



Interim Report January–March 2017

STILLFRONT GROUP AB (PUBL)

THE INTERIM PERIOD JANUARY – MARCH 2017

- Net revenues amounted to 30.0 MSEK (corresponding period 2016: 25.3 MSEK), which is an increase of 18.6% compared to the corresponding period 2016 and 22.2% compared to the previous quarter. Total operating revenues amounted to 37.5 (28.5).
- EBITDA amounted to 7.7 MSEK (11.2 MSEK). EBITDA has been charged with one-time costs relating to the conversion to IFRS and acquisition costs of in total 0.7 MSEK.
- Operating result after financial items amounted to 2.9 MSEK (9.2) The net result for the period amounted to 0.6 MSEK (6.1).
- Net result per share before dilution amounted to 0.24 SEK (0.66 SEK). Net result per share after dilution amounted to 0.24 SEK (0.64 SEK).
- As of March 31, cash and cash equivalents amounted to 31.1 MSEK (78.0).
- Babil Games' new mobile game Heroes' Adventure was soft launched during the interim period. Investments have been done in primarily Siege: Titan Wars, Conflict of Nations: Modern War, an upcoming game from Coldwood and Call of War Mobile.

EVENTS AFTER THE INTERIM PERIOD

- Stillfront has engaged Carnegie Investment Bank to investigate the possibilities for the Company to issue bonds in the Nordic corporate bond market.

A SOLID START OF AN EXCITING YEAR

"We have had a solid start of the year; Conflict of Nations: Modern Warfare has begun its launch and has already qualified as a core product. The marketing of the game is gradually increased, where we can identify profitable campaigns. Babil has quickly joined the group, has launched one game and will shortly launch another game. The MENA market is exceptionally strong and we look forward to many successes over a long period of time.

Considering the company's positive development and in order to have financial flexibility to be able to pursue interesting acquisitions, Stillfront has engaged Carnegie to investigate the possibilities for the company to issue bonds in the Nordic corporate bond market, giving us exciting opportunities ahead," says Jörgen Larsson, CEO Stillfront Group.

KEY FIGURES, THE GROUP

MSEK	2017 JAN-MAR	2016 JAN-MAR	LATEST 12 MTHS	2016 JAN-DEC
Net Revenues	30 004	25 304	99 532	94 832
Growth in revenues	18.6%			
EBITDA	7 662	11 161	30 765	34 264
EBITDA margin	25.5%	44.1%	30.9%	36.1%
Operating result after financial items	2 895	9 247	17 091	23 443
Net Result	630	6 140	15 466	20 976

IMPORTANT NOTICE: This Interim Report is a non-official translation from Swedish of the Delårsrapport issued by Stillfront Group AB (publ) May 16, 2017. This translation is solely provided as convenience. Should there be any ambiguity between the Swedish and the English text, the Swedish text will prevail.

A Word from Jörgen Larsson, CEO

A Solid Start of an Exciting Year

In the first quarter, we once again record a new all-time high for rolling twelve-month revenues. We now have 28 months in a row of new sales records with very good margins. This would not have been possible to achieve should the volatility of revenue, and hence the risks, have been high – I conclude that our strategy to achieve balanced risk works. We have established a very stable foundation for continued good development over the long term.

The growth in both revenues and earnings have been extraordinary satisfying. We continue to achieve strong growth and high margins. Net revenues in the first quarter are 22% higher than the previous quarter and the EBITDA margin reaches 26%.

It is strategically important that we have been able to achieve these results with successively lower risk.

There is a clear and important theme in everything we do - we strive to be a leader in achieving good returns with less risk than comparable peers in the industry. The purpose of our proven and successful PLEX strategy is to systematically build Stillfront Group to achieve the best possible return / risk ratio.





During 2017 we have continued the work started in 2016 to established more and more building blocks in line with this. We have increased the number of products and the number of studios, the consumer volume increases and consumers show greater loyalty and consumption over time. We also broaden our operations geographically, in terms of revenue, presence and market knowledge. In parallel with this, we establish, step by step, more collaborations within the group and improve internal processes and procedures. This work lays the foundation for a significantly larger and still effective Stillfront Group.

