



5th Planet Games A/S

INTERIM REPORT Q3 2023



Index

About 5th Planet Games	3
CEO letter	4
Outlook for 2023, Key figures and financial performance	5
Q3 2023 Game Releases	6
Q4 2023 Game Releases	7
Statement by the Board of Directors and the Executive Board	8
Independent Auditors' review report	9
Consolidated statement of comprehensive income	11
Consolidated balance sheet	12
Consolidated statement of changes in equity	13
Consolidated cash flow statement	14
Notes	15

About 5th Planet Games

- CEO letter
- Outlook for 2023, Key figures and financial performance
- Q3 2023 Game Releases
- Q4 2023 Game Releases
- Statement by the Board of Directors and the Executive Board
- Independent Auditors' review report
- Consolidated statement of comprehensive income
- Consolidated balance sheet
- Consolidated statement of changes in equity
- Consolidated cash flow statement
- Notes

About

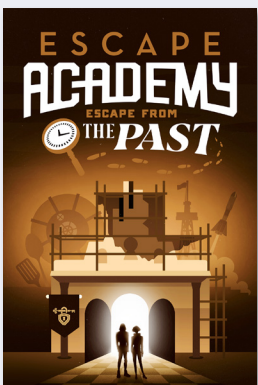
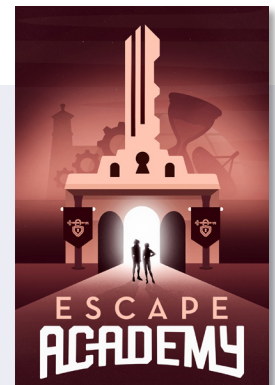
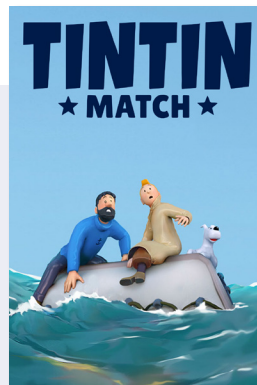
5th Planet Games is an international, publicly traded company founded in 2011 and focused on financing and publishing video games entertainment.

We are a small, lean company that is backed by a highly driven executive team from Europe and the USA, each of whom have decades of experience in video games and entertainment creation, publishing, and distribution.

5th Planet Games enters into strategic partnerships with global IP holders to create unique opportunities for game content creation by our outstanding development partners worldwide and secures co-publishing status in games across all platforms, mobile, console and PC.

With a strong and growing portfolio of titles and, since 2021, a partnership with Skybound Entertainment, 5th Planet Games now has access to compelling, proven, world-famous IP including The Walking Dead and Invincible.

Due to a high-quality back catalogue of games and an exciting release schedule ahead, 5th Planet Games has seen a significant improvement in financial results over the last 18 months with many more exciting opportunities ahead!



About 5th Planet Games

CEO letter

Outlook for 2023, Key figures and financial performance

Q3 2023 Game Releases

Q4 2023 Game Releases

Statement by the Board of Directors and the Executive Board

Independent Auditors' review report

Consolidated statement of comprehensive income

Consolidated balance sheet

Consolidated statement of changes in equity

Consolidated cash flow statement

Notes

CEO Letter: Q3 2023

Once again, I am in the happy position to report another profitable quarter, our third in succession...and our most profitable quarter ever!

EBITDA before special items for the period ending September 30, 2023, was a gain of DKK 1.6M compared to DKK 0.4M in Q3 2022, an increase of 258% compared to last year; with our costs remaining extremely low and consistent, this improvement in EBITDA has been driven directly by the increase in our top-line revenue.

Key highlights for Q3:

Revenue for Q3 2023 amounted to DKK 3.5M, an 75% increase from DKK 2.0M in Q3 2022

Gross profit for Q3 2023 amounted to DKK 3.4M, an 73% increase from DKK 1.9M in Q3 2022

EBITDA for Q3 2023 of DKK 1.6M which represents an increase of 258% from Q3 2022!

