



Conversion to IFRS

Xbrane Biopharma AB (publ) has prepared its financial reports in accordance with International Financial Reporting Standards (IFRS) since 1 July 2017. The effect of the conversion to IFRS on the Group's income statement and balance sheet for the full year 2015, 2016 and the quarters between Q1 2016 and Q2 2017 as well as Q4 2017 and full year 2017 is presented in this document.

This document was published for the first time in connection with the publication of Q3 Report 2017. For the publication of Q4 Report 2017, additions have been made for Q4 and full-year 2017 for the Group and financial statement for the full year 2015 and 2016 for the Parent Company. In addition, corrections for some errors have been made in Q2 2016, Q3 2016 and Q4 2017, as shown in a separate column in these tables.

The most significant effects derive from goodwill that, in accordance with IFRS, is not depreciated. The income statement that prior to the implementation of IFRS was cost-based has been converted to a function-based.

Revenues from non-core operations has been reclassified to other operating income. However, this change is not a mandatory IFRS-conversion.

The company's auditor has not audited the IFRS conversion for 2015, 2016 and 2017.



Health equality for a global population

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Full year 2015

<i>Consolidated statement of profit and loss and other comprehensive income</i>	Prior to IFRS conversion	Change of depreciation of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	After conversion to IFRS
Revenue	392,859				-392,859		-
Cost of goods sold	-						-
Gross profit	392,859				-392,859		-
Raw material and consumables	-256,615					256,615	-
Other external expenses	-6,632,497		-306,332			6,938,829	-
Personnel expenses	-4,138,606			2,700		4,135,906	-
Depreciation and amortization	-1,441,338	1,350,100	15,316			75,921	-
Other income	550,467				392,859		943,326
Selling and distribution expenses	-						-
Research and development expenses	-					-6,958,317	-6,958,317
Administrative expenses	-					-4,462,697	-4,462,697
Other expenses	-25,067					13,743	-11,324
Operating profit or loss	-11,550,796	1,350,100	-291,015	2,700			-10,489,011
Finance income	424						424
Finance costs	-294,413						-294,413
Net finance costs	-293,989						-293,989
Profit or loss before tax	-11,844,786	1,350,100	-291,015	2,700			-10,783,000
Income tax	-						-
Profit or loss from continuing operations	-11,844,786	1,350,100	-291,015	2,700			-10,783,000
Total comprehensive income for the period							
<i>Items that can be transferred to profit for the period</i>							
Translation difference, recalculation of goodwill	-						-
Total income for the period	-11,844,786	1,350,100	-291,015	2,700			-10,783,000

2015-12-31

<i>Consolidated statement of financial position</i>	Prior to IFRS conversion	Change of depreciation of goodwill	Reclassification of convertible debt	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	After conversion to IFRS
ASSETS							
Goodwill	51,847,636	1,350,100					53,197,736
Intangible assets	6,025,702			-286,670	38,253		5,777,285
Tangible assets	10,023,994				-38,253		9,985,741
Total non-current assets	67,897,332	1,350,100		-286,670			68,960,762
Inventories	160,913						160,913
Accounts receivable	169,448						169,448
Currents tax receivables	2,655,288						2,655,288
Prepayments and accrued income	42,568						42,568
Other receivables	1,717,420						1,717,420
Cash and cash equivalents	2,687,560						2,687,560
Total current assets	7,433,197						7,433,197
TOTAL ASSETS	75,330,530	1,350,100		-286,670			76,393,959
EQUITY							
Share capital	500,000						500,000
Other capital	73,182,031		-54,550,272				18,631,759
Translation reserves	-3,147,111			4,345		-40	-3,142,806
Retained earnings	-23,025,725	1,350,100		-291,015		2,700	-21,963,940
Equity attributable to owners of the Company	47,509,195	1,350,100	-54,550,272	-286,670		2,660	-5,974,987
Non-controlling interests	-						-
TOTAL EQUITY	47,509,195	1,350,100	-54,550,272	-286,670		2,660	-5,974,987
LIABILITIES							
Other provisions	353,004					-2,660	350,344
Other non-current liabilities	4,063,676						4,063,676
Total non-current liabilities	4,416,680					-2,660	4,414,020
Accounts payable	4,762,519						4,762,519
Liabilities to Group companies	10,264,242						10,264,242
Tax liabilities	59,250						59,250
Other current liabilities	6,801,747		54,550,272				61,352,019
Accrued expenses and pre-paid income	1,516,897						1,516,897
Total current liabilities	23,404,655		54,550,272				77,954,927
TOTAL LIABILITIES	27,821,335		54,550,272			-2,660	82,368,947
TOTAL EQUITY AND LIABILITIES		75,330,530	1,350,100	-286,670			76,393,960

