

4th of May 2023

# Interim Report January - March 2023



This is a translated version of the Swedish original, in case of deviations is the Swedish version considered to be the one to apply. This information is such information that Everysport Group AB (publ.) is required to publish in accordance with the EU Market Abuse Regulation. The information was provided, through the agency of the above contact person, for publication on the 4th of May 2023.



### Summary of the first quarter 2023:

Net sales	43,5 mkr (50,3 mkr)
Adjusted EBITDA	3,6 mkr (5,6 mkr)
EBITDA	4,4 mkr (5,6 mkr)
Adjusted EBIT	-3,9 mkr (-5,6 mkr)
Profit after financial items	-7,6 mkr (-7,4 mkr)
Earnings per share	-1,30 kr (-1,10 kr)

*“The business area Everysport Media reports a strong beginning of the year with increased net sales, positive EBIT and profit contribution. The strategically important B2C revenues increased by more than 20 percent as a result of once again breaking the record number of monthly subscribers in combination with price adjustments. In Q1, we continued to execute on the strategic review of the padel portfolio and significantly reduced the number of facilities, which enables continued investments in the core business. The group's results are affected by non-recurring effects totaling SEK 2.3 million attributable to Every Padel.”*

From Hannes Andersson's CEO statement

Financial summary (tkr)	Note	JAN - MAR 2023	JAN - MAR 2022	JAN - MAR 2022
Adjusted EBITDA	3	3 574	5 645	14 845
EBITDA		4 353	5 645	8 245
Adjusted EBIT	3	-3 900	-5 606	-35 483
EBIT		-6 172	-5 606	-39 683
Adjusted profit/loss after tax	3	-5 377	-7 060	-39 820
Profit/loss after tax		-7 649	-7 060	-40 020

# From the CEO, Hannes Andersson,



The business area Everysport Media reports a strong beginning of the year with increased net sales, positive EBIT and profit contribution. The strategically important B2C revenues increased by more than 20 percent as a result of once again breaking the record number of monthly subscribers in combination with price adjustments. In Q1, we continued to execute on the strategic review of the padel portfolio and significantly reduced the number of facilities, which enables continued investments in the core business. The Group's results are affected by non-recurring effects totaling SEK 2.3 million attributable to Every Padel.

## The Group's development

In the first quarter, the Group's net sales amounted to SEK 43.5 million (50.3), the decrease in sales is mainly explained by a reduced padel portfolio. Adjusted EBITDA amounted to SEK 3.6 million (5.6) and adjusted operating profit after depreciation (EBIT) amounted to SEK -3.9 million (-5.6). Items affecting comparability include disposed rent contracts in connection with the divestment of 80 percent of the shares in the subsidiaries Uppsala Padelcenter AB and Every Padel i Västerås AB. The result in the period is affected by non-recurring effects totaling SEK 2.3 million attributable to Every Padel. Please see note 3 on page 18 for more information about the adjustments and one-off effects.

## High growth in subscription revenues B2C

The business area Everysport Media increased net sales by 2.1 percent to SEK 32.6 million, corresponding to 75 percent of the Group's total sales in the quarter. It is noteworthy that the strategically important B2C revenues in media grew by over 20 percent compared to the previous year, attributable to continued growth in the number of subscribers from previous record levels and implemented price increases.

## New record number of subscribers

The total number of subscribers on a monthly basis at the end of the quarter amounted to 32,290 (24,687),

corresponding to an increase of 31 percent compared to the same period last year. The fact that we manage to continue to grow the number of subscribers while implementing price adjustments is a good testimony to our offer and business model. That said, we remain humbled by the fact that consumers' disposable income is decreasing due to increased inflation and higher interest rates.

## New agreements with Svenska Spel and TT

While the development in padel has not been as desired, Everysport stands stronger than in a long time with a profitable core business in the quarter. During the period, we have signed agreements with both Svenska Spel Sport & Casino and TT Nyhetsbyrån regarding sports content. Both agreements are strategically important and started generating revenue from April 2023. In addition, Inmarschlåten - a documentary series, produced together with Expressen, about three football teams in Allsvenskan and their theme songs premiered during the quarter. Supported by a continued positive development in the number of subscribers and several new exciting projects, we remain optimistic about the development of the media business in both the short and long term.

