

Let's make TV amazing again.

edgewartel

2018

**INTERIM REPORT
APRIL-JUNE 2018**

APRIL-JUNE 2018

**SEK 50.0
MILLION**
NET SALES

24.3%
INCREASED
NET SALES

**SEK -15.2
MILLION**
EBIT

JANUARY-JUNE 2018

**SEK 98.5
MILLION**
NET SALES

-9.6%
REDUCED
NET SALES

**SEK -26.7
MILLION**
EBIT

2018

INTERIM REPORT JANUARY-JUNE

"We have measures in place for our return to profitable growth. Our focus is now on the efficient execution of these measures."

Karl Thedéen
CEO, Edgeware

SECOND QUARTER OF 2018:

- Net sales of SEK 50.0 million (40.2), up 24.3 percent.
- Gross profit amounted to SEK 32.3 million (28.4), corresponding to a gross margin of 64.5 percent (70.5).
- Operating income (EBIT) amounted to SEK -15.2 million (-12.9), corresponding to an operating margin of -30.4 percent (-32.1).
- Loss for the period amounted to SEK -11.2 million (-10.2).
- Cash flow from operating activities of negative SEK -28.6 million (-9.1).
- Earnings per share for the period before and after dilution SEK -0.4 per share (-0.3).

FIRST HALF OF 2018:

- Net sales of SEK 98.5 million (108.9), down -9.6 percent.
- Gross profit amounted to SEK 64.6 million (80.8), corresponding to a gross margin of 65.6 percent (74.1).
- Operating income (EBIT) amounted to SEK -26.7 million (0.1), corresponding to an operating margin of -25.7 percent (0.1).
- Loss for the period amounted to SEK -20.5 million (0.2).
- Cash flow from operating activities of negative SEK -21.8 million (-4.4).
- Earnings per share for the period before and after dilution SEK -0.7 per share (0.0).

SIGNIFICANT EVENTS IN THE SECOND QUARTER

- Edgeware launched an OTT solution for the live broadcast of major TV events.
- NexPlayer and Edgeware started cooperating on strategic integration for TV streaming with a low level of delay.
- Edgeware received its first order from a Chinese customer.
- Restructuring costs for the sales and service organisation is included with SEK 3.3 million (0) in the quarter.
- The CEO, senior executives and other key members of staff subscribed for options in the company at a total option value of SEK 1.6 million.
- The Annual General Meeting (AGM) was held on 4 May 2018.
- The AGM adopted the income statement and balance sheet of the parent company and the consolidated income statement and balance sheet for the 2017 financial year.
- Three new members were elected to Edgeware's Board, Arnd Benninghoff, Tuija Soanjärvi and Jonas Hasselberg, and three Board members resigned, Jason Pinto, Staffan Helgesson and Karl Thedéen.

(SEK million unless otherwise indicated)	2018 Apr-Jun	2017 Apr-Jun	2018 Jan-Jun	2017 Jan-Jun	2017 Jan-Dec
Net sales	50.0	40.2	98.5	108.9	236.8
Gross profit	32.3	28.4	64.6	80.8	176.3
Gross margin (%)	64.5%	70.5%	65.6%	74.1%	74.4%
EBIT	-15.2	-12.9	-26.7	0.1	11.8
EBIT margin (%)	-30.4%	-32.1%	-25.7%	0.1%	5.0%
Profit/Loss for the period	-11.2	-10.2	-20.5	0.2	7.5
Cash flow from operating activities	-28.6	-9.1	-21.8	-4.4	-2.7
No. of employees at the end of the period*	112	104	112	104	112
Earnings per share before dilution	-0.4	-0.3	-0.7	0.0	0.2
Earnings per share after dilution	-0.4	-0.3	-0.7	0.0	0.2

*Included in the number of employees at 30 June 2018 are 16 (16) employees hired through Business Sweden and 8 (9) consultants with employment-like agreements.

COMMENTS BY THE CEO

Net sales for the second quarter of the year increased by 24 percent compared with the corresponding period last year. The gross margin was 65 percent, which was lower than our historical levels and is mainly attributable to an unusually low proportion of revenue from capacity licences that manage increased video streaming from existing customers. Overall, the results for the quarter were negative, which, combined with orders received late, also resulted in negative cash flow. Although the second quarter is usually weak, I am not satisfied and it remains obvious that we need to both increase revenues and keep control of our costs in order to return to profitable growth.

However, I see several positive indications relating to the business generated during the year. During the quarter, the company received its first order from a Chinese customer that requires our equipment in the networks it owns in China and beyond. We also delivered a major hardware upgrade to one of our largest customers. The upgrade was driven by the need to support more dynamic management of advertising features in VOD traffic and we are seeing similar needs among other large customers.

If we look at the revenue for the first half of the year in total, I am also pleased to see that most of our large customers have generated revenue in about the same level as in the first half of 2017. However, we have not seen an increase in revenue as a result of the football World Cup and the main reason for this is quite simply that our customers had already enough foresight to make the required investments. On the other hand, we have noted strong increases in traffic in conjunction with the live broadcasts and in some instances have assisted customers with support when their other CDN service suppliers have had problems. This may generate enhanced opportunities for us in the long term when customers analyse their experience of the football World Cup and review their need for future investments in their own CDN networks to better enable them to handle live traffic.

When it comes to our product offerings, we are seeing increased interest in OTT solutions, specifically in our "Origin" solution, which has

broadened our addressable market. We launched an OTT solution during the second quarter, with a focus on live broadcasts, particularly

sport, which is in keeping with the times. The same applies to our recently launched products that offer support for managing advertising features for both live and VOD traffic. Another specific issue that is being prioritised by more customers is the reduction of the delay in live broadcasts on mobile units, a problem being addressed in the cooperation with NexPlayer that was announced during the quarter.

We continued to implement the necessary measures to return to profitable growth during the quarter. We reduced our workforce in some areas to be able to invest more in others. In sales, we will invest more in growth opportunities in EMEA, particularly outside northwestern Europe, in APAC and through new partnerships. Other measures to return to profitable growth includes continued investment in products to better address the OTT market including a Cloud offering at the same time as we need to scrutinize cost in all functions.

To summarise, our large customers are continuing to invest in our products, we have launched new innovative products that have expanded our addressable market, and we have a new more efficient sales organisation in place. However, this was a weak quarter in terms of earnings and I am clearly not satisfied. Nonetheless I am confident that we are implementing the necessary measures to return to profitable growth in line with our financial targets.

