

QUARTERLY REPORT1 JANUARY-31 MARCH 2022

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Adventure Box Technology AB (publ) Org. No. 556963-6599

GROUP DEVELOPMENT

Adventure Box Technology consolidated Group	1 Jan -3	l Mar	1 Jan -31 Dec
in thousands SEK	2022	2021	2021
Net sales	0	0	0
Net income	-2,977	-5,887	-45,198
Earnings per share, SEK	-0,20	-0,39	-3,00
Average number of shares, thousands, before dilution	15,070	15,070	15,070
Cash flow after net investment	-6,174	-8,449	-27,184
Cash and bank	23,116	48,768	29,565
Total equity	28,990	71,206	31,967

OUARTER JANUARY 1 - MARCH 31 IN SUMMARY

- The Group's net sales during the quarter were SEK 0 thousand (SEK 0 thousand).
- Net income amounted to SEK -2,977 thousand (SEK -5,887 thousand) or SEK -0.20 (SEK -0.39) per share before dilution.
- \cdot Net cash flow before financial items was SEK -6,174 thousand (SEK -8,449 thousand)
- The company's cash and cash equivalents at the end of the quarter amounted to SEK 23,116 thousand (SEK 48,768 thousand).
- The Group's equity at the end of the quarter amounted to SEK 28,990 thousand (SEK 71,206 thousand).
- · Continued development of Multimaker
- $\boldsymbol{\cdot}$ Multimaker generates twice as long game session times compared to the classic platform
- Multimaker users come more than three times as often from unpaid, organic search results on the Internet

CEO STATEMENT

New data shows Multimaker users come more than three times as often from unpaid, organic search results on search engines such as Google, Yahoo and Bing. With a dedicated team, financial perseverance and a promising Multimaker, we aim to offer an optimal gaming experience within our genre, user-created computer games.

USER-CREATED CONTENT IS THE FUTURE OF THE COMPUTER GAMING INDUSTRY

User-generated content has taken the video industry by storm. However, the computer gaming industry lags because gaming platforms require a more complex solution. There are some platforms for game creators, where Roblox is the most famous, and some upstarts with excellent potential. They have millions of users who create online games that others can enjoy. The experiences are positive and, from a financing perspective, clearly valuable when it comes to how a game can make money.

A user-created game is essentially a social network. User-created gaming platforms also have unique content in user-created items that can be sold on a platform's marketplace. For example, an increasingly popular business model in the computer game world, "Play-to-Earn," offers players financial benefits if they contribute value in the current gaming world.

Adventure Box's focus is to make it even easier to create games with other players, which can drive virality and growth. We can compare the difference between YouTube and TikTok with the difference between complex and simple platforms for user-created games. Our Multimaker is a fast and user-friendly gaming platform.

COSTS IN FOCUS

With lower costs, we aim for the future. Now that we have switched to Multimaker, we have started testing its various parts internally. While much remains to be developed, we know from the data collected what gamers want, and we have a goal with our development. We are working hard to give the platform a solid technical backbone and functionality that stimulates viral spread.

MULTIMAKER DATA SHOWS THAT WE ARE ON THE RIGHT WAY

Recent measurements from Multimaker show that we are on the right track. Although it is in its simplest alpha version, Multimaker generates game session times twice as long compared to our classic platform. At the same time, players are more than three times as likely to come to Multimaker via organic Internet searches. When an alpha product performs well, it bodes well for the future.

Stockholm May 25, 2022

Rickard Riblom CEO, Adventure Box Technology AB (publ)



THE GROUP'S FINANCIAL DEVELOPMENT

FINANCIAL SUMMARY

in thousands SEK (if not otherwise specified)	1 Jan -:	31 Mar	1 Jan -31 Dec
Adventure Box Technology consolidated Group	2022	2021	2021
Net sales	0	0	1
Other revenues	970	1,518	4,635
Total expenses	-3,928	-7,363	-49,770
Earning before interest and tax (EBIT)	-2,958	-5,845	-45,134
Earnings before tax (EBT)	-2,977	-5,887	-45,198
Net income	-2,977	-5,887	-45,198
Cash flow after net investments	-6,174	-8,449	-27,184
Investments in intangible fixed assets, net	-1,916	-2,010	-8,899
Cash and bank	23,116	48,768	29,565
Total equity	28,990	71,206	31,967
Key ratios			
Earnings per share before dilution, SEK	-0.20	-0.39	-3.00
Earnings per share after dilution, SEK	-0.20	-0.39	-3.00
Return on equity, %	neg	neg	neg
Equity by share, SEK	1.92	4.73	2.12
Solvency ratio	81%	90%	78%
Number of employees	8	14	14

QUARTER JANUARY-MARCH 2022

All comparative figures refer to the Adventure Box Group as the subsidiary Adventure Box Incentive AB was formed in June 2020, which is consolidated from the second quarter of 2020.

