



-TECHNOLOGY-

QUARTERLY REPORT

1 JANUARY-31 MARCH 2023

QUARTERLY REPORT

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Adventure Box Technology AB (publ)

Org. Nr. 556963-6599

GROUP DEVELOPMENT

Adventure Box Technology consolidated Group in thousands SEK	1 Jan -31 Mar		1 Jan -31 Dec
	2023	2022	2022
Net sales	346	0	501
Net income	-4,487	-2,977	-24,918
Earnings per share, SEK	-0,15	-0,20	-1,34
Average number of shares, thousands, before dilution	30,139	15,070	18,544
Cash flow after net investment	-3,901	-6,174	-17,113
Cash and bank	7,226	23,116	11,377
Total equity	24,055	28,990	28,582

QUARTER JANUARY 1 – MARCH 31 IN SUMMARY

- The group's net sales during the quarter were SEK 346 thousand (SEK 0 thousand).
- Net income amounted to SEK -4,487 thousand (SEK -2,977 thousand) or SEK -0.15 (SEK -0.20) per share before dilution.
- Net cash flow before financial items was SEK -3,901 thousand (SEK -6,174 thousand)
- The group's cash and cash equivalents at the end of the quarter amounted to SEK 7,226 thousand (SEK 23,116 thousand).
- The group's equity amounted to SEK 24,055 thousand (SEK 28,990 thousand) at the end of the quarter.

SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD

- Continued development of the gaming platform KoGaMa with a focus on new social functions, mobile compatibility, and revenue generation



CEO STATEMENT

STRONG GROWTH IN USER ENGAGEMENT AND PLATFORM SECURITY

In the past quarter, we have seen considerable enhancements to our platform, both in terms of the creative possibilities available to users and in the overall security of our systems. We are proud to announce that over 20% of our user base is now actively creating and sharing content. This dynamic engagement is the heartbeat of our platform and a clear indicator of the value we provide to our users.

IN-GAME REWARDED ADS IMPLEMENTATION FOR BETTER USER EXPERIENCE AND REVENUE BOOST

Our team continues to work on the implementation of in-game rewarded ads. This is an initiative designed to not only elevate the user experience but also to bolster our revenue stream. The integration of such a rewarding system will provide a beneficial ecosystem for our users and our platform alike.

EXPANDING OUR REACH: THE POWER OF PARTNERSHIPS TO AMPLIFY USER-GENERATED CONTENT

In addition, we are concentrating our efforts on securing an increasing number of partnerships to publish our user-generated content. We believe that these partnerships will magnify the reach and impact of the creative output generated by our users, while simultaneously fueling our growth.

AI INTEGRATION FOR NO-CODE PLATFORM: A TRANSFORMATIVE OPPORTUNITY

As we look to the future, we recognize the transformative potential of artificial intelligence (AI) in the realm of no-code products like ours. We have spent time investigating the opportunities that AI presents for our platform. We believe that integrating AI capabilities will unlock new levels of creativity, personalization, and efficiency for our users, and ensure our competitiveness in a rapidly evolving market.

We are excited about the road ahead and we appreciate your support as we continue to innovate, improve, and grow.

Stockholm May 25, 2023

Michal Bendtsen
CEO

THE GROUP'S FINANCIAL DEVELOPMENT

FINANCIAL SUMMARY

in thousands SEK (if not otherwise specified) Adventure Box Technology consolidated Group	1 Jan -31 Mar		1 Jan -31 Dec
	2023	2022	2022
Net sales	346	0	501
Other revenues	0	159	459
Total expenses	-5,325	-3,928	-29,058
Earning before interest and tax (EBIT)	-4,640	-2,958	-25,057
Earnings before tax (EBT)	-4,668	-2,977	-25,099
Net income	-4,487	-2,977	-24,918
Cash flow after net investments	-3,901	-6,174	-17,113
Investments in intangible fixed assets, net	-769	-1,916	-6,377
Cash and bank	7,226	23,116	11,377
Total equity	24,055	28,990	28,582
Key ratios			
Earnings per share before dilution, SEK	-0.15	-0.20	-1.34
Earnings per share after dilution, SEK	-0.15	-0.20	-1.34
Return on equity, %	neg	neg	neg
Equity by share, SEK	0.80	1.92	1.90
Solvency ratio	79%	81%	81%
Number of employees	10	11	12

QUARTER JANUARY- MARCH 2023

All comparative figures refer to the Adventure Box group when the subsidiary Adventure Box Incentive AB was formed in June 2020, which is consolidated from the second quarter of 2020, and that the acquisition of Multiverse ApS including its subsidiary Kogama Works ApS is consolidated from 7 October 2022.