From a product perspective, the key drivers of the business through this quarter have been Before Your Eyes which continues to see strong sales across multiple platforms, Escape Academy which has also performed above expectation, and our decision to continue to support our back catalogue of mobile games has been validated as the catalogue continues to deliver ahead of projections. The early sales on WrestleQuest have been a little below our projections, but we are now seeing signs of the game responding to new promotions and marketing activity and we will continue to review its performance through the end of the year.

Apart from the financial results and performance of individual games, there have been several more notable achievements in Q3:

- Closing our co-investment in Sagafilm ehf
- Receiving the final (Tranche 4) investment from Skybound in relation to the 2021 investment agreement
- The launch of the Hugo Legacy online Casino slots game, celebrating 30 years of the Hugo IP
- The announcement of our involvement in Invincible Presents: Atom Eve, the all-new RPG video game

Based on these results and our underlying financials in Q3 2023, the guidance for 2023 remains the same as announced in our annual report, revenue at a level of DKK 15-25M and EBITDA at a level of DKK 7-9M for the full year.

Thanks, as ever, for your continued support.

Mark Stanger – CEO

November 2023



Mark Stanger - CEO

About 5th Planet Games
CEO letter

● **Outlook for 2023. Key figures and financial performance**

Q3 2023 Game Releases

Q4 2023 Game Releases

Statement by the Board of Directors and the Executive Board

Independent Auditors' review report

Consolidated statement of comprehensive income

Consolidated balance sheet

Consolidated statement of changes in equity

Consolidated cash flow statement

Notes

Outlook for 2023

Based on the result in Q3 2023, the financial guidance for 2023 remains the same as announced in the annual report for 2023, a revenue at a level of DKK 15-25M and EBITDA at a level of DKK 7-9M.

Key figures and financial performance

DKK '000	Q3 2023	Q3 2022	Q1-3 2023	Q1-3 2022	FY 2022
Revenue	3 540	2 020	7 963	6 747	11 300
Gross Profit	3 445	1 988	7 751	6 622	11 143
Profit / loss before special items (EBITDA)	1 643	459	1 660	-659	1 677
Operating profit/loss (EBIT)	510	46	-1 581	-1 606	-736
Net Financials exclusive change in derivative instruments	-171	1 604	-800	2 825	-179
Change in derivative financial instruments, fair value	27 179	47 972	25 065	-20 310	-32 793
Profit / loss for the year	27 478	49 622	22 644	-19 091	-33 708
Profit / loss exclusive fair value of derivative financial instruments	299	1 650	-2 421	1 219	-915
Total assets	87 257	59 470	87 257	59 470	58 845
Capitalized development costs	1	0	974	14 089	17 278
Equity	84 664	42 844	84 664	42 844	28 886
Equity exclusive fair value derivative financial instruments	84 664	55 426	84 664	55 426	53 951

Revenue for Q3 2023 amounted to DKK 3.5m, an 75% increase from DKK 2.0M in Q3 2022

Gross profit for Q3 2023 amounted to DKK 3.4M, an 73% increase from DKK 1.9M in Q2 2022

Costs for Q3 2023 increased by DKK 0.3M compared to Q3 2022.

- Other expenses were in Q3 2023 DKK 1.8M, an increase of DKK 0.5M compared to Q2 2022.

EBITDA was a gain DKK 1.6M in Q3 2023 against a profit of DKK 0.4M in Q3 2022. The increase in EBITDA is mainly driven by an increase in revenue.

Financial income is a gain of DKK 25.065M, the gain is caused by the reverse of the derivate liability after Tranche 4 is executed.

Profit before tax amounted to DKK 27.5M in Q3 2023 compared to DKK 49.6M in Q3 2022. Both quarters are affected positively from the adjustment of the derivate.

Profit exclusive change in fair value of derivative financial instruments amounted to DKK 0.3M in Q3 2023 including a loss from net financials of DKK 0.2M compared to a gain of DKK 1.6M in Q3 2022 including a gain from net financial of DKK 1.6M.