Net sales

The groups net sales for the first quarter amounted to SEK 0 thousand (SEK 0 thousand).

Expenses

Operating expenses for the period amount to SEK 3,928 thousand (SEK 7,363 thousand) $\,$

Earnings before tax

Earnings before tax amounted to SEK-2,977 thousand (SEK-5,887 thousand) or -0,20 SEK (-0,39 SEK) per share before dilution.

Cash-flow and liquidity

Cash-flow for the period amounted to SEK -6,449 thousand (SEK -8,722 thousand) and net cash-flow before financial items amounted to SEK -6,174 thousand (SEK -8,449 thousand), or -0,41 SEK (-0,56 SEK) per share. Liquid assets by the end of the quarter amounted to SEK 23,116 thousand (SEK 48,468 thousand).

Investments

During the quarter the group has invested SEK 0 thousand (SEK 32 thousand) in tangible assets, and SEK 1,916 thousand (SEK 2,010 thousand) in development expenses.

Equity

The Group's equity amounted to SEK 28,990 thousand (SEK 71,206 thousand) at the end of the quarter or 1,92 SEK (4,73 SEK) per share. The solvency ratio by the end of the period was 81% (90%).

Tax Deficits

Adventure Box's current operations are initially expected to involve tax deficits. There is not enough at present compelling reasons for tax surpluses to be present soon that can defend an activation of the value of the loss carryforwards, why not deferred tax assets has been reported. The tax deficits in the company amount to per 31 Dec, 2021 to 77,332 thousand (SEK 32,907 thousand).

PARENT COMPANY

The company's form of association is a limited liability company and is regulated by the Swedish Companies Act (2005: 551). The board is based in Stockholm. Adventure Box Technology AB (publ) (556963-6599) is the parent company of a group with a total of two companies. Adventure Box owns all the shares in Adventure Box Incentive AB (559244-0241).

Net sales

The parent company's net sales for the period amounted to SEK 0 thousand (SEK 0 thousand).

Expenses

Operating expenses for the period amounted to SEK 3,920 thousand (SEK 7,363 thousand).

Earnings before tax

Earnings after financial items were SEK -2,969 thousand (SEK -5,887 thousand)

Liquidity

Cash and cash equivalents amounted to SEK 23,005 thousand (SEK 48,649 thousand) at the end of the period.

Equity

The parent company's equity at the end of the period amounted to SEK 28,952 thousand (SEK 71,131 thousand) or SEK 1.92 (SEK 4.72) per share. The solvency ratio by the end of the period were 81% (90%).

INCENTIVE SCHEMES FOR PERSONNEL AND CONSULTANTS

The company has three active option programs.

Program 3: 2019:

286,500 warrants which give the holder the right to no later than May 9, 2022, subscribe for a new share in Adventure Box Technology AB (publ) at a subscription price of SEK 9.40 per share. As the price of the company's share for long has been below the exercise price of 9.40 per share, no option holder has exercised the right to convert to shares.

Program 4: 2020 1 & 2:

155,000 warrants that give the holder the right to subscribe for a new share in Adventure Box Technology AB (publ) by 30 September 2023. The average volume weighed stock price of the share was 7.58, and thus the strike rate will be SEK 7.58 x 1.30 = SEK 9.86 per share. Upon full subscription, the warrants bring in SEK 1,528,300 by issuing 155,000 new shares, corresponding to a dilution of approximately 1.03 percent.