Stillfront is currently running eight development projects for new products. Five of these concern products with the objective to be launched in the second quarter. We are confident of what these projects can provide for returns and supplements to our portfolio of so-called core games. Long-lasting games generate a loyal customer base and stable revenues, and thus can be developed for many years. Conflict of Nations has already achieved a revenue rate of 0.5 MSEK in March. Thus, it is already during open beta qualifying as a core product.

We estimate that the high investment rate in development projects will decrease as a share of revenues during the year and in 2018. In the long term, we estimate that a reasonable level is around 10%.

The share of our revenues coming from our own brands and our own publishing is increasing and amounts to about 76% in the first quarter. We believe this share will increase, which is in line with our market strategy.

The loyalty and average revenue (ARPPU) of our customer base are yet another of our strengths. Our games are played not only in a few months, they played for years. Several of our most established titles have had very good quarters with growth and very high profitability.

We can also note that the number of interesting potential acquisitions has increased significantly since we were listed on NASDAQ First North. Our efforts to identify and evaluate potential acquisition candidates continue unabatedly. Considering the company's positive development and in order to have financial flexibility to be able to pursue interesting acquisitions, Stillfront has engaged Carnegie to investigate the possibilities for the company to issue bonds in the Nordic corporate bond market.

It is with confidence and eagerness I look forward. We see that our business model and strategy work and will give us strong momentum for years to come.

I want to thank all our talented individuals and teams for all the hard and dedicated work to reach successes and handle challenges. The passion that exist throughout the Group is fantastic and creates spirit, joy and results.

Jörgen Larsson, CEO



Events during the interim period

Revenues continued to be strong during the first quarter. Babil Games, which Stillfront acquired in December 2016, contributed well and delivered 18% of Stillfront's revenues during the first quarter. The revenues come mainly from Babil's games Tank Storm and Admiral, two mobile games that are very popular in the MENA region. In late February, the launch of the mobile game Moghamarat Al-Abtal (Heroes' Adventure) began. It is a 2D action adventure game that can be played individually or in teams. The game has been developed by an external studio and Babil has exclusive rights to market the localized game on the MENA market. In conjunction with the launch, a major marketing effort has been made which is affecting the quarterly results, and is expected to yield returns in the coming quarters. In addition, resources have been spent on the next mobile strategy game, whose launch is scheduled for the second quarter. Finally, a plan has been adopted to increase the business in Babil, where costs have been taken and will be taken, to build long-term increased volumes.

Simutronics, which Stillfront acquired in June 2016, has a positive development on the games DragonRealms and GemStone IV, which records the highest revenue for many years. The mobile game Siege: Titan Wars, developed by Simutronics, undergoes test launch, a so-called soft launch. Soft launches are important as they provide important knowledge about behavioral patterns that are used to optimize the games. The development of marketing strategy is now in its final phase.

Bytro Labs, which is Stillfront's largest subsidiary, continues to deliver good and stable revenue from the games Call of War and Supremacy 1914. Call of War - in addition to its original version – is also available for tablets, and is now undergoing further development for a dedicated mobile version.

Conflict of Nations: Modern War, developed jointly by Bytro and Dorado, has been launched during the quarter in a so-called beta, with promising key indicators. Conflict of Nations is now entering a full launch and marketing efforts are gradually being accelerated.

During the quarter, investments continued mainly in the games Siege: Titan Wars, Conflict of Nations: Modern Warfare, Call of War mobile and Coldwood's proprietary game. The investment rate has, as planned, been high during the quarter in the eight development projects, five of which have launches scheduled for the second quarter. The rate of investment in new games in existing studios, relative to sales, is estimated to decrease in the second half of 2017 and in 2018. Board's assessment that the investment rate will be around 10% in the long run.

In February, Stillfront Group acquired an additional 2.41% of the ownership in Simutronics. After the acquisition, Stillfront Group owns 55.06% of the shares in Simutronics.

