The group’s acquisitions primarily comprise domains and websites, player databases and in certain instances other components of intellectual property, which include outsourced and internal development and licences.

	Group			
Amounts in ’000 (EUR)	**Domains and websites**	**Player database**	**Other intellectual property**	**Total**
Cost at 1 January 2021	298,752	15,456	21,556	335,764
Additions	69,487	2	4,600	74,089
Cost at 30 September 2021	**368,239**	**15,458**	**26,156**	**409,853**
Accumulated amortisation at 1 January 2021	(27,980)	(15,456)	(14,337)	(57,773)
Amortisation charge	(515)	-	(3,972)	(4,487)
impairment	(49,413)	-	-	(49,413)
At 30 September 2021	**(77,908)**	**(15,456)**	**(18,309)**	**(111,673)**
At 30 September 2021	**290,331**	**2**	**7,847**	**298,180**
At 30 September 2020	270,786	257	7,531	278,574

Additions of EUR 4.6m relate to other intellectual property, which comprises costs for licenses and the development of websites and other applications.
Additions of EUR 69.5m mainly related to the acqusition of Lineups.com in Q2 2021 and the acquisition of the affiliation assets from i15 Media, LLC in Q3 2021.

6. BORROWINGS

Borrowings at the end of the reporting period consisted of new senior unsecured floating rate bonds ("new bonds") with a nominal value of EUR 55m, under a framework of EUR 100m and maturing in June 2024, a new bank term loan of EUR 22.9m and a revolving credit facility of EUR 10m. The corresponding balance as at 30 September 2020 comprised the previous bond of EUR 150m and the outstanding amount of EUR 7.5m out of a utilised portion of the bank credit facility of EUR 12.5m. The new bonds were issued on 9 June 2021 and listed on Nasdaq Stockholm on 28 June 2021 at a nominal value of EUR 100,000 each. The debt securities bear a floating rate coupon of Euribor 3m + 6 percent, with Euribor 3m being subject to a floor of 0 percent. In line with the previous bond issue, the new bonds were designated by management as a financial liability at fair value through profit or loss as they contain an embedded derivative that may significantly modify the resulting cash flow. This embedded derivative is an early redemption option, with the redemption price set in accordance with a mechanism defined in the bonds' terms and conditions. The bonds' fair value was categorised within the IFRS 13 fair value hierarchy as Level 3. The previous senior secured bond had a remaining total nominal amount of EUR 88.5m, under a framework of EUR 250.0m, maturing on 2 March 2022 following the amendment of the terms and conditions on 29 June 2020. In accordance with the amended terms and conditions, the bonds were secured by a pledge on all outstanding shares in Catena Operations Ltd and Catena Financial Ltd from 31 January 2021. Following the amended terms, the company made a mandatory partial prepayment of EUR 33,000 per bond, in aggregate EUR 49.5m, on 16 July 2020 in relation to all outstanding bonds. In accordance with the amended terms, the company made voluntary prepayments on 2 December 2020 and 2 March 2021 of EUR 6.0m each and in aggregate in relation to all outstanding bonds, reducing the nominal amount of each bond pro rata to EUR 59,000 per bond. During Q4 2020 and Q1 2021, the company announced repurchases of its own bonds. Following the voluntary prepayments and repurchases, Catena Media's holding of outstanding bonds had a total nominal value of EUR 12.3m. In connection with the new bonds' issue, the company announced a tender offer on 24 May 2021 giving conditional notice of early redemption of its outstanding bonds and inviting existing bondholders to sell their bonds at a price equal to 103.25 percent of the outstanding nominal amount, plus accrued but unpaid interest, subject to those bondholders subscribing for new bonds. On 27 May 2021, the company announced that the tender offer had been accepted by holders of bonds representing a total nominal amount of EUR 30.8m. The company exercised its right to make a voluntary early redemption of the remaining outstanding bonds that were not tendered, representing a total nominal amount of EUR 45.4m, which took place on 17 June 2021. The EUR 12.3m of outstanding bonds held by Catena Media were cancelled before the final early redemption. No movement in fair value is recognised in the statement of comprehensive income for Q3 2021. The fair value movement for Q3 2020 resulted in a loss of EUR 2.3m and is recognised in "Other losses on financial liability and equity instruments at fair value through profit or loss". The movements in fair value for the first nine months of 2021 and the same period in 2020 comprise a loss of EUR 2.0m and EUR 12.6m, respectively. If the estimated price of the bonds were to increase by 1 percent, the estimated fair value of the bonds would increase by EUR 0.6m. Similarly, if the estimated price of the bonds were to decrease by 1 percent, the estimated fair value of the bonds would decrease by EUR 0.6m.