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q1 2016

<i>Consolidated statement of profit and loss and other comprehensive income</i>	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	After conversion to IFRS
Revenue	853,757					-853,757		-
Cost of goods sold								-
Gross profit	853,757					-853,757		-
Raw material and consumables	-95,087						95,087	-
Other external expenses	-2,827,470						2,827,470	-
Personnel expenses	-1,778,917				3,011		1,775,906	-
Depreciation and amortization	-1,539,076	1,337,390		15,172			186,513	-
Other income	7,034					853,757		860,791
Selling and distribution expenses	-							-
Research and development expenses	-						-2,199,220	-2,199,220
Administrative expenses	-						-2,697,946	-2,697,946
Other expenses	-49,770						12,190	-37,581
Operating profit or loss	-5,429,529	1,337,390		15,172	3,011			-4,073,956
Finance income	757							757
Finance costs	-101,447							-101,447
Net finance costs	-100,691							-100,691
Profit or loss before tax	-5,530,220	1,337,390		15,172	3,011			-4,174,646
Income tax								
Profit or loss from continuing operations	-5,530,220	1,337,390		15,172	3,011			-4,174,646
Total comprehensive income for the period								
<i>Items that can not be transferred to profit for the period</i>								
Translation difference, recalculation of goodwill	-		-12,710					-12,710
Total income for the period	-5,530,220	1,337,390	-12,710	15,172	3,011			-4,187,357

2016-03-31

<i>Consolidated statement of financial position</i>	Prior to IFRS conversion	Transfer of IFRS conversion changes from 2015	Change of depreciation of goodwill	Currency translation difference of goodwill	Reclassification of convertible debt	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	After conversion to IFRS
ASSETS								
Goodwill	51,089,583	1,350,100	1,337,390	-12,710				53,764,363
Intangible assets	7,863,390	-248,417				15,172		7,630,145
Tangible assets	15,036,528	-38,253						14,998,275
Total non-current assets	73,989,501	1,063,430	1,337,390	-12,710		15,172		76,392,783
Inventories	3,013,727							3,013,727
Accounts receivable	169,448							169,448
Currents tax receivables	2,890,338							2,890,338
Prepayments and accrued income	689,090							689,090
Other receivables	1,437,009							1,437,009
Cash and cash equivalents	68,609,624							68,609,624
Total current assets	76,809,236							76,809,236
TOTAL ASSETS	150,798,737	1,063,430	1,337,390	-12,710		15,172		153,202,019
EQUITY								
Share capital	1,036,482							1,036,482
Other capital	162,953,300	-54,550,272			54,550,272			162,953,300
Translation reserves	-2,759,088	4,305		-12,710			15	-2,767,478
Retained earnings	-28,555,944	1,061,785	1,337,390			15,172	3,011	-26,138,585
Equity attributable to owners of the Company	132,674,750	-53,484,182	1,337,390	-12,710	54,550,272	15,172	3,026	135,083,719
Non-controlling interests								
TOTAL EQUITY	132,674,750	-53,484,182	1,337,390	-12,710	54,550,272	15,172	3,026	135,083,719
LIABILITIES								
Non-current interest-bearing liabilities	452,890							452,890
Other provisions	419,109	-2,660					-3,026	413,423
Other non-current liabilities	4,024,295							4,024,295
Non-current liabilities	4,896,295	-2,660					-3,026	4,890,609
Accounts payable	5,620,844							5,620,844
Tax liabilities	49,697							49,697
Other current liabilities	5,441,146	54,550,272			-54,550,272			5,441,146
Accrued expenses and pre-paid income	2,116,005							2,116,005
Total current liabilities	13,227,692	54,550,272			-54,550,272			13,227,692
TOTAL LIABILITIES	18,123,987	54,547,612			-54,550,272		-3,026	18,118,301
TOTAL EQUITY AND LIABILITIES	150,798,737	1,063,430	1,337,390	-12,710		15,172		153,202,020

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q2 2016

<i>Consolidated statement of profit and loss and other comprehensive income</i>	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	Adj. from IFRS-bridge presented 2017-11-13	After conversion to IFRS
Revenue	1,032,017					-1,032,017			-
Cost of goods sold	-								-
Gross profit	1,032,017					-1,032,017			-
Raw material and consumables	-459,027						459,027		-
Other external expenses	-2,859,823						2,859,823		-
Personnel expenses	-2,892,877				3,162		2,889,715		-
Depreciation and amortization	-2,419,348	1,364,193		358,383			696,772		-
Other income	76,216					1,032,017		30,092	1,138,325
Selling and distribution expenses	-								-
Research and development expenses	-						-4,981,273		-4,981,273
Administrative expenses	-						-1,939,857		-1,939,857
Other expenses	-16,105						15,792		-313
Operating profit or loss	-7,538,947	1,364,193		358,383	3,162				-5,783,117
Finance income	31,023							-30,092	931
Finance costs	-49,062								-49,062
Net finance costs	-18,038								-48,130
Profit or loss before tax	-7,556,985	1,364,193		358,383	3,162				-5,831,248
Income tax	-								-
Profit or loss from continuing operations	-7,556,985	1,364,193		358,383	3,162				-5,831,248
Total comprehensive income for the period									
<i>Items that can not be transferred to profit for the period</i>									
Translation difference, recalculation of goodwill	-		13,402						13,402
Total income for the period	-7,556,985	1,364,193	13,402	358,383	3,162				-5,817,846

