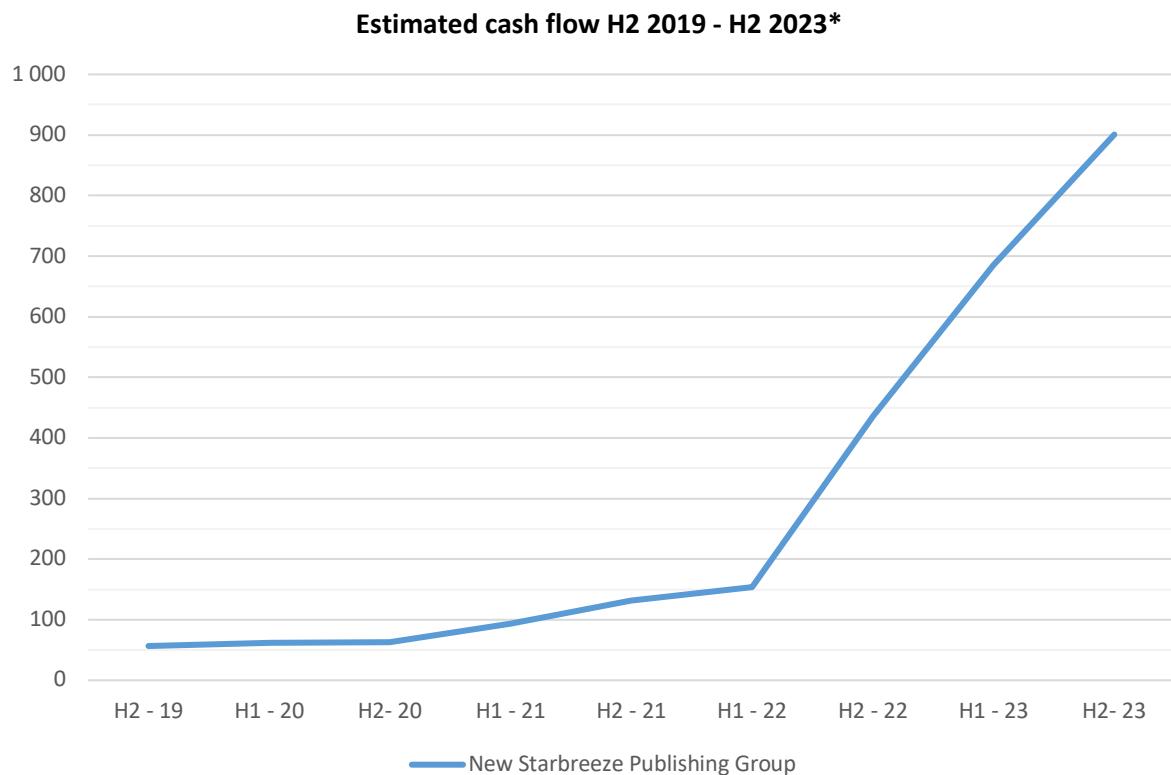




## Starbreeze provides estimate of future cash flows

**STOCKHOLM (October 11, 2019) – In light of the ongoing reconstruction work, Starbreeze AB (publ) provides an estimate of the business's future cash flows from operations. The company estimates that these cash flows will be positive, based on expected new publishing agreements in 2020 and an expected release of PAYDAY 3 in 2022–2023.**

The estimate of cash flows from operations for the coming four years is provided in the form of the following graph:



*\* The graph provided above shows the cash flow before repayment to creditors*

The cash flows in the graph above are based on the following expected events:

- Release of PAYDAY 3 estimated to take place in 2022–2023

- Publishing agreement for PAYDAY 3 concluded\* during the first half of 2020 and an initial payment instalment is received, after which the continued development of the product is financed by the publishing partner
- Publishing agreement for PAYDAY: Crime War concluded\* during the first half of 2020 and an initial payment instalment is received, after which the continued development of the product is financed by the publishing partner

*\* In conjunction with the signing of these publishing agreements, the possibility of payment to the creditors is created in the ongoing reconstruction work. The payment to the creditors is estimated to be able to amount to approximately SEK 40 million.*

### **Information on the ongoing reconstruction work**

As part of the reconstruction, assets and personnel attributable to the core business have been transferred to two new companies, New Starbreeze Publishing AB and New Starbreeze Studios AB. IP rights make up the majority of the assets and have been transferred to New Starbreeze Publishing AB. It is in New Starbreeze Publishing AB that the Group's cash flows will be generated.

In the reconstruction work, one of the four major international accounting firms has also valued the company's assets, which is the basis for the transfer of assets that has taken place to the subsidiary New Starbreeze Publishing AB. These assets (mainly IP rights for PAYDAY) have been valued at SEK 1,600 million. Corresponding assets are recognized in the consolidated balance sheet at SEK 333 million as of June 30, 2019.

The reconstruction work is continuing and the company intends to present a reconstruction plan shortly. As part of this work, the company will send letters to the creditors in the next few days with proposals for settlement. The letters will be followed by composition negotiations, after which the final reconstruction plan will be presented.

What the company reports in this press release is not a forecast, but merely a cash flow estimate to enable creditors to form an opinion about the future repayment ability of Starbreeze.

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*This information is information that Starbreeze AB is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, at 15:15 CET on October 11, 2019.*

#### **About Starbreeze**

Starbreeze is an independent developer, creator, publisher and distributor of PC and console targeting the global market, with studios in Stockholm, Barcelona, Paris, Bangalore and Dehradun. Housing the smash hit IP PAYDAY, Starbreeze develops games based on proprietary and third-party rights, both in-house and in partnership with external game developers. Starbreeze shares are listed on Nasdaq Stockholm under the tickers STAR A and STAR B with the ISIN-codes SE0007158928 (A share) and

*SE0005992831 (B share). Starbreeze announced via a press release on December 3, 2018 that the company, including certain subsidiaries, entered into reconstruction. For more information, please visit [starbreeze.com](http://starbreeze.com)*