## EP is expected to contribute substantially during 2023

Above all, it is the development of Elite Prospects that remains favorable, with strong growth in the number of subscribers, which at the end of the quarter amounted to 19,822 (13,750) - an increase corresponding to 44 percent. Revenues from the site is expected to amount to almost SEK 40 million in 2023 with a large share of recurring revenue. After recently launching a new editorial offer, the focus in 2023 is to add social components and new data points, thus building an even stronger community.

## **Interim Report January - March 2023**

### **Everysport Group AB (publ)**

#### **Forward looking statement**

Going forward, we intend to continue to strengthen our offering in the traditional sports media business as well as develop products and launch new business initiatives linked to the Elite Prospects brand. In the quarter, we executed on the communicated plan regarding Every Padel. At the time of this writing, the portfolio has been reduced from nine to three wholly owned facilities, and we have high hopes of divesting one more in the near future. Overall, our previous assessment of a gradual improvement in earnings in 2023 remains.

Stockholm, May 4, 2023

**Hannes Andersson**

Group CEO



## Significant events during and after the period end

- On January 9, 2023, Everysport announced the results of a strategic review within Every Padel, which involves streamlining the stock from nine to five facilities. Implemented efforts have produced a positive net effect of a total of approx. SEK 10m during the fourth quarter of 2022 and are estimated to provide a total profit improvement of approx. SEK 13m in 2023 in comparison with the full year of 2022.
- On January 11, 2023, Everysport announced that the hockey site Elite Prospects broke a new traffic record during the JVM in December 2022.
- On January 24, 2023, Everysport announced that the company won Svenska Spel Sport & Casino's procurement of sports news. The agreement has an initial contract period of two years starting on April 1, 2023.
- On March 31, 2023 Everysport entered into an agreement with Grundbulten 1117333 AB under name change to Padel och Träning AB on the divestment of 80 percent of the subsidiaries Uppsala Padelcenter AB and Every Padel i Västerås AB. The agreement also includes an option for the buyer to acquire Everysport's remaining share of 20 percent. The purchase price amounts to a total of SEK 12.5 million, of which SEK 1 million is paid in cash and the remaining SEK 11.5 million through a promissory note that is amortised over a five-year period. The closing date was 1 April 2023.



## Interim Report January - March 2023

### Everysport Group AB (publ)

## Net Sales, earnings and financial position during the period

### Net sales

The Group's net sales in the first quarter amounted to SEK 43.5 million (50.3), a decrease corresponding to 14 percent.

Net sales in the business area Everysport Media increased by 2.4 percent to SEK 32.6 million (31.9) due to strong growth in B2C revenues, as a result of continued growth in the number of monthly subscribers and implemented price increases.

Advertising revenues were stable in line with the previous quarter, although lower compared to the corresponding period last year.

Net sales in the business area Every Padel amounted to SEK 10.9 million (18.5). The decrease is mainly explained by a reduced padel portfolio.

### Net Sales per segment

#### Business to Business (B2B)

Net sales in B2B amounted to SEK 19.4 million (26.6). The decrease is attributable to both of the Group's business areas. In Everysport Media, the decrease is mainly explained by a weaker advertising market compared to the corresponding period last year, and in Every Padel by fewer completed corporate events.

#### Business to Consumer (B2C)

Net sales in B2C amounted to SEK 24.1 million (27.5). The entire decrease is attributable to business area Every Padel and is explained by fewer bookings as a consequence of a reduced padel portfolio.

Net sales in the B2C segment in Everysport Media increased by 21 percent due to continued strong growth in the number of subscribers and implemented price adjustments.

During the quarter, Elite Prospects accounted for the largest part of the growth in both sales and number of subscribers within Everysport Media. The number of paying subscribers on Elite Prospects at the end of the period amounted to 19,822 (13,750) - an increase of 44 percent compared to the corresponding period last year.

At the end of the period, the total number of paying subscribers in Everysport Media amounted to 32,290 (24,687) - an increase of 31 percent compared to the corresponding period last year.

### EBITDA

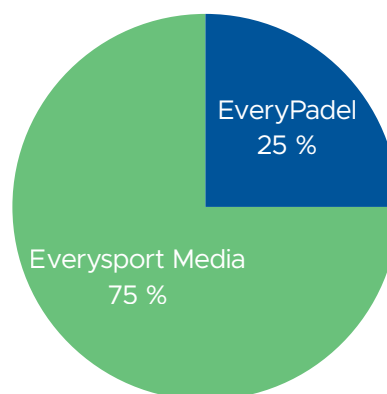
Adjusted EBITDA in the first quarter amounted to SEK 3.6 million (5.6). EBITDA amounted to SEK 4.4 million (5.6), a decrease corresponding to 21 percent.