On 2 June 2021, the company's subsidiary Catena Operations Ltd signed a EUR 25.0m term loan agreement and a EUR 10.0m revolving credit facility agreement with Raiffeisen Bank International AG ("RBI"). The proceeds under the term loan were used towards the early redemption of the previous bonds, after which certain security was provided to the benefit of RBI under the term loan and the revolving credit facility agreement. The full amount of the credit facility was utilised during Q3 2021, the proceeds of which were used for the share buyback programme. The term loan is expected to be repaid in 12 equal instalments of EUR 2.1m every 3 months starting from 31 July 2021 to 30 April 2024 whilst the credit facility is expected to be repaid within 12 months after period end.

7. AMOUNTS COMMITTED ON ACQUISITION

Amounts committed on acquisition consist of contractual obligations resulting from the purchase of intangible assets from third parties. Some of the obligations have a predetermined value, while others include future payments whose value depends on target earnings. The latter are further referred to as contingent considerations. Expected cash outflows relating to these contingent considerations are assessed by the directors for each asset acquisition on the basis of their knowledge of the industry and how the economic environment is likely to impact it.

During Q2 2021, the group acquired 100 percent of the shares in Lineups.com and during Q3 2021, the group acquired online sports betting and casino affiliation assets from i15 Media, LLC. As at 30 September 2021, the deferred consideration totalled EUR 39.5m, out of which EUR 27.2m is due within a year. Out of the EUR 27.2m, EUR 10.6m was settled in shares on 1 October 2021. Of the total deferred consideration, EUR 0.4m is contingent.

8. HYBRID CAPITAL SECURITIES

Following the company's announcement of a third share subscription period in November 2020, a total of 2,102,732 warrants were used to subscribe for the same number of ordinary shares in the company. Payment for the new ordinary shares was received in cash in January 2021 and totalled EUR 0.4m (SEK 4.1m), while EUR 3.4m (SEK 35.7m) was set off against the company's hybrid capital securities. The shares were issued on 29 January 2021.

On 25 February 2021, the company announced the start of the fourth share subscription period. The subscription period ran from 25 February 2021 to 6 March 2021. In total, 1,351,582 warrants were used to subscribe for the same number of ordinary shares in the company. In total, 162,194 subscribed shares were paid exclusively in cash and 1,189,388 were paid by set-off and in cash. Payment for the new ordinary shares was received in cash in April 2021 and totalled EUR 0.3m (SEK 3.4m), while EUR 2.1m (SEK 22.2m) was set off against the company's hybrid capital securities. The shares were issued on 8 April 2021.

On 20 May 2021, the company announced the start of the fifth share subscription period. The subscription period ran from 20 May 2021 to 29 May 2021. In total, 1,449,203 warrants were used to subscribe for the same number of ordinary shares in the company. A total of 124,783 subscribed shares were paid exclusively in cash, and 1,324,420 were paid by set-off and in cash. Payment for the new ordinary shares was received in cash in June 2021 and totalled EUR 0.7m (SEK 6.6m), while EUR 2.0m (SEK 20.8m) was set off against the company's hybrid capital securities. The shares were issued on 16 June 2021.