Cash flows from operating activities.

Cash flows from operating activities is positive with DKK 2.6M in Q3 2023 against a negative DKK 12.8M cashflow in Q3 2022.

Cash position as of 30 September 2023 amounted to DKK 49.8M against DKK 41.0M as of 30 September 2022.

The Group's equity as of 30 September 2023 amounted DKK 84.6M.

About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 ● **Q3 2023 Game Releases**
 Q4 2023 Game Releases
 Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 Consolidated statement of comprehensive income
 Consolidated balance sheet
 Consolidated statement of changes in equity
 Consolidated cash flow statement
 Notes

Q3 2023 Game Releases

WRESTLEQUEST

Developer:
Mega Cat Studios

Release Date:
August 22, 2023

Platforms:
PC, PlayStation 4-5, Xbox Series X|S,
Nintendo Switch, iOS/Android



This long-awaited love letter to retro JRPGs and the Golden Age of wrestling released on all major platforms, supported by a heavy marketing campaign featuring famous wrestlers like Jeff Jarrett and Diamond Dallas Page.

WrestleQuest delivered on its nostalgic fulfillment for fans of 80s/90s wrestling and pop culture, with an engrossing narrative encompassing over 40 hours of gameplay.

Players have since been treated with hefty post-launch updates and quality of life additions, addressing all feedback from the community by way of accessibility features to streamline gameplay.

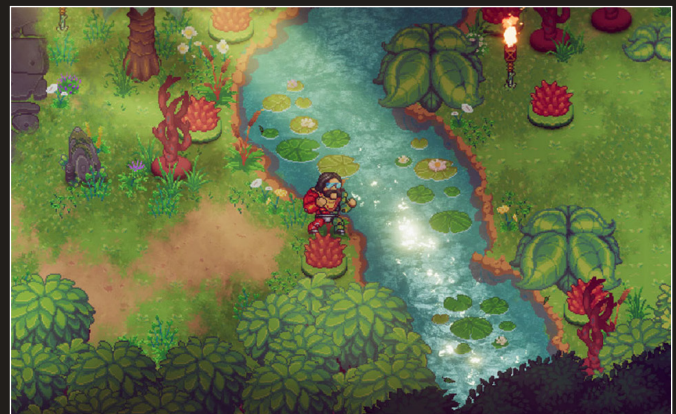
Developer Mega Cat Games will keep supporting the game as it currently sits at 84% positive rating on Steam.

"WrestleQuest is such a wonderful love letter to both wrestling and classic role-playing games."

- But Why Tho? (9/10)

"WrestleQuest reimagines familiar concepts in a fresh and enticing way making it one of the most imaginative RPGs I've played in years."

- RPG Fan (91/100)



About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases

● **Q4 2023 Game Releases**

Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 Consolidated statement of comprehensive income
 Consolidated balance sheet
 Consolidated statement of changes in equity
 Consolidated cash flow statement
 Notes

Q4 2023 Game Releases

INVINCIBLE PRESENTS: ATOM EVE

Developer:
Terrible Posture Games

Release Date:
November 14, 2023

Platforms:
PC



The first original *Invincible* video game, co-financed by 5th Planet Games, celebrates one of its most popular heroes: Atom Eve.

Fans were treated to Eve's origin story in a Special Episode of the *Invincible* animated series on Prime Video in July of this year, and this new game will let fans dive even deeper into the world of Atom Eve and Invincible.

The title was released on PC platforms alongside the start of the highly anticipated Season 2 of the *Invincible* series, which has tripled its opening weekend viewership from Season 1.

The game release benefited from the special partnership with Amazon and was free to claim for subscribers of Amazon Prime via the Prime Gaming platform for the first week of release. Marketing cooperation with Prime Video and Prime Gaming created further synergy to reach fans directly via *Invincible* social media.

The game has received a great reception from the press and will be a primary source of more *Invincible* storytelling for fans waiting for the second half of Season 2 in 2024.