Items affecting comparability include disposed rental contracts attributed to the sale of 80 percent of the shares in the subsidiaries Uppsala Padelcenter AB and Every Padel i Västerås AB, affecting EBITDA by SEK -0.8 million in the period.

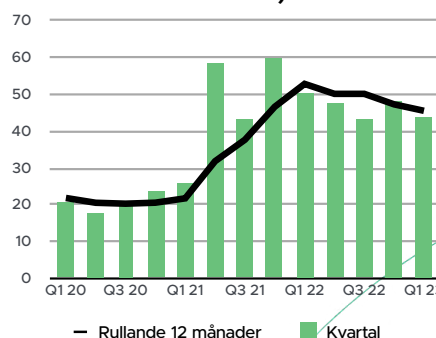
Items affecting comparability also include a customer loss regarding padel courts and furniture, affecting EBITDA negatively by SEK -1.7 million in the period.

Adjusted EBITDA for Every Padel during the period amounts to SEK 3.8 million (5.9). EBITDA for Every Padel during the period amounts to SEK -2.3 million (5.9).

### Net sales



### Net sales, mkr



## Interim Report January - March 2023

### Everysport Group AB (publ)

## EBIT

Adjusted EBIT for the period amounted to SEK -3.9 million (5.6). EBIT amounted to SEK -6.2 million (-5.6), a decrease corresponding to 9.7 percent compared to the corresponding quarter last year.

Items affecting comparability include disposal of rental contracts attributable to the sales of 80 percent of the shares in the subsidiaries Uppsala Padelcenter AB and Every Padel i Västerås AB, which affects EBIT positively by SEK 0.6 million.

Own work capitalized for the fourth quarter amounted to SEK 0,4 million (0,5).

Profit after financial items amounted to SEK -7.6 million (-7.4),

## Financial position

At the end of the period, Everysport Group AB (publ) has equity of SEK 24,4 million (65,2) and an equity ration of 14 % ( 20 %).

Long-term leasing liabilities amounted to SEK 29.1 million (205.7) at the end of the period. Short-term leasing liabilities at the end of the period were SEK 32 million (46.7). Leasing liabilities have decreased by SEK 191.3 million linked to renegotiations of lease contracts. The change is primarily linked to leases that have been terminated prematurely, regulated rent levels and shortened contract periods. As of March 31, 2023 the lease contracts linked to the facilities in the divested operations in Uppsala and Västerås have been decommissioned and account for SEK 36.4 million of the total change of SEK 191.3 million in lease liabilities.

Cash and cash equivalents at the end of the period were SEK 9,4 million (12,5). Cash and cash equivalents are positively affected by postponed taxes.

## Share and shareholders

As of the date on 31st of March 2023 6 089 764 shares were issued. All shares have equal rights to the company's profit and asset.

Decision has, through the extraordinary general meeting of 2021-03-17, been established to adopt a long-term incentive program based on warrants for the CEO, other senior executives and other employees of Everysport Group in accordance with the Board's proposal. The program is divided into two different series with two different maturities (Series 2021/2023 and Series 2021/2024, respectively). In Series 2021/2023 and Series 2021/2024, respectively, each warrant gives the right to subscribe for a new share in Everysport Group during the period from March 18th 2023 to June 13th 2023 and from March 18th 2024 to June 13th 2024. A total of 156,176 warrants have been subscribed, 78,088 in each program, which in the event of full future exercise of warrants would lead to a dilution of 156,176 shares.

At the end of the quarter, Everysport Group AB had 1 730 (1 825) shareholders.

## Employees

The average number of full-time equivalents during the quarter was 106 (136)



## Interim Report January - March 2023

**Everysport Group AB (publ)**

### Risks and uncertainties

The Group is exposed to a number of significant risks and uncertainties. These factors include prevailing economic conditions in each of the Group's markets. Risks include:

- Regulatory and political risks attributable to changes in laws and regulations in each market in which the Group operates.
- Exposure to exchange rate fluctuations
- Emergence of new technology and competitors
- Commercial risks attributable to expansion into new markets
- Increased competition in existing markets for Padel and Media

The course of events in Ukraine affects the geopolitical situation and increases the uncertainties in the global markets. Everysport Group has no operations in either Russia or Ukraine and therefore considers that this event has no direct impact on the Group's operations, earnings and / or financial position.