On 26 August 2021, the company announced the start of the sixth share subscription period. The subscription period ran from 26 August 2021 to 4 September 2021. In total, 169,851 warrants were used to subscribe for the same number of ordinary shares in the company. A total of 68,831 subscribed shares were paid exclusively in cash, and 101,020 were paid by set-off and in cash. Payment for the new ordinary shares was received in cash in September 2021 and totalled EUR 0.1m (SEK 1.4m), while EUR 0.2m (SEK 1.8m) was set off against the company's hybrid capital securities. The shares were issued on 22 September 2021.

At the end of Q3 2021, hybrid capital securities with a nominal value of EUR 53.1m net of EUR 8.5m issuance costs were reported as equity. Further details are found in the table below.

Amounts in '000 (EUR)	30 Sep 2021
Hybrid capital securities at nominal amount upon initial subscription	65,732
First subscription period set-off	(2,354)
Second subscription period set-off	(2,516)
Third subscription period set-off	(3,427)
Fourth subscription period set-off	(2,129)
Fifth subscription period set-off	(1,994)
Sixth subscription period set-off	(170)
Hybrid capital securities at nominal amount as of end of reporting period	**53,142**

Amounts in '000 (EUR)	30 Sep 2021
Hybrid capital securities at nominal amount	53,142
Issuance costs	
Advisory costs, including financial, legal and assurance	(2,232)
Commission fees to guarantors	(6,293)
Total issuance costs	(8,525)
Hybrid capital securities disclosed as of end of the reporting period	**44,617**

9. TREASURY RESERVE

On 14 July 2021, the extraordinary general meeting resolved to grant the company authorisation to acquire its own shares on one or more occasions prior to the 2022 annual general meeting. Shares may be repurchased to the extent that the company's holdings of its own shares do not exceed 10 percent of the company's total issued share capital, being a maximum of 7,039,215 shares. Following the repurchases as of 30 September 2021, the company holds 749,810 shares, or 1 percent, of its own shares. At the end of Q3 2021, EUR 4.3m were reported in equity as treasury reserve.

Condensed parent company interim statements of comprehensive income

Amounts in '000 (EUR)	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	Jan-Dec 2020
Investment and related income	-	-	27,000	-	-
Personnel expenses	(770)	(356)	(1,488)	(1,133)	(502)
Credit facility and refinancing related costs	-	(940)	-	(1,086)	(1,086)
Recharge of credit facility and refinancing related costs to subsidiary	-	940	-	1,086	1,086
Other operating expenses	(72)	(78)	(1,343)	(138)	(217)
Other operating income	20	19	59	59	78
Total operating income/(expenses)	**(822)**	**(415)**	**24,228**	**(1,212)**	**(641)**
Operating (loss)/profit	**(822)**	**(415)**	**24,228**	**(1,212)**	**(641)**
Interest payable on borrowings	(1,159)	(1,599)	(3,397)	(6,057)	(7,471)
Recharge of interest to subsidiary	844	1,599	3,016	6,057	7,471
Other losses on financial liability and equity instruments at fair value through profit or loss	-	(2,318)	(1,981)	(13,001)	(13,190)
Other finance costs	(30)	(818)	(241)	(821)	(544)
(Loss)/profit before tax	**(1,167)**	**(3,551)**	**21,625**	**(15,034)**	**(14,375)**
Tax expense	-	-	-	-	-
(Loss)/profit for the period	**(1,167)**	**(3,551)**	**21,625**	**(15,034)**	**(14,375)**
Other comprehensive income					
Items that will not be reclassified to profit for the period					
Interest payable on hybrid capital securities	(1,098)	-	(3,431)	-	(1,275)
Total other comprehensive (loss)/income for the period	**(2,265)**	**(3,551)**	**18,194**	**(15,034)**	**(15,650)**