2016-06-30

<i>Consolidated statement of financial position</i>	Prior to IFRS conversion	Transfer of IFRS conversion changes from 2015	Change of depreciation of goodwill	Currency translation difference of goodwill	Reclassification of convertible debt	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	After conversion to IFRS
ASSETS									
Goodwill	50,784,097	1,350,100	2,701,583	692					54,836,472
Intangible assets	8,449,524	-248,417				373,555	-689,899		7,884,763
Tangible assets	16,125,899	-38,253					689,899		16,777,544
Other non-current assets	634,700								634,700
Total non-current assets	75,994,219	1,063,430	2,701,583	692		373,555			80,133,480
Inventories	2,804,995								2,804,995
Accounts receivable	1,201,462								1,201,462
Currents tax receivables	2,956,759								2,956,759
Prepayments and accrued income	275,977								275,977
Other receivables	559,907								559,907
Cash and cash equivalents	56,693,752								56,693,752
Total current assets	64,492,851								64,492,851
TOTAL ASSETS	140,487,071	1,063,430	2,701,583	692		373,555			144,626,331
EQUITY									
Share capital	1,036,482								1,036,482
Not registered share capital	162,953,300	-54,550,272			54,550,272				162,953,300
Translation reserves	-1,385,399	4,305		692				92	-1,380,310
Retained earnings	-36,112,930	1,061,785	2,701,583			373,555		6,173	-31,969,833
Equity attributable to owners of the Company	126,491,453	-53,484,182	2,701,583	692	54,550,272	373,555		6,265	130,639,638
Non-controlling interests									
TOTAL EQUITY	126,491,453	-53,484,182	2,701,583	692	54,550,272	373,555		6,265	130,639,638
LIABILITIES									
Non-current interest-bearing liabilities	434,181								434,181
Other provisions	492,958	-2,660						-6,265	484,033
Other non-current liabilities	4,019,437								4,019,437
Non-current liabilities	4,946,576	-2,660						-6,265	4,937,651
Accounts payable	3,128,886								3,128,886
Tax liabilities	42,026								42,026
Other current liabilities	3,836,311	54,550,272			-54,550,272				3,836,311
Accrued expenses and pre-paid income	2,041,820								2,041,820
Total current liabilities	9,049,042	54,550,272			-54,550,272				9,049,042
TOTAL LIABILITIES	13,995,618	54,547,612			-54,550,272			-6,265	13,986,693
TOAL EQUITY AND LIABILITIES	140,487,071	1,063,430	2,701,583	692		373,555			144,626,331

Changes in consolidated statement of cash flow for the Group

Changes in the Group's consolidated statement of cash flow for the Group as a result of IFRS-conversion are limited and concerns reclassification in result and balance.

Cash flow from current operation decreased by SEK 134 thousand (-0,1%).

Cash flow from investing activities increased by SEK 264 thousand (2%).

Cash flow from financing activities decreased by SEK 131thousand (-0,2%).

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q3 2016

Consolidated statement of profit and loss and other comprehensive income	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	Adj. from IFRS-bridge presented 2017-11-13	After conversion to IFRS
Revenue	71,840					-71,840			-
Cost of goods sold	-								-
Gross profit	71,840					-71,840			-
Raw material and consumables	-137,605						137,605		-
Other external expenses	-5,360,409						5,360,409		-
Personnel expenses	-2,473,291				3,360		2,469,932		-
Depreciation and amortization	-2,190,628	1,397,875		-327,048			1,119,801		-
Other income	65,730					71,840		15,979	153,49
Selling and distribution expenses	-						-14,014,500	14,014,500	-
Research and development expenses	-						260,214	-7,094,221	-6,834,007
Administrative expenses	-						4,637,803	-6,920,280	-2,282,477
Other expenses	-65,534						28,738		-36,797
Operating profit or loss	-10,089,896	1,397,875		-327,048	3,360			15,978	-8,999,732
Finance income	16,229							-15,979	250
Finance costs	-27,899							-	-27,899
Net finance costs	-11,670							-15,979	-27,649
Profit or loss before tax	-10,101,566	1,397,875		-327,048	3,360				-9,027,381
Income tax	-								-
Profit or loss from continuing operations	-10,101,566	1,397,875		-327,048	3,360				-9,027,381
Total comprehensive income for the period									
<i>Items that can not be transferred to profit for the period</i>									
Translation difference, recalculation of goodwill	-		15,694						15,694
Total income for the period	-10,101,566	1,397,875	15,694	-327,048	3,360				-9,011,687