Karl Thedéen
CEO, Edgware



SECOND QUARTER: 1 APRIL 2018 – 30 JUNE 2018 AND THE FIRST HALF OF 2018 1 JANUARY 2018 – 30 JUNE 2018

Net sales

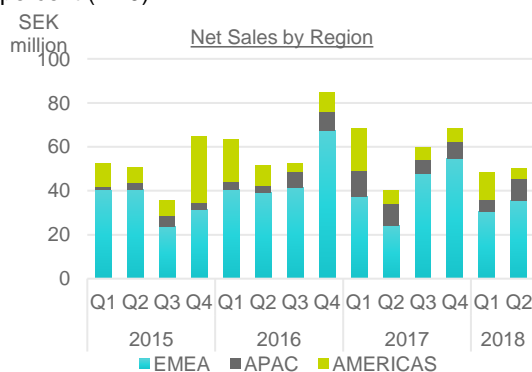
Second quarter:

The Group's net sales for the second quarter amounted to SEK 50.0 million (40.2), corresponding to a year-on-year increase of 24.3 percent. The increase in comparable currencies was 21.5 percent. Net sales increased to SEK 35.6 million (24.0) in EMEA (Europe, the Middle East and Africa), and declined to SEK 4.8 million (6.2) in AMERICAS (North and South America) and were in line with the corresponding period last year at SEK 9.6 million (10.0) in APAC (Asia-Pacific).

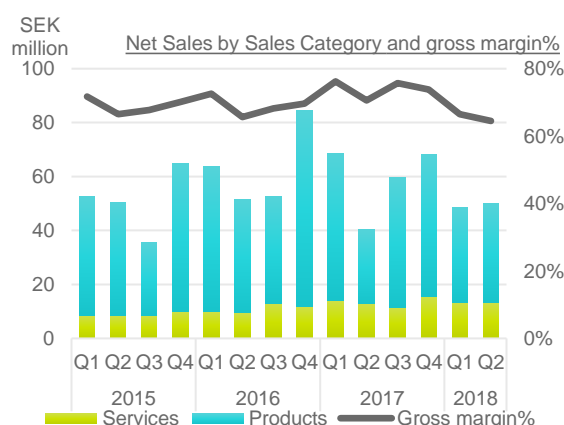
The company sees continued large interest in its products in the APAC region and the Group received its first order from a Chinese customer during the second quarter.

The market in LATAM remains cautious and although our large customers continue to invest, it is at a lower level than previously. The very positive trend in EMEA in the second quarter is mainly attributable to one of the region's largest customers making a significant hardware investment in its CDN to make full use of our new product, Ad Insertion. The product allows the customer to customize advertising, such as commercial offers from local business owners.

The EMEA region accounted for 71.2 percent (59.7) of the Group's total sales in the second quarter, AMERICAS for 9.6 percent (15.4) and APAC for 19.2 percent (24.9).



Of net total sales in the second quarter, the Products business stream (hardware, software and licenses) accounted for 73.5 percent (68.2), while the remaining 26.5 percent (31.8) was in Services (maintenance, support and other services). Recurring support revenue from existing customers amounted to SEK 11.6 million (11.5), corresponding to 87.6 percent (90.1) of net sales from services.



Six months

The Group's net sales in the first half of 2018 totalled SEK 98.5 million (108.9), down 9.6 percent compared with the first half of 2017. The decrease in comparable currencies was 11.5 percent.

Net sales in EMEA amounted to SEK 66.0 million (61.4), an increase of 7.5 percent year-on-year. In APAC, sales declined to SEK 16.3 million (21.9) and in AMERICAS, sales declined to SEK 17.2 (25.6) compared with the first half of 2017. These declines were mainly attributable to a lower level of investment by some of the company's larger customers in each market together with fewer new customers.

Net sales from products amounted to SEK 71.7 million (82.1) and from services to SEK 26.7 million (26.9). The decline in services is due to the company completing large installation and integration projects in the first quarter of 2017. Underlying service sales attributable to support contracts amounted to SEK 23.3 million (21.6), corresponding to an increase of 7.8 percent year-on-year.

Breakdown of net sales

The table below shows net sales broken down by region, sales category and point in time for revenue recognition.

	Q2 2018	Q2 2017
Region		
EMEA	35,6	24,0
APAC	9,6	10,0
Americas	4,8	6,2
Total	50,0	40,2
Sales Category		
Product	36,8	27,5
Services	13,3	12,8
Total	50,0	40,2

Q2 2018			
Timing	Product	Services	Total
At a point of time	36,8	1,7	38,4
Over time		11,6	11,6
Total	36,8	13,3	50,0

Q2 2017			
Timing	Product	Services	Total
At a point of time	27,5	1,3	28,7
Over time		11,5	11,5
Total	27,5	12,8	40,2

	H1 2018	H1 2017
Region		
EMEA	66,0	61,4
APAC	15,3	21,9
Americas	17,2	25,6
Total	98,5	108,9
Sales Category		
Product	71,7	82,1
Services	26,7	26,9
Total	98,5	108,9

H1 2018			
Timing	Product	Services	Total
At a point of time	71,7	3,4	75,1
Over time		23,4	23,4
Total	71,7	26,8	98,5

H1 2017			
Timing	Product	Services	Total
At a point of time	82,1	5,3	87,4
Over time		21,5	21,5
Total	82,1	26,8	108,9

Results

Second quarter

Gross profit for the second quarter amounted to SEK 32.3 million (28.4), up SEK 3.9 million year-on-year. The gross margin was 64.5 percent (70.5).

The proportion of capacity licenses in relation to total product sales was lower than in the corresponding quarter previous year, which was the main underlying reason for the lower gross margin. Furthermore, sales of products in relation to our total net sales were lower than the historical average, which reduces the total gross margin, since the service business has a lower gross margin than the product business. Finally, the amortisation of earlier capitalised development expenses and personnel costs attributable to the service organisation have an impact on the gross margin.

Operating expenses amounted to SEK 47.5 million (41.3), up SEK 6.2 million year-on-year. The year-on-year cost increase was mainly due to a higher number of employees in the Group and non-recurring restructuring costs for the sales and

service organisation. These cost affecting comparability costs amount to SEK 3.3 million (0) and are recognised under "other operating income and operating expenses" and are mainly costs for personnel and legal. This relates to a total of six persons in the sales and delivery organisation. The aim of the restructuring activities is to further bolster the international expansion and broaden the addressable market by ensuring that the company invests in the markets that continue to have favourable growth and reduces the number of persons in the markets in which we do not see the same potential.

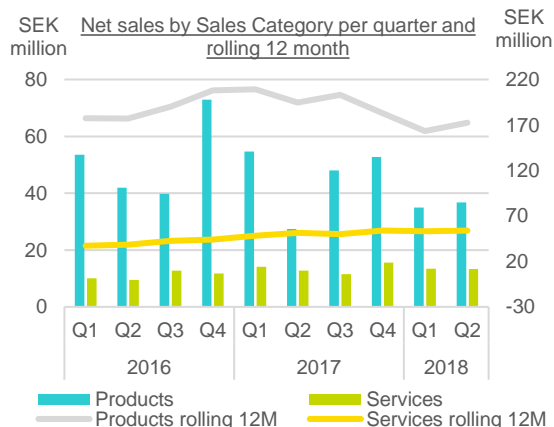
Development expenses of SEK 3.5 million (3.2) were capitalised in the second quarter, accounting for 17.8 percent (17.8) of the company's total R&D expenses. At the same time, amortisation of previously capitalised development expenses rose to SEK 2.8 million (2.1). This amortisation is a component of the company's cost of goods sold and thus impacts Edgware's gross profit. On the whole, the net of the period's capitalised expenses after amortisation for the period had a positive impact of SEK 0.7 million (1.1) on EBIT.