### Audit

This report has not been reviewed by auditors.

### Further reporting dates

The annual report will be published latest three weeks before the Annual General Meeting on the company website and Spotlight's website. The Annual General Meeting will be held the 11th of May in Stockholm.

The quarterly reports for Everysport Group are published at the company's website [www.everysportgroup.com](http://www.everysportgroup.com)

Annual General Meeting	11th of May 2023
Interim Report April -June 2023	24th of August 2023
Interim Report July - September 2023	26th of October 2023
Year-end Report 2023	22nd of February 2024

Stockholm 2023-05-04

**Hannes Andersson**

Group CEO

#### For further information

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Consolidated Statement of Comprehensive Income (tkr)	Note	JAN - MAR 2023	JAN - MAR 2022	JAN - MAR 2022
Net sales	2	43 495	50 333	188 961
Own work capitalized		396	541	1 739
Other operating income		1 148	1 699	2 522
<b>Operating expenses</b>				
Variable operating costs		-5 687	-7 374	-27 509
Other external expenses		-16 184	-16 994	-69 343
Personnel costs		-18 815	-22 560	-88 124
<b>EBITDA</b>		<b>4 353</b>	<b>5 645</b>	<b>8 245</b>
Depreciation and impairments		-10 525	-11 251	-47 928
<b>EBIT</b>		<b>-6 172</b>	<b>-5 606</b>	<b>-39 683</b>
<b>Financial income and expenses</b>				
Interest income and similar income		31	52	98
Interest expense and similar expenses		-1 501	-1 803	-3 360
<b>Profit after financial items</b>		<b>-7 642</b>	<b>-7 357</b>	<b>-42 945</b>
Taxes		-7	296	2 926
<b>Profit/loss for the period</b>		<b>-7 649</b>	<b>-7 060</b>	<b>-40 019</b>
The Parent Company's share of profit for the year		-7 669	-7 039	-40 019
Minority's share of profit for the year		20	-21	-1
<b>Other comprehensive results</b>				
<i>Items that can be reversed over profit in future periods</i>				
Exchange rate differences		-254	322	350
<b>Total comprehensive income for the period</b>		<b>-7 903</b>	<b>-6 738</b>	<b>-39 670</b>
<b>Summa totalresultatet hänförligt till:</b>				
The Parent Company's share of profit for the year		-7 923	-6 717	-39 669
Innehav utan bestämmande inflytande		20	-21	-1
Earnings per share		-1,30	-1,10	-6,51
Number of shares at the end of the period		6 089 764	6 089 764	6 089 764

Consolidated Balance Sheet (tkr)	Not	2023-03-31	2022-03-31	2022-12-31
Own work capitalized		4 527	4 958	4 654
Trademarks		1 394	1 646	1 515
Goodwill	3	69 534	81 931	69 843
Equipment, tools, fixtures and fittings		2 497	8 661	4 747
Improvement on others property		1 371	2 558	1 589
Right-of-use assets		54 364	241 011	97 931
Deferred tax asset		3 531	3 471	3 512
Other long-term receivables		445	-201	370
<b>Total fixed assets</b>		<b>137 663</b>	<b>344 036</b>	<b>184 161</b>
<b>Current receivables</b>				
Trade and other receivables		383	1 012	133
Account receivables		11 593	11 103	15 658
Current tax assets		254	31	0
Other current receivables		995	-514	2 752
Prepaid expenses and accrued income		14 363	11 684	15 562
<b>Total current receivables</b>		<b>27 589</b>	<b>23 316</b>	<b>34 106</b>
Cash and cash equivalent		9 364	12 461	6 153
<b>TOTAL ASSETS</b>		<b>174 616</b>	<b>379 813</b>	<b>224 420</b>
<b>Equity</b>				
Share capital		6 090	6 090	6 090
Reserves		-8	218	245
Retained earnings, incl profit/loss for the period		18 214	58 839	25 882
<b>Shareholders' equity attributable to the</b>		<b>24 295</b>	<b>65 146</b>	<b>32 217</b>
The parent company's share of the profit for		-47 688	-7 038	-40 019
Non controlling interest		75	35	56
<b>Total equity</b>		<b>24 370</b>	<b>65 181</b>	<b>32 273</b>
<b>Long-term liabilities</b>				
Deferred tax liabilities		0	932	0
Other liabilities to credit institutions		4 533	3 650	5 458
Other long-term liabilities		29 106	205 724	73 816
Long-term lease liabilities		3 254	3 754	3 254
<b>Total long-term liabilities</b>		<b>36 893</b>	<b>214 059</b>	<b>82 528</b>
<b>Current liabilities</b>				
Checking account		1 407	0	2 242
Other liabilities to credit institutions		3 700	3 713	3 700
Trade and other payables		9 878	9 182	14 918
Current tax liabilities		0	1 536	757
Other current liabilities		32 022	46 700	32 008
Short-term lease liabilities		30 922	12 187	25 424
Accrued expenses and prepaid income		35 424	27 256	30 571
<b>Total current liabilities</b>		<b>113 353</b>	<b>100 574</b>	<b>109 620</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>174 615</b>	<b>379 813</b>	<b>224 420</b>