2016-09-30

Consolidated statement of financial position	Prior to IFRS conversion	Transfer of IFRS conversion changes from 2015	Change of depreciation of goodwill	Currency translation difference of goodwill	Reclassification of convertible debt	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	After conversion to IFRS
ASSETS									
Goodwill	50,626,076	1,350,100	4,099,458	16,386					56,092,020
Intangible assets	8,763,733	-248,417				47,726			8,563,042
Tangible assets	17,183,831	-38,253					-767,742		16,377,836
Other non-current assets	634,700						767,742		1,402,442
Total non-current assets	77,208,339	1,063,430	4,099,458	16,386		47,726			82,435,340
Inventories	2,869,219								2,869,219
Accounts receivable	1,793,413								1,793,413
Currents tax receivables	3,278,964								3,278,964
Prepayments and accrued income	1,556,945								1,556,945
Other receivables	489,046								489,046
Cash and cash equivalents	43,923,136								43,923,136
Total current assets	53,910,723								53,910,723
TOTAL ASSETS	131,119,062	1,063,430	4,099,458	16,386		47,726			136,346,062
EQUITY									
Share capital	1,036,483								1,036,483
Not registered share capital	29,645								29,645
Translation reserves	162,923,655	-54,550,272			54,550,272				162,923,655
Retained earnings	228,140	4,305		16,386		1,219		250	250,300
Equity attributable to owners of the Company	-46,214,497	1,061,785	4,099,458			46,508		9,532	-40,997,214
Non-controlling interests									
TOTAL EQUITY	118,003,426	-53,484,182	4,099,458	16,386	54,550,272	47,726		9,782	123,242,869
LIABILITIES									
Non-current interest-bearing liabilities	415,428								415,428
Other provisions	573,759	-2,660						-9,782	561,317
Other non-current liabilities	4,021,167								4,021,167
Non-current liabilities	5,010,354	-2,660						-9,782	4,997,912
Accounts payable	3,250,670								3,250,670
Tax liabilities	69,729								69,729
Other current liabilities	2,226,753	54,550,272			-54,550,272				2,226,753
Accrued expenses and pre-paid income	2,558,130								2,558,130
Total current liabilities	8,105,282	54,550,272			-54,550,272				8,105,282
TOTAL LIABILITIES	13,115,637	54,547,612			-54,550,272			-9,782	13,103,194
TOAL EQUITY AND LIABILITIES	131,119,063	1,063,430	4,099,458	16,386		47,26			136,346,063

Changes in consolidated statement of cash flow for the Group

Changes in the Group's consolidated statement of cash flow for the Group as a result of IFRS-conversion are limited and concerns reclassification in result and balance.

Cash flow from current operation decreased by SEK 679 thousand (-2%).

Cash flow from investing activities increased by SEK 568 thousand (5%).

Cash flow from financing activities increased by SEK 111 thousand (0,1%).

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q4 2016

Consolidated statement of profit and loss and other comprehensive income	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	Adj. from IFRS-bridge presented 2017-11-13	After conversion to IFRS
Revenue	532,503					-532,503		-	-
Cost of goods sold	-							-	-
Gross profit	532,503	-	-	-	-532,503	-	-	-	-
Raw material and consumables	-488,348					488,348		-	-
Other external expenses	-7,514,762					7,514,762		-	-
Personnel expenses	-2,264,750				3,231	2,261,519		-	-
Depreciation and amortization	-2,390,282	1,346,075		15,271		1,028,937		-	0
Other income	2,050,104						532,503	88,987	2,671,593
Selling and distribution expenses	-							-	-
Research and development expenses	-					-4,044,714		-5,798,690	-9,843,404
Administrative expenses	-					-7,276,424		5,798,690	-1,477,734
Other expenses	-87,850					27,571		-	-60,279
Operating profit or loss	-10,163,387	1,346,075	15,271	3,231	-	-	88,987	-8,709,824	-
Finance income	89,635							-88,987	648
Finance costs	-26,141							-	-26,141
Net finance costs	63,495	-	-	-	-	-	-88,987	-25,492	-
Profit or loss before tax	-10,099,892	1,346,075	15,271	3,231	-	-	-	-	-8,735,316
Income tax	-							0	-
Profit or loss from continuing operations	-10,099,892	1,346,075	15,271	3,231	-	-	-	-	-8,735,316
Total comprehensive income for the period	-10,099,892	1,346,075	-130,862	15,271	3,231	-	-	2,900,476	-5,965,702
<i>Items that can not be transferred to profit for the period</i>									
Translation difference, recalculation of goodwill	-		-130,862					2,900,476	2,769,614
Total income for the period	-10,099,892	1,346,075	-130,862	15,271	3,231	-	-	2,900,476	-5,965,702

