

Skitude Holding AS

FINANCIAL HALF YEAR REPORT

from 1 May to 31 October 2021

Skitude Holding AS
Financial report – H1 FY 21/22
for the period from 1 May to 31 October 2021

Management comments

The financial report reflects that the first half of the company's financial year is off season with limited transaction revenues from skiers. However, due to the acquisition of Spotlio and the growing summer business of Catalate, the net reported revenues quadrupled from last year's H1. Please note, and for the avoidance of doubt, the comparable period in this financial report is not stated on a pro forma basis.

During H1, the company has prepared for organic growth within its multi-brand strategy, with the main growth in the short-term coming from Catalate's B2B transactional business.

Events subsequent to the balance sheet date include merging the operations of Skitude and Skioo with Spotlio, and changing the name of Skitude Holding AS to Canopy Holdings AS.

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Declaration by the board of directors and CEO

We hereby confirm that, to the best of our knowledge, that the unaudited interim financial statements for the period from 1 May to 31 October 2021 have been prepared in accordance with NGAAP, and that the information in the financial statements gives a true and fair view of the group's assets, liabilities, financial position and profit or loss taken as a whole.

We also confirm that, to the best of our knowledge, the interim report for the first half gives a true and fair view of important events in the accounting period and their influence on the interim report for the first half, as well as the principal risks and uncertainties facing the business in the next accounting period.

The Board of Directors of Skitude Holding AS
Oslo, 7 December 2021

Haavard Nord
Chairman of the Board

Anne Worsøe
Member of the Board

Christopher Logan
Member of the Board

Thomas S. Wrede-Holm
Member of the Board

Bent Grøver
CEO

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Statement of profit and loss

Interim consolidated statement of profit and loss

		2021-2022	2020
OPERATING REVENUES AND EXPENSES		01.05-31.10	01.05-31.10
All amounts in NOK 1000	Note	Unaudited	Unaudited
Sales revenues		17 082	4 373
Other operating revenue		431	-
Total operating revenues		17 513	4 373
Costs of goods		5 497	99
Employee benefits expense		31 941	2 657
Other operating expenses		8 208	3 675
Total operating expenses		45 645	6 431
Operating profit/loss before depreciation		-28 131	-2 058
Depreciation and amortisation expenses	3	19 842	6 011
Operating profit/loss		-47 973	-8 068
Finance income		119	-125
Finance expense		-241	-1
Net financial items		-122	-126
Profit/loss before tax		-48 095	-8 194
Tax expense		-2 163	-668
Net profit/loss for the period		-45 932	-7 526
Basic and diluted earnings per share		-0,52	-0,17
Allocations of the period's net profit/loss:			
Transferred to other equity		-45 932	-7 526
Total		-45 932	-7 526

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Statement of balance sheet

Interim consolidated balance sheet, as at

ASSETS		31.10.2021	30.04.2021
All amounts in NOK 1000	Note	Unaudited	
Non-current assets			
Research and development	3	50 018	52 088
Customer contracts	3	45 825	49 817
Brands	3	13 085	13 881
Goodwill and other intangible	3	113 285	120 945
Total intangible assets		222 214	236 731
Fixtures and fittings		621	637
Total fixtures and fittings		621	637
Total non-current assets		222 834	237 369
Current assets			
Trade receivables		8 866	6 586
Other receivables		2 359	2 428
Total receivables		11 225	9 014
Bank deposits, cash and cash equivalents		111 434	147 847
Total current assets		122 659	156 861
TOTAL ASSETS		345 493	394 230

EQUITY AND LIABILITIES		31.10.2021	30.04.2021
All amounts in NOK 1000	Note	Unaudited	
Equity			
Share capital	4	1 761	1 761
Share premium		404 957	404 957
Other paid-in capital		1 470	1 196
Total paid-in capital		408 188	407 914
Other equity		-130 366	-84 165
Total retained earnings		-130 366	-84 165
Total equity		277 822	323 749
Liabilities			
Deferred tax liability		20 505	21 984
Total provisions for liabilities		20 505	21 984
Liabilities to financial institutions		1 698	1 824
Other non-current liabilities		14 150	15 855
Total other non-current debt		15 848	17 679
Current portion of long term debt		1 765	2 439
Trade payable		5 243	3 861
Payable taxes		-	857
Public duties payable		342	1 916
Deferred revenue		6 341	2 828
Other current liabilities		17 628	18 918
Total current liabilities		31 318	30 817
Total liabilities		67 671	70 480
TOTAL EQUITY AND LIABILITIES		345 493	394 230

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Statements of changes in equity

Interim consolidated statement of changes in equity

All amounts in NOK 1000	Paid-in-equity			Retained earnings	Total equity
	Share capital	Share premium	Other paid-in capital	Other equity	
Equity as at 30 April 2020	448	78 727	-	-74 423	4 752
Capital increase	1 313	326 230	13 845	-	341 388
Fair value adjustment merger	-	-	-	33 781	33 781
Equity contribution from business combinations	-	-	-	423	423
Transaction costs	-	-	-12 773	-	-12 773
Share based compensation	-	-	124	-	124
Translation differences	-	-	-	-2 257	-2 257
Net profit/loss for the period	-	-	-	-41 689	-41 689
Equity as at 30 April 2021	1 761	404 957	1 196	-84 165	323 749
Equity as at 30 April 2021	1 761	404 957	1 196	-84 165	323 749
Share based compensation	-	-	274	-	274
Translation differences	-	-	-	-267	-267
Net profit/loss for the period	-	-	-	-45 932	-45 932
Equity as at 31 October 2021	1 761	404 957	1 470	-130 366	277 822