Net sales

The groups net sales for the first quarter amounted to SEK 346 thousand (SEK 0 thousand).

Expenses

The costs during the quarter amounted to SEK 5,325 thousand (SEK 3,928 thousand). The increase is due to higher personnel costs due to consolidation of the Danish part of the business as well as increased depreciation compared to the previous year due to depreciation of acquired development expenses, brand, and goodwill.

Earnings before tax

Earnings before tax amounted to SEK -4,487 thousand (SEK -2,977 thousand) or SEK -0.15 (SEK -0.20) per share before dilution. The deterioration in earnings is due to higher personnel costs and higher depreciation compared to the same period last year.

Cash-flow and liquidity

The quarter's cash flow amounted to SEK -4,151 thousand (SEK -6,449 thousand) and the net cash flow before financial items amounted to SEK -3,901 thousand (SEK -6,174 thousand), or SEK -0.13 (SEK -0.41) per share before dilution. Cash and cash equivalents at the end of the period were SEK 7,226 thousand (SEK 23,116 thousand).

The board assesses that there are challenges regarding continued operations and therefore sees it as crucial that the group increases its profitability and carries out the planned capital raising during the end of 2023 or the beginning of 2024. The board makes the assessment that the group has good conditions to carry out capital raising to ensure the group's continued operation and at the same time be able to implement strategic investments in the short and long term.

Investments

During the quarter, the group invested SEK 0 thousand (SEK 0 thousand) in tangible fixed assets and SEK 769 thousand (SEK 1,916 thousand) was invested in development.

Equity

Equity in the group at the end of the quarter amounted to SEK 24,055 thousand (SEK 28,990 thousand) or SEK 0.80 (SEK 1.92) per share. The solvency ratio at the end of the period was 79% (81%).

Tax Deficits

Adventure Box's current operations are initially expected to result in tax losses. There are currently not sufficiently convincing reasons that suggest that tax surpluses will exist in the near future that can justify capitalizing the value of the loss carry-forwards, which is why the deferred tax asset has not been reported. The tax deficits in the company amount to SEK 103,114 thousand (SEK 78,045 thousand) as of 31 Dec 2022.

PARENT COMPANY

The company's form of association is a limited liability company and is regulated by the Companies Act (2005:551). The board has its seat in Stockholm. Adventure Box Technology AB (publ) (556963-6599) is the parent company of a group with a total of three companies. Adventure Box Technology AB (publ) owns all shares in Adventure Box Incentive AB (559244-0241) and Multiverse ApS in Copenhagen (297596), which in turn owns 100% in Kogama Works ApS (1574953).

QUARTER JANUARY - MARCH 2023

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 3,480 thousand (SEK 3,920 thousand).

Earnings before tax

Earnings after financial items were SEK -2,833 thousand (SEK -2,969 thousand)

Liquidity

Cash and cash equivalents amounted to SEK 6,418 thousand (SEK 23,005 thousand) at the end of the period.

Equity

Equity in the parent company at the end of the quarter amounted to SEK 27,241 thousand (SEK 28,952 thousand) or SEK 0.90 (SEK 1.92) per share. The equity ratio at the end of the quarter was 89% (81%). The number of shares in the company after the acquisition on October 7 by Multiverse ApS through a non-cash issue amounts to 30,139,372 and the share capital is SEK 3,013,937.20.

INCENTIVE SCHEMES FOR PERSONNEL AND CONSULTANTS

The company has two active option programs.