2016-12-31

Consolidated statement of financial position	Prior to IFRS conversion	Transfer of IFRS conversion changes from 2015	Change of depreciation of goodwill	Currency translation difference of goodwill	Reclassification of convertible debt	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	Adj. from IFRS-bridge presented 2017-11-13	After conversion to IFRS
ASSETS										
Goodwill	48,905,994	1,350,100	5,571,291	-114,476						55,712,910
Intangible assets	8,461,933	-248,417				63,205	-1,331,643			6,945,078
Tangible assets	16,581,154	-38,253					1,331,643			17,874,544
Other non-current assets	634,700									634,700
Total non-current assets	74,583,781	1,063,430	5,571,291	-114,476	63,205	63,205	-1,331,643	-	-	81,167,231
Inventories	2,496,875									2,496,875
Accounts receivable	1,499,241									1,499,241
Currents tax receivables	4,867,636									4,867,636
Prepayments and accrued income	2,977,247									2,977,247
Other receivables	346,957									346,957
Cash and cash equivalents	31,338,378									31,338,378
Total current assets	43,526,334	-	-	-	-	-	-	-	-	43,526,334
TOTAL ASSETS	118,110,115	1,063,430	5,571,291	-114,476	63,205	63,205	-1,331,643	-	-	124,693,565
EQUITY										
Share capital	1,066,127									1,066,127
Not registered share capital	162,923,655	-54,550,272			54,550,272					162,923,655
Translation reserves	-374,021	4,305	125,759	-114,476		1,427		295		-356,711
Retained earnings	-56,314,387	1,061,785	5,445,532			61,778		12,764		-49,732,527
Equity attributable to owners of the Company	107,301,374	-53,484,182	5,571,291	-114,476	54,550,272	63,205	-	13,059	-	113,900,544
Non-controlling interests										
TOTAL EQUITY	107,301,374	-53,484,182	5,571,291	-114,476	54,550,272	63,205	-	13,059	-	113,900,544
LIABILITIES										
Other provisions	638,744	-2,660						-13,058	2,559,347	3,182,371
Other non-current liabilities	4,285,617								-2,559,346	1,726,271
Non-current liabilities	4,924,361	-2,660	-	-	-	-	-	-13,058	-	4,908,642
Accounts payable	2,363,641									2,363,641
Tax liabilities	93,756									93,756
Other current liabilities	362,045	54,550,272			-54,550,272					362,046
Accrued expenses and pre-paid income	3,064,938									3,064,938
Total current liabilities	5,884,380	54,550,272	-54,550,272	-	-	-	-	-	-	5,884,380
TOTAL LIABILITIES	10,808,740	54,547,612	-54,550,272	-	-	-	-	-13,058	-	10,793,022
TOAL EQUITY AND LIABILITIES	118,110,115	1,063,430	5,571,291	-114,476	63,205	63,205	-1,331,643	-	-	124,693,566

Changes in consolidated statement of cash flow for the Group

Changes in the Group's consolidated statement of cash flow for the Group as a result of IFRS-conversion are limited and concerns reclassification in result and balance.

Cash flow from current operation decreased by SEK 972 thousand (-2%).

Cash flow from investing activities increased by SEK 970 thousand (5%).

Cash flow from financing activities increased by SEK 2 thousand (-0.1%).

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income

Full year 2016

Consolidated statement of profit and loss and other comprehensive income	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	Adj. from IFRS-bridge presented 2017-11-13	After conversion to IFRS
Revenue	2,490,117					-2,490,117		-	-
Cost of goods sold	-							-	-
Gross profit	2,490,117	-	-	-	-	-2,490,117	-	-	-
Raw material and consumables	-1,180,067						1,180,067	-	-
Other external expenses	-18,562,463						18,562,463	-	-
Personnel expenses	-9,409,836				12,764		9,397,072	-	-
Depreciation and amortization	-8,539,334	5,445,532		61,778			3,032,023	-	0
Other income	2,199,084					2,490,117		88,987	2,671,593
Selling and distribution expenses	-						-	-	-
Research and development expenses	-						-14,196,703	-5,798,690	-9,843,404
Administrative expenses	-						-18,059,213	5,798,690	-1,477,734
Other expenses	-219,259						84,290	-	-60,279
Operating profit or loss	-33,221,759	5,445,532	-	61,778	12,764	-	-	88,987	-8,709,824
Finance income	137,645							-88,987	648
Finance costs	-204,549							-	-26,141
Net finance costs	-66,903	-	-	-	-	-	-	-88,987	-25,492
Profit or loss before tax	-33,288,662	5,445,532	-	61,778	12,764	-	-	-	-8,735,316
Income tax	-							-	-
Profit or loss from continuing operations	-33,288,662	5,445,532	-	61,778	12,764	-	-	-	-8,735,316
Total comprehensive income for the period									
<i>Items that can not be transferred to profit for the period</i>									
Translation difference, recalculation of goodwill	-		-114,476					2,900,476	2,769,614
Total income for the period	-33,288,662	5,445,532	-114,476	61,778	12,764	-	-	2,900,476	-5,965,702