Events after the interim period

Conflict of Nations: Modern War has entered full launch. The key performance indicators are promising and there are good opportunities to carry out user acquisition campaigns with good returns.

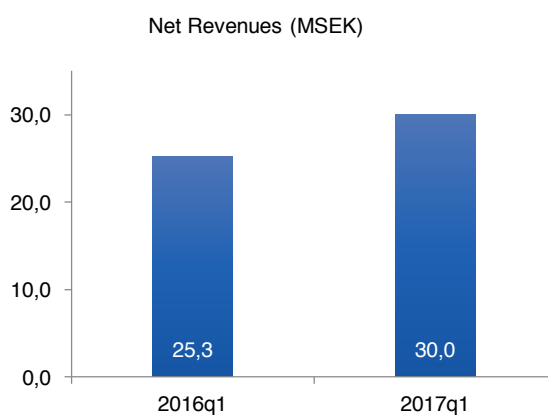
On April 18, the Extraordinary General Meeting resolved to issue 299 189 warrants. The warrants will be used in an incentive program. Each warrant entitles the holder to subscribe for one share during the period May 15, 2020 - June 1, 2020 at the subscription price SEK 152.74.

Considering the company's positive development and in order to have financial flexibility to be able to pursue interesting acquisitions, Stillfront has engaged Carnegie Investment Bank to investigate the possibilities for the company to issue bonds in the Nordic corporate bond market.

Revenues and profit/loss

Starting with the Year End Report for 2016, Stillfront Group submits its financial reporting in accordance with IFRS. All comparative figures have been restated in accordance with IFRS. All Details concerning the transition to IFRS can be found in Stillfront's Annual Report for 2016.

Net revenues during the first quarter amounted to 30.0 MSEK (25.3 MSEK). The increase pertains mainly to revenues in Simutronics and Babil Games, which outweigh the decreased royalty revenues pertaining to Unravel. Unravel was released in the first quarter of 2016. Royalties pertaining to Unravel was a strong contributor to Stillfront revenues in the first quarter 2016.



Total operating revenues during the interim period, which includes internally accrued revenues and other revenues amounted to 37.5 MSEK (28.5).

The EBITDA amounted to 7.7 MSEK (11.2) during the interim period, corresponding to an EBITDA-margin of 25.5% (44.1%).

The decrease in EBITDA and EBITDA margin compared with the corresponding period of the previous year is explained by the fact that significant royalty revenues with high margins pertaining to Unravel were recorded during the first quarter of 2016. The consolidation of Babil has also contributed to lower percentage margins due to the low risk of Babil's business model, with its inherent lower margin as compared to other parts of the group. In addition, the first quarter of 2017 was charged with acquisition costs and costs related to the transition to IFRS amounting to 0.7 MSEK

Operating result after financial items amounted to 2.9 MSEK (9.2). Net result amounted to 0.6 MSEK (6.1).

Cash flow and financial position

Cash flow for the interim period was -4.8 MSEK (4.5). Cash flow from operations was 7.1 MSEK (9.3).

Equity ratio as of March 31 2017 was 46.5% compared to 47.7% as of December 31, 2016.

Cash and cash equivalents for the Group, including not utilised credit facilities, were at the end of the interim period 32.7 MSEK compared to 37.4 MSEK as of December 31, 2016.



Investments and Depreciation

During the interim period investments have been made that have been capitalized with 9.9 MSEK (4.5). Investments include Siege: Titan Wars, Conflict of Nations: Modern Warfare, Call of War Mobile and an upcoming game developed by Coldwood.

Depreciation and amortization of 3.8 MSEK (1.0) was charged during the interim period. Depreciation and amortization primarily pertains to goodwill and other intangible assets acquired by the Group related to the Group's acquisitions of subsidiaries and to capitalization of product development expenses.

Employees

The number of employees at the end of period was 115.

Market

The gaming industry is globally one of the largest areas in digital entertainment. In 2016 the market was estimated to exceed USD 100 billion. Thus, the game industry is a larger industry than the film and music industries together. In recent years, the annual growth is estimated to be 7%, and the market is expected to USD 119 billion 2019.