Consolidated Cash Flow Statement (tkr)	JAN - MAR 2023	JAN - MAR 2022	JAN - MAR 2022
<b>Cash flow from operating activities</b>			
Profit/loss after financial items	-7 642	-7 357	-42 945
Adjustments for items not effecting cashflow	10 890	11 634	51 534
Income tax paid	-7	-172	-265
<b>Cash flow from operating activities before change in working capital</b>	<b>3 241</b>	<b>4 105</b>	<b>8 324</b>
Cash flow before changes in working capital			
Increase (-)/Decrease (+) inventory	0	-464	236
Increase (-)/Decrease (+) of short-term receivables	6 767	8 521	6 416
Increase (+)/Decrease (-) of short-term liabilities	4 507	3 112	15 132
<b>Cash flow from operating activities</b>	<b>14 515</b>	<b>15 274</b>	<b>30 108</b>
<b>Cash flow from investing activities</b>			
Acquisition of intangible fixed assets	-290	-897	-2 288
Acquisition of tangible fixed assets	0	-158	-558
Acquisition of financial fixed assets	0	0	0
Acquisition of subsidiary, after deduction of cash and	0	0	0
<b>Cash flow from investing activities</b>	<b>-290</b>	<b>-1 055</b>	<b>-2 846</b>
<b>Cash flow from financing activities</b>			
Warrants	0	0	0
New issue of shares inc. related costs	0	0	0
Shareholders contribution*	0	0	0
New loans, including checking account	0	9	7 786
Amortized loans	-1 844	-1 821	-6 241
Amortized leasing liabilities	-9 117	-9 783	-32 395
<b>Cash flow from investing activities</b>	<b>-10 961</b>	<b>-11 595</b>	<b>-30 850</b>
<b>Cash flow for the period</b>	<b>3 264</b>	<b>2 624</b>	<b>-3 588</b>
<b>Opening cash and cash equivalents</b>	<b>6 153</b>	<b>9 846</b>	<b>9 846</b>
Effects of exchange rate differences	-53	-9	-105
<b>Closing cash and cash equivalents</b>	<b>9 364</b>	<b>12 461</b>	<b>6 153</b>

Consolidated Statement of Change in Equity (tkr)	Share capital	Other contributed capital	Reserves	Retained earnings	Minority interest	Total equity
<b>Opening balance 2022.01.01</b>	<b>6 090</b>	<b>118 521</b>	<b>-104</b>	<b>-53 716</b>	<b>1 153</b>	<b>71 944</b>
Profit/loss for the period				-40 020	-1	<b>-40 021</b>
Exchange rate differences			350			<b>350</b>
<b>Comprehensive income</b>			<b>350</b>	<b>-40 020</b>	<b>-1</b>	<b>-39 669</b>
<b>Transactions with shareholders</b>						
Changes in Group structure	0	0	0	1 096	-1 096	0
<b>Closing balance 2022.12.31</b>	<b>6 090</b>	<b>118 521</b>	<b>246</b>	<b>-92 640</b>	<b>56</b>	<b>32 273</b>
<b>Opening balance 2023.01.01</b>	<b>6 090</b>	<b>118 521</b>	<b>246</b>	<b>-92 640</b>	<b>56</b>	<b>32 273</b>
Profit/loss for the period				-7 669	20	<b>-7 649</b>
Exchange rate differences			-254			<b>-254</b>
<b>Comprehensive income</b>			<b>-254</b>	<b>-7 669</b>	<b>20</b>	<b>-7 901</b>
<b>Transactions with shareholders</b>						
New share issue*						0
Warrants						0
<b>Closing balance 2023.12.31</b>	<b>6 090</b>	<b>118 521</b>	<b>-8</b>	<b>-100 309</b>	<b>76</b>	<b>24 370</b>

## Definition key figures:

### Profit Margit

Operating profit after financial income and expenses in relation to net sales.