Program 4:2020 1&2

155,000 warrants which give the holder the right to subscribe for a new share in Adventure Box Technology AB (publ) by 30 September 2023 at the latest. The average volume-weighted price during the period was 7.58, which is why the subscription price is (7.58 x 1.30) SEK 9.86 per share. When fully subscribed, the warrants bring in SEK 1,528,300 by issuing 155,000 new shares, which corresponds to a dilution of approximately 0.52 percent.

Program 5:2021 1&2

120,000 warrants that give the holder the right to make a new subscription for shares with the support of the warrants can take place during the period from and including July 1, 2024 (but at the earliest the day after the issuance of the company's interim report for the period Q1 2024) up to and including the day that falls on 30 calendar days thereafter. The average volume-weighted price during the period was 6.96, which is why the subscription price is (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 the warrants that can be issued and transferred are used for the 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 warrant conditions) which corresponds to a dilution of the share capital and votes in the company if about 0.395 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.

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.

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 claim 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: medium

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 needs and which financing options are available. The company's assessment is that the current financing is not sufficient to carry out the business to the extent planned for the next twelve months and that there is a risk that the financing alternatives that are sought will take place on unfavorable terms for the company or will not materialize at all.

Assessed likelihood of the risk occurring: high.

Assessed negative impact on the company's results and financial position if the risk occurs: high

EMPLOYEES

The number of employees by the end of the period were 10 (11) and the number of consultants 2 (3).

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.

Stockholm May 25, 2023

The Board of Directors

Adventure Box Technology AB (publ)

COMPRISED INCOME STATEMENT, GROUP

in thousands SEK (if not otherwise specified)	1 Jan -31 Mar		1 Jan - 31 Dec
Adventure Box Technology consolidated group	2023	2022	2022
<i>Revenues</i>			
Net sales	346	0	501
Capitalized development expenses	339	811	3,041
Other revenues	0	159	459
Total revenues	685	970	4,001
<i>Operating expenses</i>			
Purchased services	-288	-123	-165
External expenses	-1,135	-1,197	-4,373
Personnel expenses	-2,500	-1,844	-7,808
Depreciation and revaluations	-1,396	-729	-4,007
Retirement of capitalized development expenses	-6	-35	-12,705
Total operating expenses	-5,325	-3,928	-29,058
Earnings before interest and tax (EBIT)	-4,640	-2,958	-25,057
<i>Financial income and expenses</i>			
Financial net	-28	-19	-42
Earnings before tax (EBT)	-4,668	-2,977	-25,099
Income tax	181	0	181
Net income	-4,487	-2,977	-24,918
Average amount of shares, before dilution, 000's	30,139	15,070	18,544
Average amount of shares, after dilution, 000's	31,887	16,818	20,292
The number of shares on closing date, before dilution, 000's	30,139	15,070	30,139
The number of shares on closing date, after dilution, 000's	31,887	16,818	31,887
Earnings per share, before dilution, SEK	-0.15	-0.20	-1.34
Earnings per share, after dilution, SEK	-0.15	-0.20	-1.34

COMPRISED BALANCE SHEET, GROUP

in thousands SEK	31 Mar		31 Dec
Adventure Box Technology consolidated group	2023	2022	2022
<i>ASSETS</i>			
<i>Non-current assets</i>			
<i>Intangible assets</i>			
Capitalized development expenses	7 044	10 969	6 477
Trade marks	6 722	0	7 095
Goodwill	7 186	0	7 585
<i>Tangible assets</i>			
Machinery & equipment	288	441	325
<i>Financial non-current assets</i>			
Deposits	37	0	10
Total non-current assets	21 277	11 410	21 492
<i>Current Assets</i>			
Trade receivables and other current assets	1 800	1 261	2 581
Cash and bank	7 226	23 116	11 377
Total current assets	9 026	24 377	13 958
TOTAL ASSETS	30 303	35 787	35 450
<i>EQUITY and LIABILITIES</i>			
<i>Equity</i>			
Restricted equity	4 683	12 476	3 914
non-restricted equity	19 372	16 514	24 668
Total equity	24 055	28 990	28 582
<i>Provisions and liabilities</i>			
Deferred tax	2 430	0	2 611
Long-term liabilities	667	1 417	667
Current liabilities	3 151	5 380	3 590
Total provisions and liabilities	6 248	6 797	6 868
TOTAL EQUITY AND LIABILITIES	30 303	35 787	35 450