Condensed parent company interim statements of financial position

Amounts in ’000 (EUR)	30 Sep 2021	30 Sep 2020	31 Dec 2020
ASSETS			
Non-current assets			
Investment in subsidiaries	261,858	262,289	261,933
Current assets			
Trade and other receivables	59	18	21
Cash and cash equivalents	10,414	12,496	7,665
Total current assets	**10,473**	**12,514**	**7,686**
Total assets	**272,331**	**274,803**	**269,619**
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	110	102	102
Share premium	111,213	101,708	101,708
Treasury reserve	(4,291)	-	-
Hybrid capital securities	44,617	52,385	52,362
Other reserves	7,610	8,288	7,143
Retained earnings/(accumulated losses)	14,924	(2,654)	(3,270)
Total equity	**174,183**	**159,829**	**158,045**
Liabilities			
Non-current liabilities			
Borrowings	80,550	95,445	76,244
Other payables	363	-	-
Total non-current liabilities	**80,913**	**95,445**	**76,244**
Current liabilities			
Borrowings	10,000	13,560	9,444
Trade and other payables	7,235	5,969	25,886
Total current liabilities	**17,235**	**19,529**	**35,330**
Total liabilities	**98,148**	**114,974**	**111,574**
Total equity and liabilities	**272,331**	**274,803**	**269,619**

Condensed parent company interim statements of changes in equity

Amounts in '000 (EUR)	Share capital	Share premium	Treasury reserve	Hybrid capital securities	Other reserves	(Accumulated losses)/ retained earnings	Total equity
	Attributable to owners of the parent company						
Balance at 1 January 2021	**102**	**101,708**	**-**	**52,362**	**7,143**	**(3,270)**	**158,045**
Comprehensive income							
Profit for the period	-	-	-	-	-	21,625	21,625
Interest payable on hybrid capital securities	-	-	-	-	-	(3,431)	(3,431)
Total comprehensive income for the period						**18,194**	**18,194**
Transactions with owners							
Issue of share capital	8	9,505	-	-	-	-	9,513
Subscription set-offs, including transaction costs	-	-	-	(7,745)	-	-	(7,745)
Repurchase of shares, including transaction costs	-	-	(4,291)	-	-	-	(4,291)
Equity-settled share-based payments	-	-	-	-	467	-	467
Total transactions with owners	**8**	**9,505**	**(4,291)**	**(7,745)**	**467**	**-**	**(2,056)**
Balance at 30 September 2021	**110**	**111,213**	**(4,291)**	**44,617**	**7,610**	**14,924**	**174,183**

As at 30 September 2021 the distributable reserves were EUR 11.9m.

Amounts in '000 (EUR)	Share capital	Share premium	Hybrid capital securities	Other reserves	Retained earnings/ (Accumulated losses)	Total equity
	Attributable to owners of the parent company					
Balance at 1 January 2020	**88**	**77,196**	**-**	**1,967**	**12,380**	**91,631**
Comprehensive income						
Loss for the period	-	-	-	-	(15,034)	(15,034)
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**(15,034)**	**(15,034)**
Transactions with owners						
Issue of share capital	14	24,512	-	-	-	24,526
Subscription set-offs, including transaction costs	-	-	52,385	-	-	52,385
Issue of capital securities, net of transaction costs	-	-	-	-	-	-
Equity-settled share-based payments	-	-	-	6,321	-	6,321
Total transactions with owners	**14**	**24,512**	**52,385**	**6,321**	**-**	**83,232**
Balance at 30 September 2020	**102**	**101,708**	**52,385**	**8,288**	**(2,654)**	**159,829**