Operating income before depreciation and amortisation (EBITDA) amounted to SEK -11.7 million (-9.9).

EBIT for the quarter amounted to SEK -15.2 million (-12.9), corresponding to a year-on-year decline of SEK 2.3 million. Adjusted for cost affecting comparability expenses, EBIT amounted to SEK -11.9 million (-12.9), an improvement of SEK 1 million.

EBIT corresponds to an operating margin of -30.4 percent (-32.1). Net financial items for the period amounted to income of SEK 0.9 million (0.1) and mainly comprised FX effects on cash and cash equivalents and a revaluation of inter-company transactions.

Loss for the quarter totalled SEK -11.2 million (-10.1), corresponding to a year-on-year decrease of SEK 1.1 million. Adjusted for cost affecting comparability expenses, the loss for the period was SEK -7.9 million (-10.1). Earnings for the period were impacted by a higher tax expense of SEK 0.3 million stemming from the restatement of the deferred tax asset due to the adopted future amendment to the corporate tax rate in Sweden.



Six months

Gross profit for the first half of the year amounted to SEK 64.6 million (80.8), a year-on-year decline of SEK 16.2 million. The gross margin was 65.6 percent (74.1).

The lower gross margin for the first half of the year is attributable to an anticipated bad debt loss of SEK 1.8 million (0), which was reserved during the first quarter, and a lower proportion of capacity and memory licences in the product mix. The service business also had a somewhat lower margin compared with the corresponding period previous year.

Operating expenses amounted to SEK 91.3 million (80.7), up SEK 10.6 million year-on-year. The increase in operating expenses derives from a higher number of employees in the Group and restructuring expenses mainly attributable to the sales and delivery organisation during the first and second quarters. These cost affecting comparability costs amounted to SEK 4.7 million (0) for the first half of the year.

During the first half of the year, development expenses of SEK 6.2 million (6.8) were capitalized, accounting for 16.3 percent (18.9) of the company's total R&D expenses. At the same time, amortisation of previously capitalised development expenses rose to SEK 5.5 million (4.0). This amortisation is a component of the company's cost of goods sold and thus impacts Edgware's gross profit. On the whole, the net of the period's capitalised expenses after amortisation for the period had a positive impact of SEK 0.7 million (2.9) on EBIT.

EBIT for the first half of the year amounted to SEK -26.7 million (0.1), corresponding to a year-on-year decline of SEK 26.8 million. Adjusted for cost affecting comparability restructuring expenses, EBIT was SEK -22.0 million (0.1).

Net financial items amounted to income of SEK 1.4 million (-0.2) and mainly comprised FX effects on cash and cash equivalents and a revaluation of inter-company transactions.

Loss for the period totalled SEK -20.5 million (0.2), corresponding to a year-on-year decrease of SEK 20.6 million. Earnings for the period were impacted by a higher tax expense of SEK 0.3 million stemming from the restatement of the deferred tax asset due to the adopted future amendment to the corporate tax rate in Sweden.

Financial position

The comparison figures under financial position pertain to December 2017. The equity/assets ratio was 78.4 percent (78.2) on 30 June 2018 and equity amounted to SEK 224.3 million (244.7).

Total assets on 30 June 2018 amounted to SEK 286.3 million (311.7). At the end of the period, inventories totalled SEK 17.2 million (12.9) and capitalised development expenses amounted to SEK 20.5 million (19.9). The increase in inventories is attributable to somewhat lower-than-expected hardware deliveries in the second quarter of 2018.

The Group's cash and bank balances amounted to SEK 69.3 million (97.7) at the end of the period. Current investments are short-term interest fund investments and amounted to SEK 75.2 million (75.1). The fund is measured according to level 1 of the fair value hierarchy.

Liquidity and cash flows

Cash flow from operating activities in the second quarter amounted to SEK -28.6 million (-9.1). The decline compared with the corresponding period previous year was mainly attributable to orders being received late in the quarter and the associated increase in trade accounts receivable and tied-up working capital. In addition, we have a couple of major customer projects in progress for which payment follows final integration with a third party, resulting in a somewhat longer period of payment than usual.

Cash flow from investing activities amounted to SEK -3.7 million (-79.9) during the second quarter and was primarily attributable to salaries and other direct costs for capitalised development work as well as investments in tangible and intangible non-current assets. In the second quarter of 2017, the company invested SEK 75 million in a short-term interest fund, which explains the difference between the years. Cash flow for the period amounted to SEK -30.7 million (-89.0).

Cash flow for the six-month period amounted to SEK -28.6 million (-88.9). The negative cash flow is due to lower sales in combination with lower gross margins, which created a loss at an operating level and increased trade accounts receivable, with the resulting higher tied-up working capital. 2017, the company invested SEK 75 million in a short-term interest fund, which explains the difference between the years.

Parent company

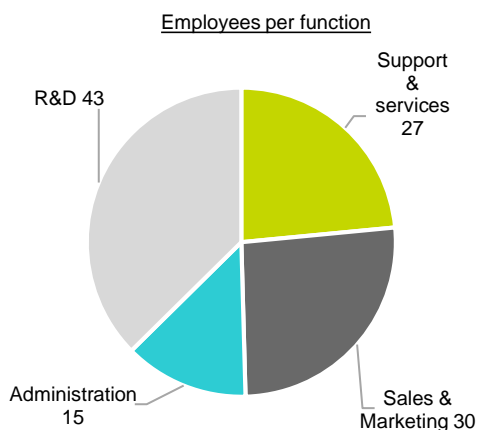
The parent company's net sales in the second quarter amounted to SEK 49.7 million (39.3) and the loss for the period amounted to SEK -12.6 million (-10.5).

The parent company's net sales in the first half of the year totalled SEK 97.4 million (107.8) and loss for the period amounted to SEK -19.3 million (-2.1).

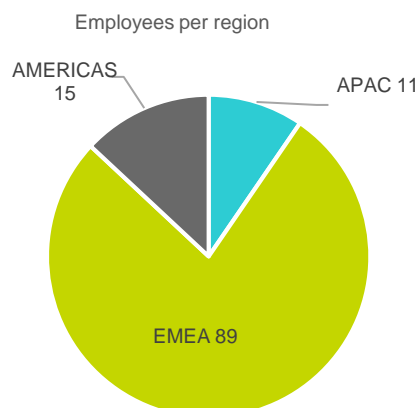
Since the Group's business and net sales are predominantly generated in the parent company, reference is made to the Group for additional comments in the interim report.