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

in thousands SEK

Adventure Box Technology AB, 1 Jan 2022-31 Mar 2022	Share capital	Fund for development expenses	Other capital contributions	Translation reserve	Retained earnings	This period's income	Total shareholder's equity
Opening balance 2022-01-01	1 507	9 741	108 907		-42 990	-45 198	31 967
<i>Income</i>							
Appropriation of last year's earnings					-45 198	45 198	
Change of fund for development expenses		1 228			-1 228		
Net income for the year						-2 977	-2 977
Total earnings	0	1 228	0	0	-46 426	42 221	-2 977
<i>Transactions with shareholders</i>							
Total transactions with shareholders	0	0	72	0	0	0	0
Closing balance 2022-03-31	1 507	10 969	108 907	0	-89 416	-2 977	28 990
Adventure Box Technology AB, 1 Jan 2022-31 Dec 2022							
Opening balance 2022-01-01	1 507	9 741	108 907	0	-42 990	-45 198	31 967
<i>Income</i>							
Appropriation of last year's earnings					-45 198	45 198	
Change of fund for development expenses		-8 841			8 841		
Translation reserve				59			59
Net earnings for period						-24 918	-24 918
Total earnings	0	-8 841	0	59	-36 357	20 280	-24 859
<i>Transactions with shareholders</i>							
Warrant premiums received	1 507		19 967				21 474
Total transactions with shareholders	1 507	0	19 967	0	0	0	21 474
Closing balance 2022-12-31	3 014	900	128 874	59	-79 347	-24 918	28 582
Adventure Box Technology AB, 1 Jan 2023-31 Mars 2023							
Opening balance 2023-01-01	3 014	900	128 874	59	-79 347	-24 918	28 582
<i>Income</i>							
Change of fund for development expenses		769			-769		0
Translation reserve				-40			-40
Årets resultat						-4 487	-4 487
Total earnings	0	769	0	-40	-769	-4 487	-4 527
<i>Transactions with shareholders</i>							
Warrant premiums received							0
Total transactions with shareholders	0	0	0	0	0	0	0
Closing balance 2023-03-31	3 014	1 669	128 874	19	-80 116	-29 405	24 055

COMPRISED STATEMENT OF CASH FLOW , GROUP

in thousands SEK	1 Jan - 31 Mar		31 Dec
Adventure Box Technology consolidated group	2023	2022	2022
<i>Operating activities</i>			
Earnings after financial items	-4,668	-2,977	-23,337
Depreciation	1,396	729	2,728
Retirement of capitalized development expenses	0	0	12,647
Other non-cash items	-181	0	0
Taxes paid	0	0	-101
Cash flow from operating activities	-3,453	-2,248	-8,063
before change in working capital			
Change in working capital	348	-2,010	-3,909
Cash flow from operating activities	-3,105	-4,258	-11,972
<i>Investment activities</i>			
Repayment of deposits	-769	-1,916	-6,377
Investments in intangible fixed assets, net	0	0	1,236
Liquidity effect of acquisition of subsidiary	-27	0	0
Investments in tangible fixed assets, net	-796	-1,916	-5,141
Cash flow after net investment	-3,901	-6,174	-17,113
<i>Financing activities</i>			
Repayments on loans	-250	-275	-1,075
Cash flow from financing activities	-250	-275	-1,075
CASH FLOW FOR THE PERIOD	-4,151	-6,449	-18,188
Liquid assets beginning of period	11,377	29,565	29,565
Liquid assets at end of period	7,226	23,116	11,377