Amounts in '000 (EUR)	Share capital	Share premium	Hybrid capital securities	Other reserves	Retained earnings/ (Accumulated losses)	Total equity
	Attributable to owners of the parent company					
Balance at 1 January 2020	**88**	**77,196**	**-**	**1,967**	**12,380**	**91,631**
Comprehensive income						
Loss for the year	-	-	-	-	(14,375)	(14,375)
Interest payable on hybrid capital securities	-	-	-	-	(1,275)	(1,275)
Total comprehensive loss for the period	**-**	**-**	**-**	**-**	**(15,650)**	**(15,650)**
Transactions with owners						
Issue of share capital	14	24,512	-	-	-	24,526
Issue of capital securities, net of transaction costs	-	-	52,362	-	-	52,362
Equity-settled share-based payments	-	-	-	5,176	-	5,176
Total transactions with owners	**14**	**24,512**	**52,362**	**5,176**	**-**	**82,064**
Balance at 31 December 2020	**102**	**101,708**	**52,362**	**7,143**	**(3,270)**	**158,045**

Condensed parent company interim statements of cash flows

Amounts in '000 (EUR)	Jul-Sep 2021	Jul-Sep 2020	Jan-Sep 2021	Jan-Sep 2020	Jan-Dec 2020
	€ '000	€ '000	€'000	€ '000	
Cash flows from operating activities					
Loss before tax	(1,167)	(3,551)	21,625	(15,034)	(14,375)
Adjustments for:					
Unrealised exchange differences	1	608	2	607	609
Interest expense	1,159	1,599	3,397	6,057	7,471
Net losses on financial liability at fair value through profit or loss	-	2,317	1,981	12,555	12,745
Share based payments	411	196	633	508	(328)
	1,405	**1,169**	**27,637**	**4,693**	**6,122**
Changes in:					
Trade and other receivables	(26)	9	(37)	(6)	(10)
Trade and other payables	(42)	(147)	1,014	491	187
Net cash generated from operating activities	**1,337**	**1,031**	**28,614**	**5,178**	**6,299**
Cash flows generated from investing activities					
Net proceeds from subsidiary and related parties	556	(2,470)	(19,258)	(1,963)	18,337
Net cash generated from investing activities	**556**	**(2,470)**	**(19,258)**	**(1,963)**	**18,337**
Cash flows generated from financing activities					
Net proceeds from hybrid capital securities	-	6,212	-	63,178	63,118
Net proceeds on borrowings	10,000	(54,500)	2,056	(54,500)	(78,007)
Proceeds on exercise of share options and warrants	142	7,390	1,1529	7,390	7,390
Share buybacks	(3,524)	-	(3,524)	-	
Interest paid	(2,148)	(1,878)	(6,839)	(6,318)	(9,053)
Net cash generated from financing activities	**4,470**	**(42,776)**	**(6,778)**	**9,750**	**(16,552)**
Net movement in cash and cash equivalents	5,363	(44,215)	2,578	12,965	8,084
Cash and cash equivalents at beginning of period	5,031	57,290	7,665	109	109
Currency translation differences	20	(579)	171	(578)	(528)
Cash and cash equivalents at end of period	**10,414**	**12,496**	**10,414**	**12,496**	**7,665**