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q1 2017

Consolidated statement of profit and loss and other comprehensive income	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Change to function based cost	After conversion to IFRS
Revenue	6,839,564						6,839,564
Cost of goods sold	-					-5,318,038	-5,318,038
Gross profit	6,839,564					-5,318,038	1,521,526
Raw material and consumables	-2,337,096					2,337,096	-
Other external expenses	-9,073,531					9,073,531	-
Personnel expenses	-3,125,979				3,342	3,122,638	-
Depreciation and amortization	-2,305,676	1,389,751		15,766		900,159	-
Other income	140,311						140,311
Selling and distribution expenses	-					-440,333	-440,333
Research and development expenses	-					-7,911,185	-7,911,185
Administrative expenses	-					-2,006,341	-2,006,341
Other expenses	-242,473					242,473	-
Operating profit or loss	-10,104,880	1,389,751		15,766	3,342		-8,696,022
Finance income	-						-
Finance costs	-29,241						-29,241
Net finance costs	-29,241						-29,241
Profit or loss before tax	-10,134,121	1,389,751		15,766	3,342		-8,725,263
Income tax	-						-
Profit or loss from continuing operations	-10,134,121	1,389,751		15,766	3,342		-8,725,263
Total comprehensive income for the period							
Items that can not be transferred to profit for the period							
Translation difference, recalculation of goodwill	-		141,143				141,143
Total income for the period	-10,134,121	1,389,751	141,143	15,766	3,342		-8,584,120

2017-03-31

Consolidated statement of financial position	Prior to IFRS conversion	Transfer of IFRS conversion changes from 2015	Change of depreciation of goodwill	Currency translation difference of goodwill	Reclassification of convertible debt	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	After conversion to IFRS
ASSETS									
Goodwill	47,279,365	1,350,100	5,456,815	1,390,447	141,143				55,617,870
Intangible assets	8,175,147	-248,417	-1,268,438			15,774	73,457		6,747,523
Tangible assets	15,349,161	-38,253	1,331,643				-73,457		16,569,094
Other non-current assets	634,700								634,700
Total non-current assets	71,438,373	1,063,430	5,520,020	1,390,447	141,143	15,774			79,569,187
Inventories	2,261,549								2,261,549
Accounts receivable	7,082,159								7,082,159
Currents tax receivables	5,167,607								5,167,607
Prepayments and accrued income	2,201,967								2,201,967
Other receivables	489,697								489,697
Cash and cash equivalents	22,455,829								22,455,829
Total current assets	39,658,807								39,658,807
TOTAL ASSETS	111,097,180	1,063,430	5,520,020	1,390,447	141,143	15,774			119,227,994
EQUITY									
Share capital	1,066,127								1,066,127
Other capital	164,725,412	-54,550,272	54,550,272						164,725,412
Translation reserves	-338,356	4,305	13,005	696	141,143	8		2	-179,198
Retained earnings	-68,693,080	1,061,785	5,520,074	1,389,751		15,766		3,342	-60,702,361
Equity attributable to owners of the Company	96,760,103	-53,484,182	60,083,351	1,390,447	141,143	15,774		3,343	104,909,980
Non-controlling interests									
TOTAL EQUITY	96,760,103	-53,484,182	60,083,351	1,390,447	141,143	15,774		3,343	104,909,980
LIABILITIES									
Non-current interest-bearing liabilities	354,030								354,030
Other provisions	706,547	-2,660	-13,058					-3,343	687,485
Other non-current liabilities	3,799,660								3,799,660
Total non-current liabilities	4,860,237	-2,660	-13,058					-3,343	4,841,175
Accounts payable	5,797,418								5,797,418
Tax liabilities	108,409								108,409
Other current liabilities	432,012	54,550,272	-54,550,272						432,012
Accrued expenses and pre-paid income	3,139,001								3,139,001
Total current liabilities	9,476,839	54,550,272	-54,550,272						9,476,839
TOTAL LIABILITIES	14,337,076	54,547,612	-54,563,330					-3,343	14,318,014
TOTAL EQUITY AND LIABILITIES	111,097,180	1,063,430	5,520,021	1,390,447	141,143	15,774			119,227,995