Program 5: 2021 1 & 2:

120,000 warrants giving the holder right to subscription of new shares by the support of the warrants that may take place during the period commencing on 1 July 2024 (however, not earlier than the day after the publication of the Company's interim report for the period Q1 2024) up to and including the date that falls 30 calendar days thereafter. The average volume-weighted price during the period was 6.96, giving a subscription price of (9.69 x 1.30) SEK 9.04 per share. As of the date of the proposal, there are 15,069,686 shares in the company. If all warrants that may be issued and transferred are exercised for subscription of shares, the number of shares and votes in the Company will increase by a maximum of 120,000 (subject to possible recalculation of the number of shares according to the terms and conditions of the warrants), corresponding to a dilution of the share capital and votes in the Company of approximately 0.79 percent.

TRANSACTIONS WITH RELATED PARTIES

There were no transactions with related parties during the quarter.

THE COMPANY'S OPERATIONS AND RISK FACTORS

INDUSTRY AND BUSINESS-RELATED RISKS Commercialization

The company was founded in 2014 and has not proven its business model or its earning capacity. The company is dependent on successfully developing and commercializing a platform for creating and sharing computer games. Commercialization is also dependent on the company's revenue models being adapted to the platform, so revenue is generated. Should a commercialization fail, the company's revenues risk not being able to increase to a level where the company is profitable.

Estimated probability that the risk occurs: medium high.

Estimated negative impact on earnings because of lost revenue if the risk occurs: high.

Competitive market

The company is in an early phase and competes with competitors who both have other similar products or substitute products. The competition is particularly fierce and the challenge for the company is great. If the company fails in developing to reach market shares, the result risks being negatively affected because of lower revenues.

Estimated probability that the risk occurs: medium high.

Assessed negative impact on the company's operations, financial position, and earnings if the risk occurs: medium.

Processing of personal data and regulatory risks

The company collects and processes personal data to a certain extent in relation to users and employees. If the company fails in its processing of personal data in accordance with COPPA or other related statutes, or if the company is exposed to infringement, or otherwise inadvertently violates applicable data protection legislation, the company risks claims for damages, among other penalties. If the company mishandles this processing of personal data, it can have a negative impact on the company's results, including injunctions from authorities or increased costs.

Estimated probability that the risk occurs: low.

Estimated negative impact on the company's earnings if the risk occurs: medium.

Dependency on key personnel

Should key personnel or qualified personnel leave the company, and the company fails to recruit qualified personnel, this may adversely affect operations.

Estimated probability that the risk occurs: low.

Assessed negative impact on the company's operations if the risk occurs: funding

Risks related to open source

There is a risk of restrictions on the possibility of commercializing solutions in the event of incorrect use of open-source software. This is a risk that the company's exclusive right to the software ceases and a risk that the company will be obliged to provide source code to third parties. If intellectual property obligations affect Adventure Box, this will have a negative effect on the company's operations and results.

Estimated probability that the risk occurs: low.

Assessed negative impact on the company's operations and earnings if the risk occurs: medium.

Dependency on well-functioning IT systems

The company relies on efficient and uninterrupted operation of multiple IT systems to conduct operations. The company runs the risk of being exposed to data intrusion, virus spread, and other types of crime associated with IT operations. Should extensive breakdowns or other IT operational disruptions occur, the company's opportunities to conduct operations may be affected, which may have a negative impact on the company's operations and results.

Estimated probability that the risk occurs: low.

Assessed negative impact on the company's operations and earnings if the risk occurs: medium.

FINANCIAL RISKS

Future financing needs

The company's board and management continuously evaluate the future capital requirement and available financing options. The company's current financing is sufficient to conduct the planned business activities over the next twelve months. In the future, the company may need to seek additional financing alternatives. Potential risks of alternative can include unfavorable financing terms or inability to secure financing.

Estimated probability that the risk occurs: medium high.

Estimated negative impact on the company's earnings and financial position if the risk occurs: medium

EMPLOYEES

The number of employees by the end of the period were 8 (14) and the number of consultants 3 (6).

THE BOARD'S DECLARATION

The Board of Directors and the CEO assure that this interim report provides a true and fair view of the company's operations, position, and earnings, and describes the material risks and uncertainties that the company faces.

This interim report has not been subject to review by the company's auditors.