Definitions of alternative performance measures

METRIC	DESCRIPTION	SCOPE
EBITDA	Operating profit before depreciation and amortisation and impairment on intangible assets.	The group reports this metric so report users can monitor operating profit and cash flow and evaluate the group's operational profitability.
EBITDA MARGIN	EBITDA as a percentage of revenue.	The group reports this metric so report users can monitor operational profitability and the value created by operations.
ADJUSTED EBITDA	EBITDA adjusted for items affecting comparability.	The group reports underlying EBITDA, excluding items affecting comparability, to provide a more comparable measure over time than non-adjusted EBITDA and thus enhance users' understanding of the report.
ADJUSTED EBITDA MARGIN	Adjusted EBITDA as a percentage of revenue.	The group reports the underlying EBITDA margin, excluding items affecting comparability, to provide a more comparable measure over time than the non-adjusted EBITDA margin and thus enhance users' understanding of the report.
NDCs (NEW DEPOSITING CUSTOMERS)	New customers placing a first deposit with an operator (client).	The group reports this metric because it is key to measuring revenues and long-term organic growth.
ITEMS AFFECTING COMPARABILITY	Significant items that affect EBITDA when comparing to previous periods.	Items affecting comparability comprise gains or losses on disposals of investments in subsidiaries, reversals of costs relating to share based payments, certain increases in loss allowances on trade receivables, credit facility and refinancing costs, reorganisation costs, costs in relation to acquisitions and loss on cryptocurrency.
ORGANIC GROWTH	Revenue growth rate excluding portfolios and products that have been acquired in the past 12 months. Paid and subscription revenue is excluded in the organic growth calculation. Organic growth includes the growth in existing portfolios and products.	The group reports this metric because it is key to measuring revenue and long-term organic growth.
REVENUE GROWTH	Increase in revenue compared to the previous accounting period as a percentage of revenue in the previous accounting period.	The group reports this metric to enable report users to monitor business growth.
QUICK RATIO	Current assets less deposits expressed as a percentage of short-term liabilities.	The group reports this metric to show the group's ability to pay its current obligations by having assets readily convertible into cash.
REVENUE PRODUCTIVITY RATIO	Revenue per average number of employees.	The group reports this metric so report users can assess productivity per employee.
ADJUSTED EBITDA PRODUCTIVITY RATIO	Adjusted EBITDA per average number of employees.	The group reports this metric so report users can assess productivity per employee.
CASH CONVERSION RATE	Net cash from operating activities divided by EBITDA.	The group reports this metric to show the group's ability to convert its profits into available cash.
RETURN ON EQUITY, ROLLING 12 MONTHS	Profits after tax expressed as a percentage of average equity for the past 12 months.	The group reports this metric to enable report users to monitor how efficiently management uses investment funds from the group's shareholders to generate growth and profit.
EQUITY TO ASSETS RATIO	Total equity expressed as a percentage of total assets.	The group reports this metric to show how much of the company's assets are funded by total equity.
NET INTEREST-BEARING LIABILITIES (NIBL)	Interest-bearing liabilities less cash and cash equivalents.	The group reports this metric to show the outstanding balance of interest-bearing liabilities (excluding lease liabilities) after deducting the group's most liquid assets, cash and cash equivalents.
NIBL / EBITDA MULTIPLE	Interest-bearing liabilities less cash and cash equivalents divided by EBITDA.	The group reports this metric to show how many years it would take to repay the group's debts if NIBL and EBITDA remained constant.
NIBL / ADJUSTED EBITDA MULTIPLE	Interest-bearing liabilities (notional amount including redemption premium) less cash and cash equivalents divided by adjusted EBITDA.	The group reports this metric to show how many years it would take to repay the group's debts, excluding exceptional costs, if NIBL and adjusted EBITDA remained constant.
NIBL (INCLUDING HYBRID CAPITAL SECURITIES)	Interest-bearing liabilities plus hybrid capital securities less cash and cash.	The group reports this metric to show the outstanding balance of interest-bearing liabilities and hybrid capital securities after deducting the group's most liquid assets, cash and cash equivalents.
NIBL (INCLUDING HYBRID CAPITAL SECURITIES) / EBITDA MULTIPLE	Interest-bearing liabilities (notional amount including redemption premium) plus hybrid capital securities less cash and cash equivalents divided by EBITDA.	The group reports this metric to show how many years it would take for the group to repay its debts if NIBL, hybrid capital securities and EBITDA remained constant.
NIBL (INCLUDING HYBRID CAPITAL SECURITIES) / ADJUSTED EBITDA MULTIPLE	Interest-bearing liabilities (notional amount including redemption premium) plus hybrid capital securities less cash and cash equivalents divided by adjusted EBITDA.	The group reports this metric to show how many years it would take for the group to repay its debts, excluding exceptional costs, if NIBL, hybrid capital securities and adjusted EBITDA remained constant.
DEBT / EQUITY RATIO MULTIPLE	Total liabilites per total equity.	The group reports this metric to show its ability to cover all outstanding debts with its total equity.