Employees

The number of employees in the Group at the end of the period was 112 (104). There was a year-on-year increase of eight in the number of employees. The number of employees in R&D is 45 (41), service and support 26 (23), sales and marketing 27 (26) and administration 14 (14). Included in the number of employees at 30 June are employees hired through Business Sweden 16 (16) and consultants with employment-like agreements 8 (9). Added to this are two outsourced development teams in Vietnam and other consultants, a total of about 20 persons.



At the end of the period, there were 71 (67) employees in Sweden, 17 (14) in EMEA, 9 (8) in APAC and 15 (15) in AMERICAS.



The CEO and certain members of staff subscribed for options in the company during the quarter at a total option value of SEK 1.6 million. For more details about the programme, see Note 5.

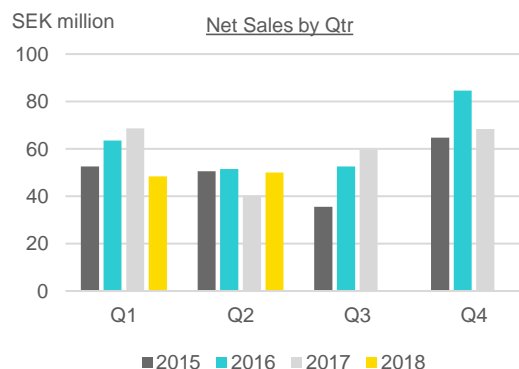
Risks and uncertainties

Edgware's operations, sales and results are affected by a number of internal and external risk factors. The company has a continuous process to identify and assess how each risk should be managed. The main risks facing the company are delivery risk, technical development risk and financial risk.

No material risks and uncertainties beyond those described in the 2017 annual report arose in 2018.

Seasonal variations

Over the 2015-2016 calendar years, the seasonal variations between quarters were relatively similar. Net sales have normally been highest in the fourth quarter, followed by the first quarter, while the second and third quarters normally have the lowest net sales, which is consistent with Edgware's market and the seasonal variations that come from having a majority of customers in EMEA. During 2017, the company noted that these seasonal variations were less clear. One reason for this was that EMEA's share of Edgware's total sales declined.



Edgeware's share

During the second quarter, Edgeware's share price varied between SEK 14.2 and SEK 19.1. The closing price on the last day of trading in June 2018 was SEK 15.7. Edgeware's market capitalisation on 30 June 2018 was SEK 471 million. The number of Edgeware shareholders on 30 June 2018 was 3,394. Foreign shareholders accounted for some 28 percent of the voting rights. As per 30 June 2018, Edgeware's share capital amounted to SEK 1,502,150.40, represented by 30,043,008 shares, of which Class C shares accounted for 100 percent. Refer also to Note 4.

Significant events during and after the quarter

- NexPlayer and Edgeware started cooperating on strategic integration for TV streaming with a low level of delay.
- Edgeware launched an OTT solution for the live broadcast of major TV events.
- Edgeware received its first order from a Chinese customer.
- Restructuring costs for the sales and service organisation is included with SEK 3.3 million (0) in the quarter.
- The CEO, senior executives and other key members of staff subscribed for options in the company at a total option value of SEK 1.6 million.
- The Annual General Meeting (AGM) was held on 4 May 2018.
- The AGM adopted the income statement and balance sheet of the parent company and the consolidated income statement and balance sheet for the 2017 financial year. Profit was carried forward and no dividend will be paid.
- The AGM resolved that Michael Ruffolo, Kent Sander and Sigrun Hjelmqvist were to be re-elected as Board members and that Arnd Benninghoff, Tuija Soanjärvi and Jonas Hasselberg were to be appointed Board members by way of new election. Michael Ruffolo was re-elected till chairman of the board. Jason Pinto, Staffan Helgesson and Karl Thedéen declined re-election.
- Deloitte was re-elected as the company's auditor.

- The AGM resolved that director fees would be payable in an amount of SEK 1,495,000, whereby the chairman of the board would receive SEK 500,000 and each other Board member would receive SEK 180,000. It was also resolved that fees for committee work on the audit committee would be payable in a total of SEK 60,000, of which SEK 30,000 to the chairman of the committee and SEK 15,000 to each of the two other members, and that fees for committee work on the remuneration committee would be payable in a total of SEK 35,000, of which SEK 15,000 to the chairman of the committee and SEK 10,000 to each of the other two members. Fees to the company's auditors are to be payable on a current account basis.

Outlook

The Board adopted new long-term financial objectives for the company's sales growth and EBIT margin in October 2016. Taking into account the prevailing market situation, with a cautious market, the Board of Directors adopted a revised financial target for the company's organic sales growth at the Board meeting on 3 May 2018. The outlook for the markets served by the company is adjudged to remain positive. The policy of not issuing a forecast stands firm.

Financial objectives

Edgeware has the following long-term financial objectives:

- To achieve long-term organic annual sales growth of more than 10 percent.
- To achieve a long-term EBIT margin exceeding 15%.
- Edgeware's capital structure is to enable a high degree of financial flexibility and allow for acquisitions. The objective is for net indebtedness to amount to a maximum of two times EBITDA for the most recent 12-month period.
- Since Edgeware's cash flow in coming years should finance the continued development, expansion and opportunities to acquire, no dividend will be paid.

For more information, please visit:

<https://corporate.edgeware.tv/>

CONSOLIDATED INCOME STATEMENT

	2018 APR-JUN Q2	2017 APR-JUN Q2	2018 JAN-JUN H1	2017 JAN-JUN H1	2017 JAN-DEC FULL-YEAR
(AMOUNTS IN SEK MILLION)					
Net sales	50.0	40.2	98.5	108.9	236.8
Cost of goods sold	-17.7	-11.8	-33.9	-28.1	-60.5
Gross profit	32.3	28.4	64.6	80.8	176.3
Selling expenses	-16.5	-15.0	-35.4	-30.9	-64.5
Administrative expenses	-11.5	-10.7	-22.8	-19.9	-44.2
Research and development expenses	-16.0	-14.9	-31.6	-29.4	-56.1
Other operating income/expenses	-3.5	-0.7	-1.5	-0.5	0.3
EBIT	-15.2	-12.9	-26.7	0.1	11.8
Financial items					
Financial income	1.1	0.2	2.3	0.3	1.5
Financial expenses	-0.1	-0.1	-0.9	-0.5	-1.9
Pre-tax profit	-14.2	-12.8	-25.3	-0.1	11.4
Tax	3.0	2.6	4.8	0.3	-3.9
Profit/Loss for the period	-11.2	-10.2	-20.5	0.2	7.5
Attributable to:					
Owners of the parent	-11.2	-10.2	-20.5	0.2	7.5
Earnings per share before dilution, SEK	-0.4	-0.3	-0.7	0.0	0.2
Earnings per share after dilution, SEK	-0.4	-0.3	-0.7	0.0	0.2

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

PROFIT/LOSS FOR THE PERIOD	-11.2	-10.2	-20.5	0.2	7.5
Other comprehensive income					
Items that can be reversed to profit or loss:					
Exchange-rate differences when translating foreign operations	-0.7	-1.1	-1.0	-1.2	0.2
Other comprehensive income, net after tax	-0.7	-1.1	-1.0	-1.2	0.2
Comprehensive income for the period	-11.9	-11.3	-21.5	-1.0	7.7
Attributable to:					
Owners of the parent	-11.9	-11.3	-21.5	-1.0	7.7