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q2 2017

<i>Consolidated statement of profit and loss and other comprehensive income</i>	Prior to IFRS conversion	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Reclassification of income, not mandatory according to IFRS	Change to function based cost	After conversion to IFRS
Revenue	4,514,227					-70,123		4,444,104
Cost of goods sold	-						-3,061,943	-3,061,943
Gross profit	4,514,227					-70,123	-3,061,943	1,382,161
Raw material and consumables	-339,369						339,369	-
Other external expenses	-6,776,646						6,776,646	-
Personnel expenses	-3,783,655				3,365		3,780,290	-
Depreciation and amortization	-2,405,406	1,407,632		15,969			981,805	-
Other income	185,502					70,123		255,626
Selling and distribution expenses	-						-346,349	-346,349
Research and development expenses	-						-5,919,249	-5,919,249
Administrative expenses	-						-3,227,217	-3,227,217
Other expenses	-700,878						676,649	-24,229
Operating profit or loss	-9,306,224	1,407,632		15,969	3,365			-7,879,257
Finance income	18,039							18,039
Finance costs	-99,370							-99,370
Net finance costs	-81,331							-81,331
Profit or loss before tax	-9,387,555	1,407,632		15,969	3,365			-7,960,588
Income tax	-							-
Profit or loss from continuing operations	-9,387,555	1,407,632		15,969	3,365			-7,960,588
Total comprehensive income for the period								
<i>Items that can not be transferred to profit for the period</i>								
Translation difference, recalculation of goodwill	-		26,126					26,126
Total income for the period	-9,387,555	1,407,632	26,126	15,969	3,365			-7,934,462

2017-06-30

<i>Consolidated statement of financial position</i>	Prior to IFRS conversion	Transfer of IFRS conversion changes from 2015	Transfer of IFRS conversion changes from 2016	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	After conversion to IFRS
ASSETS									
Goodwill	46,542,273	1,350,100	5,456,815	2,816,656	167,269				56,333,113
Intangible assets	8,004,622	-324,923	-1,268,438			31,954	-148,803		6,294,413
Tangible assets	14,782,144	38,253	1,331,643				148,803		16,300,842
Other non-current assets	634,700								634,700
Total non-current assets	69,963,740	1,063,430	5,520,020	2,816,656	167,269	31,954			79,563,068
Inventories	1,618,331								1,618,331
Accounts receivable	8,459,388								8,459,388
Currents tax receivables	5,416,707								5,416,707
Prepayments and accrued income	1,153,766								1,153,766
Other receivables	490,688								490,688
Cash and cash equivalents	32,365,484								32,365,484
Total current assets	49,504,365								49,504,365
TOTAL ASSETS	119,468,104	1,063,430	5,520,020	2,816,656	167,269	31,954			129,067,433
EQUITY									
Share capital	1,332,733								1,332,733
Not registered share capital	3,795								3,795
Translation reserves	181,460,034	-54,550,272	54,550,272						181,460,034
Retained earnings	582,862	4,345	13,005	19,273	167,269	219		46	786,979
Equity attributable to owners of the Company	-77,806,988	1,061,745	5,520,074	2,797,383		31,736		6,707	-68,389,302
Non-controlling interests									
TOTAL EQUITY	105,572,437	-53,484,182	60,083,351	2,816,656	167,269	31,954		6,753	115,194,239
LIABILITIES									
Non-current interest-bearing liabilities	328,770								328,770
Other provisions	785,006	-2,660	-13,058					-6,753	762,534
Other non-current liabilities	3,760,211								3,760,211
Total non-current liabilities	4,873,987	-2,660	-13,058					-6,753	4,851,515
Accounts payable	5,972,390								5,972,390
Current tax liabilities	58,611								58,611
Other current liabilities	644,250	54,550,272	-54,550,272						644,250
Accrued expenses and pre-paid income	2,346,429								2,346,429
Total current liabilities	9,021,680	54,550,272	-54,550,272						9,021,680
TOTAL LIABILITIES	13,895,667	54,547,612	-54,563,330					-6,753	13,873,195
TOTAL EQUITY AND LIABILITIES	119,468,104	1,063,430	5,520,021	2,816,656	167,269	31,954			129,067,434

Effect of conversion to IFRS on the Xbrane Group's consolidated statement of profit or loss and other comprehensive income and statement of financial position