North America and Europe account for 43% of the global market. In Europe the number of players was estimated in 2016 to 337 million in North America to 198 million. Growth in both these markets is expected to be lower than average. Other markets such as the MENA (Middle East and North Africa) is estimated to have stronger growth than the average.

The market is very large, but the competition is also, in some segments, hard. Stillfront Group's strategy is to meet the competition by offering high quality games with highly engaging play experiences for consumers with a long life cycle.

Stillfront's online games have a low threshold to attract new players and offer free-to-play, but offers clear advantages for the players who pay for extra features and characteristics. In this way, a good player liquidity achieved in parallel with a large paying player base with high average revenues.

Parent Company

Standard group management functions and group wide services are provided via the parent company. The revenues for the parent was during the interim period were 0.0 MSEK (0.0). The profit/loss amounted to -2.7 MSEK (-1.7).

Related Party Transactions

Other than customary transactions with related parties such as remuneration to key individuals, there has been no transactions with related parties.

The Share and Shareholders

Stillfront Group's shares are traded on Nasdaq First North since December 8, 2015. Closing price as of March 31 2017 was 79.50 SEK/share.



The largest shareholders are SEB Business Support with 15.75% of the shares and FKL Holding GmbH with 15.55 % of the shares in Stillfront Group AB. Carnegie Investment Bank holds 10.55%, Ålandsbanken ABP 8.86%, Avanza Bank AB 7.94% and Swedbank Robur Ny Teknik BTI holds 7.53% as of March 31 2017. The total number of shares as of March 31 2017 is 5 983 775.

Accounting and Valuation Principles

This interim report has been prepared in accordance with IFRS. Stillfront's first applied IFRS when closing the books for fiscal year 2016. All comparative figures have been restated under IFRS.

Risks and Uncertainty Factors

Risks and uncertainties are described in Stillfront Company Description December 4, 2015, which is available on the company's website www.stillfront.com/site/investor-relations.

Review

This report has not been reviewed by the company's auditors.

Certified Adviser

Avanza Bank is Stillfront's Certified Adviser.

Investor contact

The latest information on the company is published on its website www.stillfront.com. The company can be contacted by email ir@stillfront.com, or by phone +46-725-139914.

Financial Calendar

AGM:	May 19, 2017
Interim report second quarter 2017:	August 29, 2017
Interim report third quarter 2017:	November 14, 2017
Year end report 2017:	February 22, 2018

Note

This information is information that Stillfront Group AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out below, at 08.30 CEST on May 16, 2017.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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Board Declaration

The Board of Directors and the Chief Executive Officer hereby certify that this Interim Report gives a true and fair view of the company's and the group's operations, financial position and results of operations, and describes significant risks and uncertainties faced by the company and the companies in the group.

Stockholm, May 16, 2017

Per Skyttvall, Chairman

Mark Miller

Alexander Bricca

Fredrik Åhlberg

Annette Brodin Rampe

Jörgen Larsson, CEO

Key figures, Group

	2017 JAN-MAR	2016 JAN-MAR	LATEST 12 MTHS	2016 JAN-DEC
Net revenues, KSEK	30 004	25 304	99 532	94 832
EBITDA, KSEK	7 662	11 161	30 765	34 264
Operating result after financial items, KSEK	2 895	9 247	17 091	23 443
Net result, KSEK	630	6 140	15 466	20 976
EBITDA margin, %	25.5%	44.1%	30.9%	36.1%
Equity Ratio, %	46.5%	81.9%	46.5%	47.7%
Shareholders' equity per share undiluted, SEK	21.82	19.90	21.82	22.44
Shareholders' equity per share diluted, SEK	21.58	19.48	21.58	22.21
Earnings per share undiluted, SEK	0.24	0.66	2.43	2.89
Earnings per share diluted, SEK	0.24	0.64	2.40	2.86
No of shares end of period undiluted	5 983 775	5 006 583	5 983 775	5 983 775
No of shares end of period diluted	6 050 980	5 116 091	6 050 980	6 045 171
Average no of shares period undiluted	5 983 775	5 006 583	5 571 261	5 328 763
Average no of shares period diluted	6 050 980	5 116 091	5 638 466	5 390 159

DEFINITIONS KEY FIGURES, GROUP

EBITDA

Operating profit before depreciation and amortization.