Stockholm May 25, 2022

The Board of Directors

Adventure Box Technology AB (publ)



COMPRISED INCOME STATEMENT, GROUP

in thousands SEK (if not otherwise specified)	(if not otherwise specified) 1 Jan -31 Mar		1 Jan -31 Dec	
Adventure Box Technology consolidated group	2022	2021	2021	
Revenues				
Net sales	0	0	1	
Capitalized development expenses	811	1,205	3,847	
Other revenues	159	313	788	
Total revenues	970	1,518	4,636	
Operating expenses				
Purchased services	-123	-540	-2,402	
External expenses	-1,197	-1,852	-6,738	
Personnel expenses	-1,844	-3,181	-13,686	
Depreciation and revaluations	-729	-1,790	-7,606	
Retirement of capitalized development expenses	-35	0	-19,338	
Total operating expenses	-3,928	-7,363	-49,770	
Earnings before interest and tax (EBIT)	-2,958	-5,845	-45,134	
Financial income and expenses				
Financial net	-19	-42	-64	
Earnings before tax (EBT)	-2,977	-5,887	-45,198	
Income tax	0	0	0	
Net income	-2,977	-5,887	-45,198	
Average amount of shares, before dilution, 000's	15,070	15,070	15,070	
Average amount of shares, after dilution, 000's	16,818	16,818	16,818	
The number of shares on closing date, before dilution, 000's	15,070	15,070	15,070	
The number of shares on closing date, after dilution, 000's	16,818	16,818	16,818	
Earnings per share, before dilution, SEK	-0.20	-0.39	-3.00	
Earnings per share, after dilution, SEK	-0.20	-0.39	-3.00	

COMPRISED BALANCE SHEET, GROUP

in thousands SEK	31	31 Mar	
Adventure Box Technology consolidated group	2022	2021	2021
ASSETS			
Non-currentassets			
Inangible assets			
Capitalized development expenses	10,969	28,384	9,741
Tangible assets			
Machinery & equipment	441	56	482
Total,non-current,assets	11,410	28,440	10,223
Current Assets			
Accounts receivables and other current assets	1,261	1,643	994
Cash and bank	23,116	48,768	29,565
Total current assets	24,377	50,411	30,559
TOTAL ASSETS	35,787	78,851	40,782
EQUITY and LIABILITIES			
Equity			
Restricted equity	12,476	23,732	11,248
non-restricted equity	16,514	47,474	20,719
Total equity	28,990	71,206	31,967
Provisions and liabilities			
Long-term liabilities	1,417	3,417	1,692
Current liabilities	5,380	4,228	7,123
Total provisions and liabilities	6,797	7,645	8,815
TOTAL EQUITY AND LIABILITIES	35,787	78,851	40,782

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

in thousands SEK

Adventure Box Technology AB, 1 Jan-31 Dec 2021	Share capital	Fund for development expenses	Other capital contributions	Retained earnings	This period´s income	Total shareholder's equity
Opening balance 2021-01-01	1,507	19,701	108,835	-32,430	-20,520	77,093
Income						
Appropriation of last year's income				-20,520	20,520	
Change of fund for developmnet expenses		-9,960		9,960		
Net income for period					-45,198	-45,198
Total income		-9,960	0	-10,560	-24,678	-45,198
Transactions with shareholders						
Option premiums received			72			72
Total transactions with shareholders	0	0	72	0	0	72
Closing balance 2021-12-31	1,507	9,741	108,907	-42,990	-45,198	31,967
Adventure Box Technology AB, 1 Jan-31 N	1ar 2021					
Opening balance 2021-01-01	1,507	19,701	108,835	-32,430	-20,520	77,093
Income						
Appropriation of last year's income				-20,520	20,520	
Change of fund for developmnet expenses		2,524		-2,524		
Net income for period					-5,887	-5,887
Total income	0	2,524	0	-23,044	14,633	-5,887
Transactions with shareholders						
Total transactions with shareholders	0	0	0	0	0	0
Closing balance 2021-03-31	1,507	22,225	108,835	-55,474	-5,887	71,206
Adventure Box Technology Group, 1 Jan	-31 Mar 202	2				
Opening balance 2022-01-01	1,507	9,741	108,907	-42,990	-45,198	31,967
Income						
Appropriation of last year's income				-45,198	45,198	
Change of fund for developmnet expenses		1,228		-1,228		0
Net income for period					-2,977	-2,977
Total income	0	1,228	0	-46,426	42,221	-2,977
Transactions with shareholders						
Option premiums received						16
Total transactions with shareholders	0	0	0	0	0	0
Closing balance 2022-03-31	1,507	10,969	108,907	-89,416	-2,977	28,990