"Invincible Presents: Atom Eve is the Invincible game I didn't know I wanted."
 - **AIPT Comics (8.8/10)**

"A Must-Play for Invincible and Visual Novel Fans"
 - **CBR (9/10)**



About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases
 Q4 2023 Game Releases

● **Statement by the Board of Directors and the Executive Board**

Independent Auditors' review report
 Consolidated statement of comprehensive income
 Consolidated balance sheet
 Consolidated statement of changes in equity
 Consolidated cash flow statement
 Notes

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have discussed and approved the interim report for the period of 1 July - 30 September, 2023, of 5th Planet Games Group.

The interim report has been prepared in accordance with IAS 34 Interim Financial Reporting, as adopted by the EU, and additional Danish interim reporting requirements for listed companies. The interim report has been subject to review.

In our opinion, the interim report gives a true and fair view of the 5th Planet Games Group's assets, liabilities and financial position on 30 September, 2023, and of the results of the 5th Planet Games Group's operations and cash flows for the period of 1 July - 30 September, 2023.

We also find that the management's review provides a fair statement of developments in the activities and financial situation of the Group, financial results for the period and the financial position of the Group and describes the significant risks and uncertainties pertaining to the Group.


Copenhagen, 20 November 2023

Executive Board

DocuSigned by:

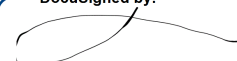
 7A5E7DFF4A09404...
Mark Stanger
 CEO

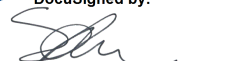
Board of Directors

DocuSigned by:

 E2039D40428646D...
Jon Goldman
 Chairman of the Board

DocuSigned by:

 E2C90ED42172465...
Henrik Nielsen
 Board Member

DocuSigned by:

 0E8B62E0FE2E48A...
David Alpert
 Board Member

DocuSigned by:

 B8F92E180FF1494...
Søren Kokbøl Jensen
 Board Member

DS
 MS

About 5th Planet Games
CEO letter
Outlook for 2023, Key figures and financial performance
Q3 2023 Game Releases
Q4 2023 Game Releases
Statement by the Board of Directors and the Executive Board
● **Independent Auditors' review report**
Consolidated statement of comprehensive income
Consolidated balance sheet
Consolidated statement of changes in equity
Consolidated cash flow statement
Notes

Independent Auditors' review report

To the shareholders of 5th Planet Games A/S

We have reviewed the interim consolidated financial statements of 5th Planet Games A/S for the period of 1 July - 30 September, 2023, comprising income statement, statement of comprehensive income, balance sheet, cash flow statement and statement of changes in equity as well as selected explanatory notes, including summary of significant accounting policies (page 11-16).

The Board of Directors' and the Management's responsibility for the interim consolidated financial statements

The Board of Directors and the Management are responsible for the preparation of interim consolidated financial statements in accordance with IAS 34, Interim Financial Reporting, as adopted by the EU and Danish disclosure requirements for interim financial reporting of listed companies, and for such internal control as management determines is necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express a conclusion on the interim consolidated financial statements based on our review. We conducted our review in accordance with the International Standard on Review of Interim Financial Information Performed by the Independent Auditor of the Entity and additional requirements under Danish Auditor regulation. This requires us to conclude whether anything has come to our attention that causes us to believe that the interim consolidated financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This also requires us to comply with ethical requirements.

A review of interim consolidated financial statements in accordance with the International Standard on Review of Interim Financial Information Performed by the Independent Auditor of the Entity is a limited assurance engagement. The auditor performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on the interim consolidated financial statements.


About 5th Planet Games
CEO letter
Outlook for 2023, Key figures and financial performance
Q3 2023 Game Releases
Q4 2023 Game Releases
Statement by the Board of Directors and the Executive Board
● **Independent Auditors' review report**
Consolidated statement of comprehensive income
Consolidated balance sheet
Consolidated statement of changes in equity
Consolidated cash flow statement
Notes



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim consolidated financial statements for the period of 1 July - 30 September, 2023, are not prepared in all material respects in accordance with IAS 34, Interim Financial Reporting, as adopted by the EU and Danish disclosure requirements for interim financial reporting of listed companies.