CONSOLIDATED BALANCE SHEET

(AMOUNTS IN SEK MILLION)	30 June 2018	30 June 2017	31 December 2017
ASSETS			
Non-current assets			
Intangible assets			
Capitalised expenditure on development work	20.5	17.6	19.9
Trademarks	0.8	0.8	0.8
Other intangible assets	0.6	-	0.2
Property, plant and equipment			
Equipment	3.3	4.5	4.2
Financial non-current assets			
Other non-current assets	6.3	3.5	5.0
Deferred tax assets	15.6	14.9	10.8
Total non-current assets	47.1	41.3	40.9
Current assets			
Inventories	17.2	10.2	12.9
Trade accounts receivable	64.6	53.0	72.8
Other receivables	1.7	2.6	1.8
Prepaid expenses and accrued income	11.2	9.1	10.5
Current investments	75.2	75.1	75.1
Cash and bank equivalents	69.3	105.6	97.7
Total current assets	239.2	255.6	270.8
TOTAL ASSETS	286.3	296.9	311.7
EQUITY AND LIABILITIES			
Equity			
Share capital	1.5	1.5	1.5
Other paid-in capital	235.8	234.3	234.3
Translation reserve	-3.4	-3.9	-2.5
Retained earnings including profit for the period	-9.6	4.1	11.4
Equity attributable to owners of the parent	224.3	236.0	244.7
Total equity	224.3	236.0	244.7
Current liabilities			
Trade accounts payable	17.2	14.2	18.9
Current tax liabilities	0.5	0.6	0.5
Other current liabilities	1.9	1.4	0.3
Accrued expenses and deferred income	42.1	44.4	47.0
Other provisions	0.3	0.3	0.3
Total current liabilities	62.0	60.9	67.0
TOTAL EQUITY AND LIABILITIES	286.3	296.9	311.7

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(AMOUNTS IN SEK MILLION)	30 June 2018	30 June 2017
Opening balance, equity 1 Jan 2018 (1 Jan 2017)	244.7	234.1
Profit/Loss for the year	-20.5	0.2
Other comprehensive income	-1.0	-1.2
Effect of amended impairment model upon transition to IFRS 9 at 1 Jan 2018.	-0.5	-
Total comprehensive income	-22.0	-1.0
Transactions with owners:		
Paid-in premium, warrants	1.6	
Tax on issuance costs	-	2.9
Total transactions with owners	1.6	2.9
Closing balance, equity	224.3	236.0

In the first quarter of 2018, a nonrecurring effect of SEK 0.5 million was recognised in equity due to a change of calculation model for anticipated bad debts on trade accounts receivable as a result of future losses being taken into consideration in line with IFRS 9.

CONSOLIDATED STATEMENT OF CASH FLOWS

	2018 APR-JUN	2017 APR-JUN	2018 JAN-JUN	2017 JAN-JUN	2017 JAN-DEC FULL- YEAR
(AMOUNTS IN SEK MILLION)	Q2	Q2	H1	H1	
Operating activities					
EBIT	-15.2	-12.9	-26.7	0.1	11.8
Adjustments for non-cash items:					
Depreciation/amortisation	3.5	3.0	6.9	5.7	11.7
Revised assessment of provision for guarantee reserve	0.0	-0.2	0.0	-0.3	-0.3
Withholding tax	-	-	-	-	-0.2
Exchange-rate effects	0.2	-1.2	0.1	-1.3	-0.4
Received interest	0.0	0.1	0.1	0.1	0.3
Paid interest	0.0	-0.0	0.0	-0.0	-0.1
Cash flow from operating activities before changes in working capital	-11.5	-11.2	-19.6	4.3	22.8
Cash flow from changes in working capital					
Decrease/Increase in inventories	-1.0	-2.0	-4.7	-4.1	-6.7
Decrease/Increase in trade accounts receivable	-29.3	12.3	8.2	13.5	-6.3
Decrease/Increase in other current receivables	7.0	-1.8	-0.6	-3.5	-4.0
Decrease/Increase in trade accounts payable	6.0	-0.0	-1.7	-2.7	2.0
Decrease/Increase in other current liabilities	0.2	-6.4	-3.4	-11.9	-10.5
Cash flow from working capital	-17.1	2.1	-2.2	-8.7	-25.5
Cash flow from operating activities	-28.6	-9.1	-21.8	-4.4	-2.7
Investing activities					
Acquisition of intangible non-current assets	-3.5	-4.1	-6.4	-7.7	-14.7
Acquisition of property, plant and equipment	-0.2	-0.8	-0.6	-1.8	-3.1
Investments in other financial non-current assets	-	-	-	-	-1.5
Investments in current assets	-	-75.0	-	-75.0	-75.0
Cash flow from investing activities	-3.7	-79.9	-7.0	-84.5	-94.3
Financing activities					
Paid deposit, Business Sweden.	-	-	-1.4	-	-
Paid-in premium, warrants	1.6	-	1.6	-	-
Cash flow from financing activities	1.6	-	0.2	-	-
Cash flow for the period	-30.7	-89.0	-28.6	-88.9	-97.0
Cash and cash equivalents at the beginning of the period	99.9	194.5	97.7	194.6	194.6
Exchange-rate differences in cash and cash equivalents	0.1	0.1	0.2	-0.1	0.1
Cash and cash equivalents at the end of the period	69.3	105.6	69.3	105.6	97.7