### Equity ratio

Equity in % of total off balance sheet.

### Cash liquidity

Current assets in % of current liabilities

### Earnings per share

Profit for the period divided by the number of outstanding shares

### EBITDA

Earning before Interest, taxes, depreciation and amortization

### EBIT

Earnings before interest and taxes

Key Figures	JAN - MAR 2023	JAN - MAR 2022	JAN - DEC 2022
Profit margin %	-18 %	-7 %	-23 %
Equity ratio %	14 %	20 %	20 %
Cash liquidity %	24 %	22 %	46 %
Number of shares	6 089 764	6 089 764	6 089 764
Earnings per share	-1,30	-1,10	-6,51
EBITDA	4 353	5 645	8 245
EBIT	-6 172	-5 606	-39 683



Parent Company's Income Statement (tkr)	JAN - MAR 2023	JAN - MAR 2022	JAN - MAR 2022
Net sales	7 779	8 031	30 232
Own work capitalized	0	40	40
Other operating income	1	1	26
<b>Operating expenses</b>			
Variable operating costs	-585	-229	-1 278
Other external expenses	-4 643	-6 117	-19 249
Personnel costs	-4 060	-3 880	-16 137
<b>EBITDA</b>	<b>-1 508</b>	<b>-2 154</b>	<b>-6 366</b>
Depreciation and impairments	-53	-3	-57
<b>EBIT</b>	<b>-1 562</b>	<b>-2 157</b>	<b>-6 424</b>
<b>Financial income and expenses</b>			
Profit from participations in associated companies	557	194	1 006
Other interest income and similar	-1 017	-241	-1 660
Other interest expenses and similar	0	0	-29 291
<b>Profit after financial items</b>	<b>-2 022</b>	<b>-2 203</b>	<b>-36 368</b>
<b>Provisions</b>			
Group contributions	0	0	6 989
<b>Sum provisions</b>	<b>0</b>	<b>0</b>	<b>6 989</b>
Deffered tax	0	0	0
<b>Profit/loss for the period</b>	<b>-2 022</b>	<b>-2 203</b>	<b>-29 380</b>

Parent Company's Balance Sheet (tkr)	2023-03-31	2022-03-31	2022-12-31
Own work capitalized	477	554	523
Equipment, tools, fixtures and fittings	75	77	83
Shares in Group companies	111 901	118 557	100 966
Deferred tax asset	2 138	2 138	2 138
Other long term receivables	4	4	4
<b>Total fixed assets</b>	<b>114 596</b>	<b>121 331</b>	<b>103 715</b>
<b>Current receivables</b>			
Trade and other receivables	0	0	0
Receivables with Group companies	37 587	30 979	46 341
Current tax assets	85	70	39
Other current receivables	10	5	0
Prepaid expenses and accrued income	2 050	1 993	2 173
<b>Total current receivables</b>	<b>39 731</b>	<b>33 046</b>	<b>48 553</b>
Cash and cash equivalent	1 126	1 237	107
<b>TOTAL ASSETS</b>	<b>155 453</b>	<b>155 614</b>	<b>152 374</b>
<b>Equity</b>			
Share capital	6 090	6 090	6 090
Other contributed capital	118 521	118 521	118 521
Retained earnings, incl profit/loss for the period	-50 257	-21 058	-48 235
<b>Shareholders' equity attributable to the parent</b>	<b>74 354</b>	<b>103 553</b>	<b>76 376</b>
Non controlling interest	0	0	0
<b>Total equity</b>	<b>74 354</b>	<b>103 553</b>	<b>76 376</b>
<b>Long-term liabilities</b>			
Other liabilities to credit institutions	0	0	0
<b>Total long-term liabilities</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Current liabilities</b>			
Other liabilities to credit institutions	0	1 013	0
Trade and other payables	2 511	3 088	2 287
Debt to other group companies	69 186	44 243	62 781
Other current liabilities	6 570	1 924	8 596
Accrued expenses and prepaid income	2 833	1 794	2 334
<b>Total current liabilities</b>	<b>81 100</b>	<b>52 062</b>	<b>75 999</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>155 453</b>	<b>155 614</b>	<b>152 374</b>