EBITDA margin

EBITDA as percentage of net revenues.

Equity ratio

Shareholders' equity as a percentage of total capital.

Shareholders' equity per share

Shareholders' equity attributable to the parent company shareholders divided by the number of shares at the end of the period.

Earnings per share

Earnings after tax attributable to the parent company shareholders divided by the average number of shares during the period.

Consolidated income statement

KSEK	NOTE 1	2017 JAN-MAR	2016 JAN-MAR	LATEST 12 MTHS	2016 JAN-DEC
Revenues					
Net revenues		30 004	25 304	99 532	94 832
Internally accrued during the year		7 374	3 186	27 857	23 669
Other revenues		154	-	1 502	1 348
Total Operating Revenues		37 532	28 490	128 891	119 849
Operating expenses					
Other operating expenses		-14 801	-9 625	-45 392	-40 216
Personnel expenses		-15 069	-7 420	-53 018	-45 369
Depreciations and write-downs		-3 795	-1 049	-12 357	-9 611
Other expenses		-	-284	284	
Operating result		3 867	10 112	18 408	24 653
Result from financial items					
Financial Income		228	8	2 056	1 836
Financial expenses		-1 200	-873	-3 373	-3 046
Total financial items		-972	-865	-1 317	-1 210
Operating result after financial items		2 895	9 247	17 091	23 443
Taxes for the period		-2 265	-3 107	-1 625	-2 467
Net result for the period		630	6 140	15 466	20 976
Other comprehensive income					
Items that later can be reversed in profit					
Foreign currency translation differences		-4 062	918	-1 127	3 853
Total other comprehensive income for period		-3 432	7 058	14 339	24 829
Period net result attributed to:					
Parent company shareholders		1 429	3 289	13 548	15 408
Minority interests		-799	2 851	1 918	5 568
Period total comprehensive income					
Parent company shareholders		-2 218	7 030	9 827	19 075
Minority interests		-1 214	28	4 512	5 754
Average number of shares					
Undiluted		5 983 775	5 006 583	5 571 261	5 328 763
Diluted		6 050 980	5 116 091	5 638 466	5 390 159
Net result per share attributable to the parent company shareholders					
Undiluted		0,24	0,66	2,43	2,89
Diluted		0,24	0,64	2,40	2,86

Consolidated balance sheet in summary

KSEK	NOTE 1, 2	2017-03-31	2016-12-31	2016-03-31
Intangible non current assets	3	266 318	264 499	41 675
Tangible non current assets		690	775	448
Financial non current assets			0	
Deferred tax assets		7 798	7 779	1 057
Current receivables		13 783	13 707	10 642
Cash and bank		31 084	35 774	77 951
Total assets		319 673	322 534	131 773
Shareholders' equity				
Shareholders' equity attributable to parent company's shareholders		130 570	134 261	99 639
Minorities		18 051	19 733	8 279
Total Shareholders' equity		148 621	153 994	107 918
Non-current liabilities	4	150 588	148 090	5 174
Current liabilities		20 464	20 450	18 681
Total Liabilities and Shareholders'		319 673	322 534	131 773