KEY FINANCIAL FIGURES

	2018 JAN-MAR Q1	2018 APR-JUN Q2	2017 JAN-MAR Q1	2017 APR-JUN Q2	2017 JUL-SEP Q3	2017 OCT-DEC Q4
Net sales by region						
EMEA	30.3	35.6	37.4	24.0	47.8	54.7
AMERICAS	12.4	9.6	19.4	6.2	6.2	6.0
APAC	5.7	4.8	11.9	10.0	5.5	7.7
Net sales	48.4	50.0	68.7	40.2	59.5	68.4
Net sales by sales category						
Products	35.0	36.7	54.6	27.4	48.0	52.8
Services	13.4	13.3	14.1	12.8	11.5	15.6
Of which: Support	11.7	11.6	10.1	11.5	10.9	12.8
Of which: Professional Services	1.7	1.7	4.0	1.3	0.6	2.8
Net sales	48.4	50.0	68.7	40.2	59.5	68.4
Gross profit	32.3	32.3	52.4	28.4	45.1	50.5
Gross margin, %	66.7%	64.5%	76.2%	70.5%	75.7%	73.8%
Operating expenses	-43.8	-47.5	-39.4	-41.3	-39.1	-44.7
Operating expenses/Net sales, %	-90.4%	-94.9%	-57.3%	-102.6%	-65.6%	-65.4%
EBIT **)	-11.5	-15.2	13.0	-12.9	6.0	5.8
EBIT margin, % **)	-23.7%	-30.4%	18.9%	-32.1%	10.1%	8.4%
EBITDA **)	-8.1	-11.7	15.7	-9.9	9.0	9.0
EBITDA margin (%) **)	-16.7%	-23.4%	22.8%	-24.6%	15.1%	13.0%
Profit/Loss for the period after tax	-9.3	-11.2	10.3	-10.2	4.0	3.3
Net margin, profit/loss for the period after tax, %	-19.1%	-22.5%	15.0%	-25.2%	6.8%	4.8%
Total assets	290.4	286.3	311.9	296.9	296.2	311.7
Equity assignable to the parent company's shareholders	234.6	224.3	244.4	236.0	240.6	244.7
Equity/assets ratio, % **)	80.8%	78.4%	78.4%	79.5%	81.2%	78.5%
Return on equity (ROE) **)	-3.9%	-4.9%	4.3%	-4.2%	1.7%	1.3%
Equity per share, before dilution	7.8	7.5	8.1	7.9	8.0	8.1
Equity per share, after dilution	7.8	7.5	8.1	7.9	8.0	8.1
Average number of shares before dilution	30,043,008	30,043,008	30,043,008	30,043,008	30,043,008	30,043,008
Average number of shares after dilution	30,043,008	30,043,008	30,043,008	30,043,008	30,051,924	30,043,008
Earnings per share before dilution (Note 7)	-0.3	-0.4	0.3	-0.3	0.1	0.1
Earnings per share after dilution (Note 7)	-0.3	-0.4	0.3	-0.3	0.1	0.1
Cash flow from operating activities	6.7	-28.6	4.7	-9.1	-14.1	16.0
No. of employees at the end of the period*	115	112	100	104	106	112
Of whom, women	14	14	12	12	9	10

*) **Employees:** Included in the number of employees at 30 June are 16 (16) employees hired through Business Sweden and 8 (9) consultants with employment-like agreements.

**) Financial measures not defined according to IFRS. Definitions of these measurements are presented on pages 14. Definitions

EMEA Europe, Middle Europe and Africa.

APAC Asia and Pacific region.

AMERICAS North and South America.

Gross profit Net sales less cost of goods sold.

Gross margin Gross profit as a percentage of net sales.

EBIT Operating profit before financial items and tax.

EBIT margin % EBIT in relation to net sales.

EBITDA Operating profit before depreciation/amortisation and impairment losses.

EBITDA margin EBITDA as a percentage of net sales.

Return on equity (ROE) Profit for the period as a percentage of adjusted equity (equity plus the equity portion of untaxed reserves).

Adjusted equity plus the equity portion of untaxed reserves.

Equity/assets ratio Adjusted equity in relation to total assets.

Number of shares after dilution has been restated to account for new share issues and the historical effect of warrants.

Earnings per share Profit for the period in relation to number of shares.

Equity per share Equity in relation to number of shares.

Operating expenses/Net sales % Operating expenses in relation to net sales whereby operating expenses correspond to the Group's costs that are not directly related to the company's goods or services.

Net margin The company's net profit in relation to net sales.

Financial measures not defined according to IFRS

The company presents certain financial measures in the interim report that are not defined according to IFRS. The company is of the opinion that these measures provide valuable additional information for investors and the company's management, since they facilitate an evaluation of the company's presentation. Since not all companies calculate financial measures in the same way, these measures are not always comparable to those used by other companies. Consequently, they should not be regarded as a substitute for the measures defined according to IFRS. The tables below present the measures not defined according to IFRS and a reconciliation of the two sets of measures.

The company has chosen to no longer present performance measures adjusted for items affecting comparability in the company's financial statements since these are no longer considered relevant given that expenses related to IPO preparations are no longer included in the comparative year. Any material income and expenses of a non-recurring nature will be disclosed in the company's comments on the outcome for the period.

EBITDA

The company has chosen to report the key ratio EBITDA, since it shows the underlying result adjusted for the effect of depreciation/amortisation, which provides a more comparable profit measure over time, since depreciation/amortisation refers to historical investments.

	2018	2018	2017	2017	2017	2017
(AMOUNTS IN SEK MILLION)	JAN-MAR Q1	APR-JUN Q2	JAN-MAR Q1	APR-JUN Q2	JUL-SEP Q3	OCT-DEC Q4
EBIT	-11.5	-15.2	13.0	-12.9	6.0	5.8
Amortisation of capitalised development expenses	-2.7	-2.8	-1.9	-2.1	-2.3	-2.3
Other depreciation/amortisation	-0.7	-0.7	-0.8	-0.9	-0.7	-0.9
EBITDA	-8.1	-11.7	15.7	-9.9	9.0	9.0
EBITDA margin (%)	-16.7%	-23.4%	22.8%	-24.6%	15.1%	13.0%

Equity/assets ratio

The company has chosen to report the key performance measure Equity/assets ratio, since it reflects the company's long-term solvency.

	2018	2018	2017	2017	2017	2017
(AMOUNTS IN SEK MILLION)	JAN-MAR Q1	APR-JUN Q2	JAN-MAR Q1	APR-JUN Q2	JUL-SEP Q3	OCT-DEC Q4
Total assets	290.4	286.3	311.9	269.9	269.2	311.7
Equity	234.6	224.3	244.4	236.0	240.6	244.7
Equity/assets ratio (%)	80.8%	78.4%	78.4%	79.5%	80.2%	78.5%

Return on equity (ROE)

The company has chosen to report the key ratio Return on equity (ROE), since it shows how effectively the company uses its assets to generate profits.

	2018	2018	2017	2017	2017	2017
(AMOUNTS IN SEK MILLION)	JAN-MAR Q1	APR-JUN Q2	JAN-MAR Q1	APR-JUN Q2	JUL-SEP Q3	OCT-DEC Q4
Equity	234.6	224.3	244.4	236.0	240.6	244.7
Average adjusted equity	239.7	229.4	239.3	240.2	238.3	242.6
Profit/Loss for the period	-9.2	-11.2	10.3	-10.2	4.0	3.3
Return on equity (ROE) (%)	-3.9%	-4.9%	4.3%	-4.2%	1.7%	1.3%

1. Accounting policies

The Group applies the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as adopted by the EU. The Group also applies the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 1 Supplementary Accounting Rules for Groups. This report has been prepared in accordance with IAS 34 Interim Financial Reporting and in compliance with the applicable provisions in the Swedish Annual Accounts Act. Disclosures according to IAS 34 Interim Financial Reporting are provided in the notes and elsewhere in this interim report.

The parent company applies RFR 2 Accounting for Legal Entities as well as the Swedish Annual Accounts Act.

The Group and the parent company have applied the same accounting policies and measurement methods as used in the preparation of the most recent annual report apart for IFRS 9 and IFRS 15 described below.