COMPRISED INCOME STATEMENT, PARENT COMPANY

in thousands SEK	1 Jan - 31 Mar		31 Dec
Adventure Box Technology AB	2023	2022	2022
<i>Revenues</i>			
Net sales	0	0	0
Capitalized development expenses	339	811	3,041
Other revenues	336	159	459
Total revenues	675	970	3,500
<i>Operating expenses</i>			
Purchased services	-59	-123	85
External expenses	-988	-1,189	-4,145
Personnel expenses	-2,343	-1,844	-7,287
Depreciation and revaluations	-84	-729	-2,728
Retirement of capitalized development expenses	-6	-35	-12,705
Total operating expenses	-3,480	-3,920	-26,780
Earnings before interest and tax (EBIT)	-2,805	-2,950	-23,280
<i>Financial income and expenses</i>			
Financial net	-28	-19	-42
Earnings before tax (EBT)	-2,833	-2,969	-23,322
Income tax	0	0	0
Net income	-2,833	-2,969	-23,322

COMPRISED BALANCE SHEET, PARENT COMPANY

in thousands SEK	31 Mars		31 Dec
Adventure Box Technology AB	2023	2022	2022
<i>ASSETS</i>			
<i>Non-current assets</i>			
<i>Inangible assets</i>			
Capitalized development expenses	1,621	10,969	900
<i>Tangible assets</i>			
Machinery & equipment	289	441	325
<i>Financial assets</i>			
Shares in subsidiaries	21,499	25	21,499
Total non-current assets	23,409	11,435	22,724
<i>Current Assets</i>			
Intercompany receivables	58	37	58
Accounts receivables and other current assets	867	1,261	1,267
Cash and bank	6,418	23,005	10,016
Total current assets	7,343	24,303	11,341
TOTAL ASSETS	30,752	35,738	34,065
<i>Equity and liabilities</i>			
<i>Equity</i>			
Share capital	3,014	1,507	3,014
Fund for development expenses	1,621	10,969	900
Total restricted equity	4,635	12,476	3,914
Share premium	128,667	108,700	128,667
Retained earnings	-103,228	-89,255	-79,185
This year's earnings	-2,833	-2,969	-23,322
non-restricted equity	22,606	16,476	26,160
Total equity	27,241	28,952	30,074
<i>Provisions and liabilities</i>			
Long-term liabilities	667	1,417	667
Current liabilities	2,844	5,369	3,324
Total provisions and liabilities	3,511	6,786	3,991
TOTAL EQUITY AND LIABILITIES	30,752	35,738	34,065

STATEMENT OF CHANGES IN EQUITY

in thousands SEK

Adventure Box Technology AB, 1 jan 2022-31 dec 2022	Share capital	Fund for development expenses	Share premium	Retained earnings	This period's income	Total shareholder's equity
Opening balance 2022-01-01	1,507	9,741	108,700	-42,859	-45,167	31,922
<i>Earnings</i>						
Appropriation of last year's earnings				-45,167	45,167	
Change of fund for development expenses		-8,841		8,841		
Net earnings for the year					-23,322	-23,322
Total earnings		-8,841	0	-36,326	-21,845	-23,322
<i>Transactions with shareholders</i>						
Capital injection	1,507		19,967	0		21,474
Total transactions with shareholders	1,507	0	19,967	0	0	21,474
Closing balance 2022-12-31	3,014	900	128,667	-79,185	-23,322	30,074
Adventure Box Technology AB, 1 jan 2023-31 mars 2023						
Opening balance 2023-01-01	3,014	900	128,667	-79,185	-23,322	30,074
<i>Earnings</i>						
Appropriation of last year's earnings				-23,322	23,322	
Change of fund for development expenses		769		-769		0
Net earnings for the year					-2,833	-2,833
Total earnings	0	769	0	-24,091	20,489	-2,833
<i>Transactions with shareholders</i>						
Capital injection						0
Total transactions with shareholders	0	0	0	0	0	0
Closing balance 2022-12-31	3,014	1,669	128,667	-103,276	-2,833	27,241



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

2023-08-25 Quarterly report Q2

2023-11-24 Quarterly report Q3

2024-02-29 Year-end report 2023

For more information, please contact:

Michal Bendtsen +45 (0)26 355 377

mb@kogama.com

Sveavägen 166

113 46 STOCKHOLM

Sweden

corp.adventurebox.com