**Notes to the Interim Report**

**Note 1 Accounting principles**

This interim report covers the Swedish parent company Everysport Group AB (publ), corporate identity number 556739-8143, and its subsidiaries. Everysport Group is a group operating in sports. Everysport Group is divided into two business areas: Everysport Media and Every Padel. Everysport Media owns and develops digital platforms and services in sports, and within the Every Padel business area, operations are conducted within the fast-growing sport of padel. The group has a total of about 130 employees. The head office is located in Stockholm and the company also has offices in Norway and the USA. The group is listed on the Spotlight Stock Market (EVERY).

The interim report for the Group has been prepared in accordance with International Reporting Standards (IFRS) as adopted by the EU. The interim report complies with IAS 34 Interim Financial Reporting and applicable parts of the Annual Accounts Act (1995: 1554) (ÅRL) and RFR 1. The interim report regarding the parent company has been prepared in accordance with the Annual Accounts Act and RFR 2 Accounting for Legal Entities issued by the Swedish Financial Reporting Board.

**Consolidated financial statements**

Subsidiaries are all the companies over which the Group has a controlling influence. The Group controls a company when it is exposed to or has the right to a variable return from its holding in the company and has the opportunity to influence the return through its influence in the company. Subsidiaries are included in the consolidated financial statements from the date on which the controlling influence is transferred to the Group. They are excluded from the consolidated financial statements from the date on which the controlling influence ceases.

**Note 2 Segment Reporting - Distribution of net sales**

The Group divides its operations into segments according to IFRS 'definition, the segments are only followed up at the net sales level. The two main segments are Business to Business (B2B) and Business to Consumer B2C).

	JAN - MAR 2023	JAN - MAR 2022	JAN - DEC 2022
B2B	19 423	22 859	92 143
B2C	24 073	27 474	96 818
<b>Total</b>	<b>43 495</b>	<b>50 333</b>	<b>188 961</b>



Notes to the interim report

**Not 3 Adjusted EBITDA, adjusted EBIT and adjusted profit/loss after tax**

	JAN - MAR 2023	JAN - MAR 2022	JAN - DEC 2022
<b>EBITDA</b>	<b>4 353</b>	<b>5 645</b>	<b>8 245</b>
One-time affects from depreciations regarding re-negotiated rent contracts	-779	0	0
Restructuring costs	0	0	6 600
<b>Adjusted EBITDA</b>	<b>3 574</b>	<b>5 645</b>	<b>14 845</b>
<b>EBIT</b>	<b>-6 172</b>	<b>-5 606</b>	<b>-39 683</b>
Restructuring costs	0	0	6 600
One-time affects from depreciations regarding re-negotiated rent contracts	586	0	-14 400
Bad debt loss	1 686	0	0
Write-down Goodwill post	0	0	12 000
<b>Adjusted EBIT</b>	<b>-3 900</b>	<b>-5 606</b>	<b>-35 483</b>
<b>Profit/loss after tax</b>	<b>-7 649</b>	<b>-7 060</b>	<b>-40 020</b>
Restructuring costs	0	0	6 600
One-time affects from depreciations regarding re-negotiated rent contracts	586	0	-14 400
Bad debt loss	1 686	0	12 000
One-time affects on rent costs regarding re-negotiated rent contracts	0	0	-4 000
<b>Justerat resultat efter skatt</b>	<b>-5 377</b>	<b>-7 060</b>	<b>-39 820</b>

Adjusted EBITDA, adjusted operating profit (EBIT) and adjusted profit after tax exclude items affecting comparability linked to the strategic overview carried out by the company. The overview results in operations going from nine to five facilities, one of which has already closed and three are in the process of being shut down. The items affecting comparability are closing costs, bad debt loss within Every Padel and the result of renegotiation of the rental agreements.

In accordance with IFRS16, the right-of-use asset is written off linearly over time, the majority of leases have shortened contract periods, regulated rent levels and written-off lease liabilities, this has a positive effect on depreciation of the right-of-use asset and interest costs right-of-use asset.