New accounting policies as of 1 January 2018

IFRS 15 Revenue from Contracts with Customers:

IFRS 15 establishes a comprehensive revenue model that replaces the IAS 18 and IAS 11 standards. The standard regulates revenue recognition and disclosure requirements pertaining to commercial agreements (contracts) with customers where deliveries of goods/services are divided into separate identifiable performance obligations that are recognised independently. The standard took effect on 1 January 2018. In a review, Edgware identified material revenue flows and contracts in Edgware AB and Edgware Inc, and analysed them based on the five-step model presented in IFRS 15. The finance, operations and sales departments as well as the company's legal counsel were involved in the review. The conclusion reached is that the new standard have no material impact on the Edgware Group's revenue recognition. However, the new standard requires more extensive disclosures in the financial statements. The accounting policies for IFRS 15 are described in the most recent annual report.

IFRS 9 Financial Instruments

IFRS 9 is the new standard for financial instruments that replaces IAS 39. The standard took effect on 1 January 2018. A project has been carried out based on the following areas: classification and measurement, and documentation of financial liabilities and assets. Edgware does not apply hedge accounting. The project included a calculation of the effects of transitioning to a new model for recognising expected loan losses known as the "expected loss model". No part of IFRS 9 will have a material impact of Group's reporting and earlier periods will not be restated. Edgware applies two

different business models. For cash and cash equivalents, trade accounts receivable and other current receivables, the company's business model is "hold to collect," which means that the purpose is to collect contractual cash flows and the agreed conditions for the financial assets give rise to, on specific dates, cash flows that only constitute payments of capital amounts and interest on the outstanding capital amount. Assets belonging to this business model are recognised at amortised cost. Current investments comprise mutual and fixed interest funds where Edgware's business model is "other" and where the nature of the cash flow excludes other business models. The holding is recognised at fair value through profit or loss.

In the first quarter of 2018, Edgware recognised a nonrecurring effect of SEK 0.5 million in equity due to a change of calculation model for anticipated bad debt losses on trade accounts receivable according to IFRS 9. At 31 December 2017, there was a provision of SEK 1.1 million for anticipated bad debts based on the assessment according to IAS 39. At 1 January 2018, the reserve for bad debts was further adjusted by SEK 0.5 million in accordance with the calculation model for anticipated bad debts under IFRS 9. The model that Edgware applies for the calculation model for anticipated bad debts according to IFRS 9 is based on a grouping into various risk classifications. Each customer is assigned a risk classification on the basis of an overall assessment of the customer in relation to its external credit rating, the customer's payment history, the market in which the customer conducts operations and external factors in the region.

2. Measurement of financial instruments at fair value

Financial assets and financial liabilities that are measured at fair value in the balance sheet, or for which fair value disclosures are made, are classified at one of three levels based on the information used to establish fair value.

Level 1 – Financial instruments for which fair value is established based on observable quoted prices (unadjusted) on active markets for identical assets or liabilities. A market is regarded as active if quoted prices from a stock market, broker, industry group, pricing service or supervisory authority are readily and regularly available and these prices represent actual and regularly occurring market transactions at arm's length.

Level 2 – Financial instruments for which fair value is established using measurement models that are based on observable data for the assets or liabilities other than quoted prices included in level 1, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Examples of observable data within level 2 are:

- Quoted prices for similar assets or liabilities

- Data that can provide a basis for price assessment, e.g. market interest rates and yield curves.

Level 3 - Financial instruments for which fair value is established using measurement models in which input data is based on nonobservable data.

For cash and cash equivalents, trade accounts receivable, other current receivables, trade accounts payable and other current liabilities, the carrying amount is a good approximation of the fair value when the duration is short. Current investments amounted to SEK 75.2 million, measured at fair value in accordance with level 1.

Edgware is able to hedge orders invoiced in EUR or MXN with an order value exceeding SEK 2 million and with payment terms of 60 days or more in order to reduce the currency risk. Currency future contracts are measured at fair value through profit or loss. Hedge accounting is not applied. At the end of June 2018, the outstanding currency future contracts in MXN were measured at SEK 0.4 million and in EUR at SEK 0.2 million. Derivatives are measured according to level 2 of the fair value hierarchy with discounting of cash flows using exchange rates and interest rates prevailing on the balance-sheet date.

Effects of new accounting policies

IFRS 16 Leases

This new standard is to be applied as of 1 January 2019. Edgware has commenced preparations to transition to the new standard on 1 January 2019. The preliminary assessment is that the new standard will impact Edgware, particularly with respect to leases for premises which, according to the new standard, are to be recognised as an asset in the form of the right to utilise the premises and a liability in the form of an obligation to make rent payments.

3. Estimates and judgments

Preparation of the report requires management to make judgments and estimates, and to make assumptions that affect the application of the accounting policies and the recognised amounts for assets, liabilities, revenue and expenses. Actual outcomes may deviate from these estimates and judgments. For further information, refer to Edgware's annual report.

4. Share capital

At the end of the period, there were 30,043,008 shares (30,043,008) with a quota value of SEK 0.05 (0.05). The share capital at period-end was SEK 1,502,150.40 (1,502,150.40).

5. Transactions with related parties

On 4 May 2018, a long-term incentive programme was launched, with a duration of 3.53 years, for the CEO and approximately 25 other employees of Edgware and comprising a maximum of 699,100 warrants. Transfers were effected at market value, calculated according to Black and Scholes, and each warrant confers entitlement to subscription of one new share. The subscription price corresponds to 130 percent of the volume-weighted average price ("VWAP") for the company's share during the period 4 May up to and including 18 May 2018, corresponding to ten trading days prior to the valuation Date and an exercise price of SEK 19.00.

6. Segment information

Operating segments are reported in compliance with the internal reports submitted to the highest executive decision-maker.

The Group's regions and the business areas utilise the same sales, development and administrative resources, so the company's expenses are distributed by allocating them proportionately. The same applies to assets and liabilities. Group management does not feel that an allocation of income statement and balance sheet items would provide a fairer view of operations and therefore follows results for the Group as a whole. Accordingly, the Group has not identified any business streams.

The Group's net sales are monitored by region – EMEA, APAC and AMERICAS – based on two operating sectors: Products and Services.

The outcomes by region and operating sector consist of the sum of invoices for products and services sold by various parts of the Group. These are not, however, reflected in separate income statements and balance sheets.

