



## **Storytel exceeds the forecast for Q4 2019 – passes the milestone 1,100,000 subscribers**

**Storytel had 1,083,400 paying subscribers on average in Q4 2019. This corresponds to an increase of 69,000 subscribers compared to Q3 2019 and an annual subscriber growth of 41%. Storytel therefore surpasses the forecast of 1,079,000 subscribers for the period. Streaming revenue for Q4 landed at 421 MSEK, compared to the forecast of 417 MSEK, which corresponds to a revenue increase of 45% compared to Q4 2018. On Christmas Day, Storytel also passed another milestone and ended 2019 with a subscriber base of more than 1,100,000 paying customers, which was the target for the year.**

“Storytel’s strong customer intake continues in both our Nordic and our global operations, which together are showing annual growth of more than 40% in Q4. This naturally contributes to our positive revenue development with a retained high-level ARPU, says Jonas Tellander, founder and CEO of Storytel.

The average figure for the total number of Storytel subscribers in Q4 2019 landed at 1,083,400, which corresponds to an increase of 314,700 customers compared to Q4 2018 and annual subscriber growth of 41%.

In the Nordic region, the total number of paying customers in Q4 2019 was 757,600, which exceeds the forecast of 756,000 subscribers and is an increase of 141,300 subscribers compared to the same quarter in 2018.

In the Non-Nordic segment the total number of paying customers was 325,800, exceeding the forecast of 323,000 subscribers and corresponding to an annual growth of 173,400 subscribers compared to Q4 2018, which is an increase of 114%. Streaming revenue in the Nordic region was 352 MSEK in Q4 2019, compared to a forecast of 349 MSEK and 340 MSEK in Q3 2019. In the Non-Nordic segment streaming revenue was 69 MSEK compared to a forecast of 68 MSEK and a revenue of 59 MSEK in Q3 2019. The increase in revenue is primarily due to strong subscriber growth in conjunction with the winter holidays, and a retained high-level ARPU.

“The end of the 2010s truly is a fantastic manifestation of the power that has been set free when stories are made available wherever you are and when you need them the most. It is also a wonderful confirmation of the viability of Storytel’s pioneering vision and our first 15 years as leaders within streamed audiobook experiences”, says Jonas Tellander.



**Table 1: Key performance indicators for Streaming**

Currency: SEK 000's	Q3 2018	Q4 2018	Q1 2019	Q2 2019	Q3 2019	Q3 2019
					Actual	Forecast <sup>1</sup>
<b>Streaming Total</b>						
Revenue	291,315	295,994	320,034	399,178	421,454	417,000
Contribution Profit <sup>2</sup>	30,444	31,372	29,407	53,043		
Contribution Margin	10.5%	10.6%	9.2%	13.3%		
Avg. Paying Subscribers	768,700	834,300	887,500	1,014,400	1,083,400	1,079,000
ARPU <sup>3</sup> (SEK/Month)	126	118	120	131	130	129
<b>Streaming Nordics<sup>4</sup></b>						
Revenue	259,256	258,288	276,347	340,315	352,222	349,000
Contribution Profit <sup>2</sup>	82,645	75,329	70,443	109,563		
Contribution Margin	31.9%	29.2%	25.5%	32.2%		
Avg. Paying Subscribers	616,300	645,500	669,200	736,000	757,600	756,000
ARPU <sup>3</sup> (SEK/Month)	140	133	138	154	155	154
<b>Streaming Non-Nordics</b>						
Revenue	32,059	37,706	43,687	58,863	69,233	68,000
Contribution Profit <sup>2</sup>	-52,200	-43,957	-41,036	-56,521		
Contribution Margin	-162.8%	-116.6%	-93.9%	-96.0%		
Avg. Paying Subscribers	152,400	188,800	218,300	278,400	325,800	323,000
ARPU <sup>3</sup> (SEK/Month)	70	67	67	70	71	70

<sup>1</sup> "Forecast" means an approximation based on information available at the time the report was prepared.

<sup>2</sup> Contribution Profit is defined as streaming revenue minus royalties to third-party publishers and rights holders, in-house production costs, transaction costs and marketing costs. Storytel Reader and Ztory is not included in Streaming.

<sup>3</sup> ARPU = Average Revenue Per User (Subscriber) per month.

<sup>4</sup> Storytel Norway is included in the figures @ 100%. In the consolidated group accounts, Norway is reported in accordance with the principle of proportional consolidation.

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