Shareholders' equity, Group

KSEK	SHARE CAPITAL	NOT REGISTERED SHARE CAPITAL	OTHER CONTRIBUTIONS	OTHER EQUITY INCL PROFIT OF PERIOD	EQUITY PERTAIN TO PARENT SHARE HOLDERS	MINORITY	TOTAL EQUITY
Opening balance 2015-12-31	3 505	191 840	-1 116	-98 721	95 508	5 400	100 908
Profit/Loss for the period				3 289	3 289	2 851	6 140
Other comprehensive income							
*** Foreign currency translation differences			911		911	28	939
Total other comprehensive income			911	3 289	4 200	2 879	7 079
New share issue					0		0
Issue costs		-69			-69		-69
Total transactions booked against share capital	0	-69	0	0	-69	0	-69
Closing balance 2016-03-31	3 505	191 771	-205	-95 432	99 639	8 279	107 918
Opening balance 2017-01-01	4 189	210 834	2 551	-83 313	134 261	19 733	153 994
Profit/Loss for the period				1 429	1 429	-799	630
Other comprehensive income							
*** Foreign currency translation differences			-3 646		-3 646	-415	-4 061
Total other comprehensive			-3 646	1 429	-2 217	-1 214	-3 431
Issue costs		-1 199			-1 199		-1 199
Acquisition of minority		-275			-275	-468	-743
Total transactions booked against share capital	0	-1 474	0	0	-1 474	-468	-1 942
Closing balance 2017-31-31	4 189	209 360	-1 095	-81 884	130 570	18 051	148 621

Cash flow in summary, Group

KSEK	NOTE	2017 JAN-MAR	2016 JAN-MAR	LATEST 12 MTHS	2016 JAN-DEC
Operations					
Result after financial items		2 896	9 247	17 091	23 443
Adj for items not in cash flow etc		6 527	1 863	14 217	9 553
Tax paid		-2 658	5	-4 616	-1 953
Cash flow from operations before changes in working capital		6 765	11 115	26 692	31 042
Changes in working capital					
Increase(-)/Decrease (+) operating receivables		393	-1 935	1 682	-647
Increase (+)/Decrease (-) in operating liabilities		-55	120	-611	-437
Cash flow from changes in working capital		338	-1 816	1 070	-1 084
Cash flow from operations		7 103	9 299	27 763	29 959
Investment activities					
Acquisition of business		-50	0	-21 606	-21 556
Acquisition of tangible assets		6	-251	-483	-740
Acquisition of non-tangible assets		-9 957	-4 548	-36 368	-30 960
Cash flow from investment activities		-10 001	-4 799	-58 457	-53 255
Financing activities					
New share issue		0	0	29	29
New share issue costs		-1 199	-69	-2 722	-1 592
Acquisition of minority shares		-743	0	-14 296	-13 552
Amortization of debt		0	66	-66	0
Cash flow from financing activities		-1 942	-3	-17 054	-15 115
Cash flow for the period		-4 840	4 497	-47 748	-38 411
Cash and cash equivalents at start of period		35 774	73 454	77 951	73 454
Translation differences		151	0	881	731
Cash and cash equivalents at end of period		31 084	77 951	31 084	35 774

Parent company income statement

KSEK	NOTE	2017 JAN-MAR	2016 JAN-MAR	LATEST 12 MTHS	2016 JAN-DEC
<i>Revenues</i>					
Net revenues		44	-	1 722	1 678
Total operating revenues		44	0	1 722	1 678
<i>Operating expenses</i>					
Other external expenses		-1 564	-705	-4 141	-3 282
Personnel expenses		-1 221	-1 041	-4 653	-4 473
Operating result		-2 741	-1 746	-7 072	-6 077
<i>Financial income</i>					
Financial income		7	1	121	115
<i>Financial expenses</i>					
Financial expenses		0	0	-422	-422
<i>Total financial items</i>		7	1	-301	-307
Result after financial items		-2 734	-1 745	-7 373	-6 384
<i>Group contribution</i>					
Group contribution		-	-	14 865	14 865
<i>Tax for the period</i>					
Tax for the period		-	-	6 489	6 489
Net result for the period/Comprehensive income for the period		-2 734	-1 745	13 981	14 970

Parent company balance sheet in summary

KSEK	NOTE	2017-03-31	2016-12-31	2016-03-31
Financial non current assets		329 185	326 359	81 401
Current receivables		1 257	1 238	1 518
Cash and bank		13 798	22 755	56 792
Total assets		344 240	350 352	139 711
Shareholders' equity		207 576	211 509	138 971
Appropriations		126 304	126 304	
Non current liabilities		4 528	7 708	
Current liabilities		5 832	4 831	740
Total liabilities & Shareholders' equity		344 240	350 352	139 711

NOTES

NOTE 1 ACCOUNTING AND VALUATION PRINCIPLES

Stillfront's interim report has been prepared in accordance with IAS 34, Interim Financial Reporting. The consolidated financial statements have been prepared in accordance with IFRS such as adopted by the EU and the relevant references to Chapter 9 of the Swedish Annual Accounts Act. The parent company's financial statements are prepared in accordance with RFR 2, Accounting for Legal Entities and the Swedish Annual Accounts Act. Applied accounting principles are consistent with those stated in the most recent annual report. New or changed standards, with effect from January 1, 2017, have not had any effect on Stillfront's financial reports.