COMPRISED STATEMENT OF CASH FLOW, GROUP

in thousands SEK	1 Jan -	1 Jan -31 Mar	
Adventure Box Technology consolidated group	2022	2021	2021
Operating activities			
Earnings after financial items	-2,977	-5,887	-45,198
Depreciation	729	1,790	7,606
Retirement of capitalized development expenses	0	0	19,320
Taxes paid	0	0	-34
Cash flow from operating activites	-2,248	-4,097	-18,306
before change in working capital			
Change in working capital	-2,010	-2,310	596
Cash flow from operating activites	-4,258	-6,407	-17,710
Investment activities			
Investments in intangible fixed assets, net	-1,916	-2,010	-8,899
Investments in tangible fixed assets, net	0	-32	-575
Cash flow from investing activites	-1,916	-2,042	-9,474
Cash flow after net investment	-6,174	-8,449	-27,184
Financing activities			
Repayments on loans	-275	-273	-813
Capital injections	0	0	72
Cash flow from financing activites	-275	-273	-741
CASH FLOW FOR THE PERIOD	-6,449	-8,722	-27,925
Liquid assets beginning of period	29,565	57,490	57,490
Liquid assets at end of period	23,116	48,768	29,565

COMPRISED INCOME STATEMENT, PARENT COMPANY

in thousands SEK	1 Jan -	1 Jan -31 Mar	
Adventure Box Technology AB	2022	2021	2021
Revenues		,	
Net sales	0	0	1
Capitalized development expenses	811	1,205	3,847
Other revenues	159	313	788
Total revenues	970	1,518	4,636
Operating expenses			
Purchased services	-123	-540	-2,402
External expenses	-1,189	-1,852	-6,707
Personnel expenses	-1,844	-3,181	-13,686
Depreciation and revaluations	-729	-1,790	-7,606
Retirement of capitalized development expenses	-35	0	-19,338
Total operating expenses	-3,920	-7,363	-49,739
Earnings before interest and tax (EBIT)	-2,950	-5,845	-45,103
Financial income and expenses			
Financial net	-19	-42	-64
Earnings before tax (EBT)	-2,969	-5,887	-45,167
Income tax	0	0	0
Net income	-2,969	-5,887	-45,167

COMPRISED BALANCE SHEET, PARENT COMPANY

in thousands SEK		31 Mar	
Adventure Box Technology AB	2022	2021	2021
ASSETS			
Non-current assets			
Inangible assets			
Capitalized development expenses	10,969	28,384	9,741
Tangible assets			
Machinery & equipment	441	56	482
Financial assets			
Shares in subsidiaries	25	25	25
Total non-current assets	11,435	28,465	10,248
Current Assets			
Intercompany receivables	37	6	43
Accounts receivables and other current assets	1,261	1,628	969
Cash and bank	23,005	48,649	29,446
Total current assets	24,303	50,283	30,458
TOTAL ASSETS	35,738	78,748	40,706
Equity and liabilities			
Equity			
Restricted equity	12,476	23,732	11,248
non-restricted equity	16,476	47,399	20,674
Total equity	28,952	71,131	31,922
Provisions and liabilities			
Long-term liabilities	1,417	3,417	1,717
Current liabilities	5,369	4,200	7,067
Total provisions and liabilities	6,786	7,617	8,784
TOTAL EQUITY AND LIABILITIES	35,738	78,748	40,706

NOTES

Note 1. ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with the Swedish Annual Reports Act and the Swedish Financial Reporting Board's recommendation BFNAR 2012:1 (K3).

The companies accounting principles and calculation bases for the report are unchanged compared with the annual report for 2021.

DEFINITIONS AND KEY RATIOS

Earnings per share

Net income divided by the average number of shares.

Average number of shares

The average number of shares of Adventure Box Technology AB have been calculated as the number of shares outstanding after each capital injection times the number of days the shares have been outstanding.

Solvency ratio

Equity in relation to the total assets of the company.

Return on equity

Net income in relation to the average equity of the company.

Equity per share

Equity in relation to the number of shares outstanding on the balance date.

Cash-flow from operations per share

Cash-flow from operations in relation to the average number of shares.

Cash-flow per share

Cash flow for the period divided by the average number of shares.

UPCOMING REPORTS

2022-08-26 Quarterly report Q2 2022

2022-11-25 Quarterly report Q3 2022

2023-02-28 Year-end report 2022

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