Copenhagen, 21 November 2023

DocuSigned by:

666C3962A762477...
Claus Carlsen

State-Authorized Public Accountant

MNE-nr 23451

About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases
 Q4 2023 Game Releases
 Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 ● **Consolidated statement of comprehensive income**
 Consolidated balance sheet
 Consolidated statement of changes in equity
 Consolidated cash flow statement
 Notes

Consolidated statement of comprehensive income

DKK ' 000	Note	Q3 2023	Q3 2022	Q1-3 2023	Q1-3 2022	FY 2022
Revenue	2	3 540	2 020	7 963	6 747	11 300
Costs of sales		95	32	212	125	157
Gross Profit		3 445	1 988	7 751	6 622	11 143
Research and development costs		0	274	156	811	164
Marketing expenses		0	0	0	0	0
Other expenses		1 802	1 255	5 935	6 470	9 302
Profit/Loss before special items, depreciation and amortisation (EBITDA)		1 643	459	1 660	-659	1 677
Special items		0	0	0	0	0
Depreciation and amortisation		1 133	413	3 241	947	2 413
Operating profit/loss (EBIT)		510	46	-1 581	-1 606	-736
Financial income		25 065	49 586	25 066	2 878	286
Financial expenses		-1 943	10	801	20 363	33 258
Profit/Loss before tax		27 518	49 622	22 684	-19 091	-33 708
Tax on loss for the year		40	0	40	0	0
Profit/Loss for the year		27 478	49 622	22 644	-19 091	-33 708
Other comprehensive income		0	0	0	0	0
Comprehensive income		27 478	49 622	22 644	-19 091	-33 708
Distribution of comprehensive income:						
Parent company's shareholders		27 478	49 622	22 644	-19 091	-33 708
Non-controlling interests		0	0	0	0	0
Total		27 478	49 622	22 644	-19 091	-33 708
Basic earnings per share (DKK)	3	0,123	0,277	0,106	-0,124	-0,201
Diluted earnings per share (DKK)	3	0,123	0,277	0,106	-0,124	-0,201

About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases
 Q4 2023 Game Releases
 Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 Consolidated statement of comprehensive income
 ● **Consolidated balance sheet**
 Consolidated statement of changes in equity
 Consolidated cash flow statement
 Notes

Consolidated balance sheet

DKK '000	Note	30.09.2023	30.09.2022	31.12.2022
Non-current assets				
Acquired rights		0	1 009	737
Completed development projects		3 050	994	2 988
Development projects in progress		11 361	12 953	12 953
Investments in associates		17 145	0	0
Other investments		3 500	0	0
Total non-current assets		35 056	14 956	16 678
Current Assets:				
Investment		0	0	0
Prepayment		161	105	0
Trade receivables		1 884	3 120	5 694
Income tax receivable		81	94	107
Other receivables		5	5	105
Accrual expenses		209	159	0
Cash		49 861	41 031	36 261
Total current assets		52 201	44 514	42 167
Total assets		87 257	59 470	58 845
EQUITY AND LIABILITIES				
DKK '000	Note	30.09.2023	30.09.2022	31.12.2022
Equity:				
Share capital		13 404	10 374	10 398
Reserves		0	0	0
Retained earnings		71 260	32 470	18 488
Total Equity		84 664	42 844	28 886
Non-current liabilities				
Other payables		372	372	372
Total non-current liabilities		372	372	372
Current liabilities				
Received prepayments		219	0	0
Accrual income		0	409	0
Derivative financial instruments	4	0	12 582	25 065
Trade payables		573	1 612	2 721
Other payables		1 429	1 651	1 801
Total current liabilities		2 221	16 254	29 587
Total Liabilities		2 593	16 626	29 959
Total equity and liabilities		87 257	59 470	58 845