NOTE 2 FAIR VALUES

All liabilities, excluding contingent consideration, are recognized at amortized cost. Financial assets and liabilities are recognized at amortized cost have variable interest rates. The fair value of these are in all material aspects consistent with book value. No financial assets or liabilities have been transferred between valuation categories. Stillfront reports additional consideration in connection with the acquisition of operations. These additional contingent considerations are valued at fair value in accordance with the Tier 3.

NOTE 3 INTANGIBLE ASSETS

Capitalized Development Costs KSEK	2017-03-31	2016-12-31	2016-03-31
<i>Accumulated costs</i>			
Opening balance	88 266	56 131	56 131
External acquisitions	41	-	-
Internally accrued during the year	9 957	30 960	4 548
Translation difference	-386	1 175	187
Closing Balance	97 878	88 266	60 866
<i>Accumulated depreciation/amortization</i>			
Opening balance	-46 484	-40 762	-40 762
This year's depreciations	-1 946	-5 511	-968
Translation difference	59	-211	-53
Closing Balance	-48 371	-46 484	-41 783
Book Value	49 507	41 782	19 083

Goodwill KSEK	2017-03-31	2016-12-31	2016-03-31
<i>Accumulated costs</i>			
Opening balance	196 370	28 344	28 344
Investments in businesses		171 066	-
Other adjustments	-	-	-
Translation difference	-3 485	-3 040	-
Closing Balance	192 885	196 370	28 344
<i>Accumulated depreciation/amortization</i>			
Opening balance	-5 752	-5 752	-5 752
This year's depreciations	-	-	-
Closing Balance	-5 752	-5 752	-5 752
Book Value	187 133	190 618	22 592
Games KSEK			
<i>Accumulated costs</i>			
Opening balance	35 842	-	-
External acquisitions	-	32 296	-
Internally accrued during the year	-	-	-
Translation difference	-743	3 546	-
Closing Balance	35 099	35 842	0
<i>Accumulated depreciation/amortization</i>			
Opening balance	-3 743	-	-
This year's depreciations	-1 760	-3 528	-
Translation difference	83	-215	-
Closing Balance	-5 420	-3 743	0
Book Value	29 679	32 099	0
Total book value of intangible assets	266 319	264 499	41 675

NOTE 4 LONG TERM DEBT

Of long-term liabilities 124.1 MSEK refer to additional contingent consideration.



ABOUT STILLFRONT

Stillfront is a group of independent creators, publishers and distributors of digital games – with a vision to become the leading group of indie game creators and publishers. Stillfront operates through six near-autonomous subsidiaries: Bytro Labs in Germany, Coldwood Interactive in Sweden, Power Challenge in the UK and Sweden, Dorado Online Games in Malta, Simutronics in the United States and Babil Games in UAE and Jordan. Stillfront's games are distributed globally. The main markets are Sweden, Germany, the United States and MENA. For further information, please visit www.stillfront.com.

SELECTED GAMES

Stillfront's portfolio includes games across multiple platforms. *Unravel*, developed by Coldwood in collaboration with Electronic Arts, won 20+ awards at E3 and gamescom and was released in February 2016. *Supremacy 1914* and *Call of War* are high-immersion war strategy games developed by Bytro Labs. *ManagerZone* is a sports management strategy game launched in 2001. *DragonRealms* and *GemStone IV* are MUD-style games with a very loyal player base. *Lara Croft Relic Run™* is a popular mobile game developed by Simutronics.

Nasdaq First North Ticker Symbol: SF

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