NOTE 7 EARNINGS PER SHARE

The following amounts for profits and weighted average number of ordinary shares have been used in calculating earnings per share before dilution:

	2018 APR-JUN Q2	2017 APR-JUN Q2	2018 JAN-JUN H1	2017 JAN-JUN H1	2017 JAN-DEC FULL-YEAR
EARNINGS PER SHARE BEFORE DILUTION					
Profit/Loss for the period attributable to owners of the parent, SEK	-11 235 928	-10 148 611	-20 505 334	164 068	7 469 531
Average number of outstanding ordinary shares, before dilution	30,043,008	30,043,008	30,043,008	30,043,008	30,043,008
Earnings per share before dilution, SEK	-0.4	-0.3	-0.7	0.0	0.2

The following amounts for profits and weighted average number of ordinary shares have been used in calculating earnings per share after dilution:

	2018 APR-JUN Q2	2017 APR-JUN Q2	2018 JAN-JUN H1	2017 JAN-JUN H1	2017 JAN-DEC FULL-YEAR
EARNINGS PER SHARE AFTER DILUTION					
Profit/Loss for the period attributable to owners of the parent, SEK	-11 235 928	-10 148 611	-20 505 334	164 068	7 469 531
Average number of outstanding ordinary shares, before dilution	30,043,008	30,043,008	30,043,008	30,043,008	30,043,008
Warrants	-	-	-	13,397	1,482
Weighted average number of ordinary shares outstanding, after dilution	30,043,008	34,043,008	30,043,008	34,056,405	30,044,490
Earnings per share after dilution, SEK	-0.4	-0.3	-0.7	0.0	0.2

CONDENSED PARENT COMPANY INCOME STATEMENT

	2018 APR-JUN Q2	2017 APR-JUN Q2	2018 JAN-JUN H1	2017 JAN-JUN H1	2017 JAN-DEC FULL-YEAR
(AMOUNTS IN SEK MILLION)					
Net sales	49.7	39.3	97.4	107.8	234.0
Cost of goods sold	-17.2	-11.3	-32.8	-27.0	-58.0
Gross profit	32.5	28.0	64.6	80.8	176.0
Selling expenses	-19.1	-16.3	-36.1	-34.5	-64.8
Administrative expenses	-10.9	-9.7	-21.7	-19.3	-42.5
Research and development expenses	-15.7	-14.5	-30.9	-28.7	-54.7
Other operating income/expenses	-3.5	-0.7	-1.5	-0.4	0.3
EBIT	-16.7	-13.2	-25.6	-2.1	14.3
Financial income and expenses					
Financial income	1.0	0.2	2.3	0.3	1.6
Financial expenses	-0.0	-0.1	-0.8	-0.5	-1.9
Profit/Loss after financial items	-15.7	-13.1	-24.1	-2.3	14.0
Tax on profit for the period	3.1	2.6	4.8	0.2	-3.9
Profit/Loss for the period	-12.6	-10.5	-19.3	-2.1	10.1

CONDENSED PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

	2018 APR-JUN Q2	2017 APR-JUN Q2	2018 JAN-JUN H1	2017 JAN-JUN H1	2017 JAN-DEC FULL-YEAR
(AMOUNTS IN SEK MILLION)					
Profit/Loss for the period	-12.6	-10.5	-19.3	-2.1	10.1
Other comprehensive income:	-	-	-	-	-
Comprehensive income for the period	-12.6	-10.5	-19.3	-2.1	10.1

PARENT COMPANY BALANCE SHEET

(AMOUNTS IN SEK MILLION)	30 JUNE 2018	30 JUNE 2017	31 DECEMBER 2017
ASSETS			
Non-current assets			
Intangible assets			
Capitalised expenditure on development work	20.4	17.6	19.9
Trademarks	0.8	0.8	0.8
Other intangible assets	0.6	-	0.2
Property, plant and equipment			
Equipment	3.4	4.5	4.2
Financial non-current assets			
Deferred tax assets	15.6	14.8	10.8
Other non-current assets	6.3	3.6	5.0
Total non-current assets	47.1	41.3	40.9
Current assets			
Inventories	16.5	10.2	12.3
Trade accounts receivable	63.7	49.0	69.5
Current receivables	12.3	11.0	11.6
Receivables from Group companies	12.9	6.0	8.8
Total current assets	105.4	76.2	102.2
Current investments	75.2	75.1	75.1
Cash and bank balances	68.6	104.7	97.2
Total current assets	249.2	256.0	274.5
TOTAL ASSETS	296.3	297.3	315.4
Equity			
Restricted equity			
Share capital	1.5	1.5	1.5
Reserve for development expenses	18.9	12.7	16.9
Total restricted equity	20.4	14.2	18.4
Unrestricted equity			
Share premium reserve	235.8	234.3	234.3
Retained earnings	-5.1	-8.5	-12.7
Profit/Loss for the period	-19.2	-2.1	10.1
Total equity	231.9	237.9	250.1
Current liabilities			
Trade accounts payable	17.2	14.1	18.7
Current tax liabilities	0.4	0.6	0.5
Liabilities to Group companies	3.3	-	-
Other current liabilities	1.8	1.3	0.3
Accrued expenses and deferred income	41.4	43.1	45.5
Other provisions	0.3	0.3	0.3
Total current liabilities	64.4	59.4	65.3
TOTAL EQUITY AND LIABILITIES	296.3	297.3	315.4

The Board of Directors and the Chief Executive Officer hereby confirm that this report provides a true and fair overview of the operations, financial position and results of the parent company and the Group and describes material risks and factors of uncertainty faced by the parent company and the companies in the Group.

Stockholm, 26 July 2018

Michael Ruffolo
Chairman of the Board

Karl Thedéen
CEO

Sigrun Hjelmquist
Board member

Kent Sander
Board member

Arnd Benninghoff
Board member

Jonas Hasselberg
Board member

Tuija Soanjärvi
Board member

This report has not been reviewed by Edgeware's auditor.

FINANCIAL CALENDAR

- Interim report January-September 2018, Q3 2018, 9 November 2018.
- Year-end Report, January-December 2018, 1 February 2019.
- Annual Report 2018, 11 March 2019.
- AGM 2019, 11 April 2019.

ABOUT EDGEWARE

Edgware offers operators and content providers the tools to deliver modern TV services over the Internet on a large scale and a low cost. Edgware's unique technology provides an outstanding viewing experience and gives customers control over their content. Edgware has experienced rapid growth in recent years, reaching net sales of SEK 237 million in 2017.

Edgware has its head office in Stockholm, Sweden, and has employees in 15 countries across Europe, Asia and North and Latin America.

For more information, visit <https://corporate.edgware.tv>

Edgware – Let's make TV amazing again!

CONTACT INFORMATION

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This information is inside information that Edgeware AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation and information that Edgeware AB (publ) is obliged to make public pursuant to the Swedish Securities Market Act. The information was submitted for publication, through the agency of the contact person set out above, at 7:30 a.m. on 27 July 2018.

At 10:00 a.m. on 27 July 2018, the company will hold a web-broadcast teleconference, during which CEO Karl Thedéen will present the report together with CFO Steeve Fuhr.

Anyone wishing to participate in the teleconference in conjunction with the presentation should call one of the numbers below:

SE: +46856642698

UK: +442030089811

US: +18558315945

It is also possible to follow and listen to the presentation on the following web

link: <https://tv.streamfabriken.com/edgeware-q2-2018>

Information about Edgeware, press releases, press photos, etc. are available in Edgeware's newsroom at Cision and on <https://corporate.edgeware.tv/>

Edgeware AB

Corporate ID number 556691-7554

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EDGEWARE AB

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Let's make tv amazing again.

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