About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases
 Q4 2023 Game Releases
 Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 Consolidated statement of comprehensive income
 Consolidated balance sheet
 ● **Consolidated statement of changes in equity**
 Consolidated cash flow statement
 Notes

Consolidated statement of changes in equity

DKK '000	Share capital	Share premium	Other reserves	Retained earnings	Total equity
Equity as at 01.01.2023	10 398	0	0	18 488	28 886
Net Profit	0	0	0	22 644	22 644
Other comprehensive income	0	0	0	0	0
Comprehensive income	0	0	0	22 644	22 644
Capital increase	3 006	29 310	0	0	32 316
Costs related to capital increase	0	-71	0	0	-71
Share-based payments	0	0	0	889	889
Transfer of reserves	0	-29 239	0	29 239	0
Transactions with owners	3 006	0	0	30 128	33 134
Equity as at 30.09.2023	13 404	0	0	71 260	84 664
Equity as at 01.01.2022	6 400	0	0	17 061	23 461
Net Loss	0	0	0	-19 091	-19 091
Other comprehensive income	0	0	0	0	0
Comprehensive income	0	0	0	-19 091	-19 091
Capital increase	3 974	33 045	0	0	37 019
Costs related to capital increase	0	-450	0	0	-450
Share-based payments	0	0	0	1 905	1 905
Transfer of reserves	0	-32 595	0	32 595	0
Transactions with owners	3 974	0	0	34 500	38 474
Equity as at 30.09.2022	10 374	0	0	32 470	42 844

About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases
 Q4 2023 Game Releases
 Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 Consolidated statement of comprehensive income
 Consolidated balance sheet
 Consolidated statement of changes in equity
 ● **Consolidated cash flow statement**
 Notes

Consolidated cash flow statement

DKK ' 000	Q3 2023	Q3 2022	Q1-3 2023	Q1-3 2022	FY 2022
Loss before tax	27 478	49 622	22 644	-19 091	-33 708
Depreciation, amortisation and impairment losses	1 133	413	3 241	947	2 413
Share-based payments	250	540	889	1 905	2 325
Financial income, reversed	-25 065	-1 614	-25 066	-2 878	-286
Financial expenses, reversed	-1 943	-47 962	801	20 363	33 258
Change in working capital	807	-13 887	1 239	3 792	-552
Operating cash flow	2 660	-12 888	3 748	5 038	3 450
Financial income, received	0	0	1	0	286
Financial expenses, paid	-1	-9	-1	-52	-54
Income tax received	26	58	26	-42	0
Cash flow generated from operations	2 685	-12 839	3 774	4 944	3 682
Purchase of intangible assets	-1	0	-974	-14 089	-17 278
Investment in shares	-6 106	0	-9 606	0	0
Cash flow from investing activities	-6 107	0	-10 580	-14 089	-17 278
Proceeds from cash capital increase	21 206	20 010	21 206	36 569	36 808
Repayment convertible loan	0	0	0	0	-558
Cash flow from financing activities	21 206	20 010	21 206	36 569	36 250
Total cash flow for the period	17 784	7 171	14 400	27 424	22 654
Cash, beginning of period	32 247	33 860	36 261	13 607	13 607
Net foreign exchange difference	-170	0	-800	0	0
Cash, end of period	49 861	41 031	49 861	41 031	36 261

About 5th Planet Games
 CEO letter
 Outlook for 2023, Key figures and financial performance
 Q3 2023 Game Releases
 Q4 2023 Game Releases
 Statement by the Board of Directors and the Executive Board
 Independent Auditors' review report
 Consolidated statement of comprehensive income
 Consolidated balance sheet
 Consolidated statement of changes in equity
 Consolidated cash flow statement

● **Notes**

Notes

1. Basis of preparation

The interim report has been prepared in accordance with IAS 34 Interim financial reporting, as adopted by the EU, and additional Danish interim reporting requirements for listed companies.

The interim report does not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as of 31 December 2022.

The accounting policies adopted in the preparation of the interim report are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022.