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Statements of cash flow

Interim consolidated statement of cash flows

All amounts in NOK 1000	Note	2020-2021 01.05-31.10 Unaudited	2020-2021 01.05-30.04
Cash flow from operating activities			
Profit/loss before income tax payable		-48 095	-42 466
Depreciation and amortisation expenses	3	19 842	26 610
Change in trade receivables and trade payables		-898	-1 964
Changes in other operating items		-677	-2 025
Net cash flow from operating activities		-29 829	-19 845
Cash flow from investing activities			
Purchase of intangible and tangible non-current assets		-4 426	-51 958
Business combinations		-	-14 382
Net cash flow from investing activities		-4 426	-66 340
Cash flow from financing activities			
Proceeds from borrowings		-2 159	-2 278
Capital increase		-	228 317
Net cash flow from financing activities		-2 159	226 039
Net change in cash and cash equivalents		-36 413	139 854
Cash and cash equivalents at the beginning of the period		147 847	7 993
Cash and cash equivalents at the end of the period		111 434	147 847

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Notes to the unaudited interim financial statements

Note 1 – General information and basis for preparation

Skitude Holding AS and its subsidiaries (collectively "the Group", or "Skitude") is a publicly listed company on the Euronext Growth Oslo, with the ticker symbol SKI. Skitude Holding AS was admitted to trading on Euronext Growth Oslo 18 December 2020. Skitude Holding AS is incorporated and domiciled in Norway.

The Skitude Group's main business is the development of app for IOS and Android phones that that connect skiers and outdoor enthusiasts with mountain resorts. The Skitude app enable skiers and other users like mountain bikers of the resorts and resort area to maximise and improve their experience.

The unaudited interim consolidated financial statements of the Group were authorised for issue in accordance with a resolution of the Board of Directors on 7th December 2021. The unaudited interim consolidated financial statements are presented in Norwegian kroner (NOK 1000), which is also the functional currency of the parent company.

The unaudited interim consolidated financial statements of the Group comprise interim consolidated statement of profit or loss, interim consolidated balance sheet, interim consolidated statement of cash flows, interim consolidated statement of changes in equity and selected notes. The interim financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway. The interim financial statements are unaudited and do not include a complete set of financial statement disclosures, thus they should be viewed together with the annual report for the period ended 30 April 2021.

Loss before tax was MNOK 48.1 for the first half year and the net loss after tax was MNOK 45.9 for the first half year.

Note 2 – Revenue recognition

The company recognises revenue when persuasive evidence of a sale arrangement exists, services have been rendered, the price is fixed or determinable and payment is reasonably assured.

Contracts with ski resorts are based on milestones deliverables that are considered met within the accounting year. The accounting period is similar to the annual contractual period with the ski resorts.

H1 is normally a quiet period for Skitude Group as a result of the summer season.

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Note 3 – Intangible assets

All amounts in NOK 1000	Research and development (unaudited)	Customer contracts (unaudited)	Brands (unaudited)	Goodwill (unaudited)	Total (unaudited)
Acquisition cost at 30.04.21	92 219	54 362	14 571	129 785	290 936
Business combinations	0	0	0	0	0
Additions	4 394	0	0	0	4 394
FX translations effects	161	65,76	132,05	506,74	866
Acquisition cost 31.10.21	96 774	54 428	14 703	130 292	296 195
Accumulated amortisation at 30.04.21	-40 131	-4 545	-689	-8 840	-54 205
Business combinations	0	-	-	-	0
This year amortisation	-6 598	-4 060	-934	-8 191	-19 783
FX translation effects	-26	4	6	22	5
Accumulated amortisation at 31.10.21	-46 755	-8 602	-1 617	-17 009	-73 983
Net carrying value at 30.04.21	52 088	49 817	13 881	120 945	236 731
Net carrying value at 31.10.21	50 018	45 825	13 085	113 285	222 214
Useful economic lifetime	5-8 years	8 years	8 years	8 years	
Amortisation plan	Linear	Linear	Linear	Linear	

Note 4 – Equity

Share capital in Skitude Holding AS	Numbers of shares issued and fully paid	Par value per share (NOK)	Carrying amount (Unaudited)
At 30 April 2021	88 025 691	0,02	1 760 514
At 31 October 2021	88 025 691	0,02	1 760 514

Note 5 - Events after the reporting period

- i) Covid-19 update

We are monitoring the development of Covid-19 and any restrictions imposed by national or local authorities in the weeks and months to come. With the arrival of the omicron variant and the uncertainty of the impact this variant can have on people, it is difficult to say how the coming winter season will develop. At the time of writing this half-year report, all the main markets are open for skiing except for Austria. Austria went into a lockdown on 22 November and plans to open up again on 12 December. However, ski resorts have the opportunity to open up to skiers if they want during lockdown. In northern Italy, there are certain regions that require you to show your vaccination pass to activate your lift pass. For most markets there are restrictions with respect to restaurants and indoor activities.