Significant accounting estimates and judgments

The most significant accounting estimates and judgments in the interim consolidated financial statements remain unchanged compared to those used in Annual Report 2022. The principles and key assumptions are described in the Annual Report 2022 in note 2.

2. Revenue

DKK ' 000	Q3 2023	Q3 2022	Q1-3 2023	Q1-3 2022	FY 2022
Sales of games and advertising for mobile devices	317	292	967	1 063	1 448
License income	3 223	1 728	6 421	5 535	9 692
Other revenue	0	0	575	149	160
Total	3 540	2 020	7 963	6 747	11 300

3. Earnings per share

DKK ' 000	Q3 2023	Q3 2022	Q1-3 2023	Q1-3 2022	FY 2022
Net profit/loss for the period	27 478	49 622	22 644	-19 091	-33 708
Average number of shares (in thousands)	223 154	178 895	213 043	154 057	167 315
Average number of treasury shares	0	0	0	0	0
Average number of shares in circulation	223 154	178 895	213 043	154 057	167 315
Diluted average number of shares in circulation	223 154	178 895	213 043	154 057	167 315
Earnings per share of DKK 0,05 each (in DKK)	0,123	0,277	0,106	-0,124	-0,201
Diluted earnings per share of DKK 0,05 each (in DKK)	0,123	0,277	0,106	-0,124	-0,201

About 5th Planet Games
CEO letter
Outlook for 2023, Key figures and financial performance
Q3 2023 Game Releases
Q4 2023 Game Releases
Statement by the Board of Directors and the Executive Board
Independent Auditors' review report
Consolidated statement of comprehensive income
Consolidated balance sheet
Consolidated statement of changes in equity
Consolidated cash flow statement

● **Notes**

4. Derivative financial instruments

On 7 September 2021, the parent company of the group entered into an investment agreement with Skybound Games Studios (the investor). The investor received right to subscribe mandatorily and investment shares and warrants (collectively "rights") which could be exercised on different dates depending on the tranches. Each right could be exercised for one share (i.e., 1:1 conversion ratio) and the number of shares that was issued were fixed for all these tranches. The last tranche, Tranche 4 was settled in September 2023. Upon settlement, the fixed exercise amount in Norwegian kroner (NOK) was settled by the investor by paying its US dollar (USD) equivalent. The functional and presentation currency of the parent company and the Group is Danish kroner (DKK). Hence, although the exercise amount is fixed in NOK, the equivalent amount in DKK is variable depending on the prevailing exchange rate between DKK and USD at settlement date. This variable amount does not qualify the definition of equity instrument and therefore, these rights were classified as derivative financial assets / liabilities. The liability was variable with the development in exchange rate in NOK/DKK and the company's share price. The amount was the calculated fair value that the company would have received less if the company's share price and exchange rate NOK/DKK for the closing date had been used in the agreement for the investment Tranche 4. As the rights have now been exercised there is no liability. The liability amount per 30 June 2023 was DKK 27.2M and the gain incurred in Q3 2023 is DKK 25.065m.

Contingent liabilities

Based on management's assessment the group is not involved in any lawsuits, arbitration cases or other matters which could have a material impact on the group's financial position or results of operations.

Acquired IP rights / co-productions rights

As part of the investment agreement, 5th Planet Games has provided certain representations and warranties to Skybound Games Studios. Should Skybound Games Studios suffer a loss due to certain specific warranties not being true, accurate and not misleading, Skybound Games Studios will, at its own discretion, have the option of being indemnified from its loss by exercising up to 2,200,000 warrants (depending on the loss), each warrant entitling Skybound Games Studios to subscribe for 1 share of nominal DKK 0.05 at par value (the "Indemnification Warrants"). The potential loss from this warranty is estimated to be insignificant.

Contact details

Mark Stanger, CEO
mstanger@5thplanetgames.com

Investor Relations
ir@5thplanetgames.com



5th Planet Games A/S

Gothersgade 11
1123 Copenhagen
Denmark

CVR No.: 3359 7142