Q4 2017	Consolidated statement of profit or loss and other comprehensive income IFRS	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Change to function based cost	Consolidated statement of profit or loss and other comprehensive income K3
<i>Consolidated statement of profit and loss and other comprehensive income</i>							
Revenue	9,534,643						9,534,643
Cost of goods sold	-7,256,710					7,256,710	0
Gross profit	2,277,933					7,256,710	9,534,643
Raw material and consumables	-					-3,224,694	-3,224,694
Other external expenses	-					-18,949,725	-18,949,725
Personnel expenses	-				-152,523	-6,292,082	-6,444,605
Depreciation and amortization	-	-1,475,189		-16,736		-989,225	-2,481,150
Other income	1,787,859						1,787,859
Selling and distribution expenses	-309,793					309,792	-0
Research and development expenses	-17,531,388					17,531,387	-0
Administrative expenses	-4,357,837					4,357,837	-0
Other expenses	-984,898						-984,898
Operating profit or loss	-19,118,124	-1,475,189		-16,736	-152,523	-	-20,762,571
Finance income	6						6
Finance costs	-38,579						-38,579
Net finance costs	-38,573						-38,573
Profit or loss before tax	-19,156,697	-1,475,189		-16,736	-152,523		-20,801,144
Income tax							-
Profit or loss from continuing operations	-19,156,697	-1,475,189		-16,736	-152,523		-20,801,144
Total comprehensive income for the period							
<i>Items that can not be transferred to profit for the period</i>							
Translation difference, recalculation of goodwill	3,860,067		-3 860 067				-
Total income for the period	-15,296,630	-1,475,189	-3 860 067	-16,736	-152,523		-20,801,144

Full year 2017	Consolidated statement of profit or loss and other comprehensive income IFRS	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Change to NPV of debt to employees	Change to function based cost	Consolidated statement of profit or loss and other comprehensive income K3
<i>Consolidated statement of profit and loss and other comprehensive income</i>							
Revenue	20,770,908						20,770,908
Cost of goods sold	-15,829,262					15,829,262	-
Gross profit	4,941,646					15,829,262	20,770,908
Raw material and consumables	-					-7,253,360	-7,253,360
Other external expenses	-					-39,502,164	-39,502,164
Personnel expenses	-				-162,533	-16,311,298	-16,473,831
Depreciation and amortization	-	-5,653,635		-64,139		-3,691,945	-9,409,720
Other income	2,514,576						2,514,576
Selling and distribution expenses	-1,380,938					1,380,938	-
Research and development expenses	-37,981,854					37,981,854	-
Administrative expenses	-11,566,714					11,566,714	-
Other expenses	-1,244,720						-1,244,720
Operating profit or loss	-44,718,004	-5,653,635		-64,139	-162,533	-	-50,598,312
Finance income	17						17
Finance costs	-216,651						-216,651
Net finance costs	-216,634						-216,634
Profit or loss before tax	-44,934,638	-5,653,635		-64,139	-162,533		-50,814,946
Income tax							-
Profit or loss from continuing operations	-44,934,638	-5,653,635		-64,139	-162,533		-50,814,946
Total comprehensive income for the period							
<i>Items that can not be transferred to profit for the period</i>							
Translation difference, recalculation of goodwill	2,218,258		-2,218,258				-
Total income for the period	-42,716,380	-5,653,635	-2,218,258	-64,139	-162,533		-50,814,946

2017-12-31

Consolidated statement of financial position

	Financial position IFRS	Transfer of IFRS conversion changes from 2015	Transfer of IFRS conversion changes from 2016	Change of depreciation of goodwill	Currency translation difference of goodwill	Change of depreciation for start-up cost for subsidiaries	Reclassification of assets	Change to NPV of debt to employees	Financial position K3
ASSETS									
Goodwill	57,359,797	-1,350,100	-5,456,815	-4,266,877	-1,646,887				44,639,117
Intangible assets	6,296,609	248,417	1,268,438			-65,073	1 109 223		8,857,615
Tangible assets	18,568,525	38,253	-1,331,643				-1 109 223		16,165,912
Other non-current assets	634,700								634,700
Total non-current assets	82,859,631	-1,063,430	-5,520,020	-4,266,877	-1,646,887	-65,073			70,297,344
Inventories	3,064,634								3,064,634
Accounts receivable	8,071,829								8,071,829
Currents tax receivables	8,042,678								8,042,678
Prepayments and accrued income	1,017,739								1,017,739
Cash and cash equivalents	7,903,411								7,903,411
Total current assets	28,100,290								28,100,290
TOTAL ASSETS	110,959,921	-1,063,430	-5,520,020	-4,266,877	-1,646,887	-65,073			98,397,634
EQUITY									
Share capital	1,335,425								1,335,425
Not registered share capital	179,874,375	54,550,272	-54,550,272						179,874,375
Translation reserves	1,861,956	-4,305	-13,005	-61,254	-1,646,887	-934		-2,367	133,204
Retained earnings	-94,667,166	-1,061,785	-5,520,074	-4,205,623		-64,139		-162,533	-105,681,321
Equity attributable to owners of the Company	88,404,590	53,484,182	-60,083,351	-4,266,877	-1,646,887	-65,073		-164,900	75,661,683
Non-controlling interests									
TOTAL EQUITY	88,404,590	53,484,182	-60,083,351	-4,266,877	-1,646,887	-65,073		-164,900	75,661,683
LIABILITIES									
Non-current interest-bearing liabilities	1,118,918								1,118,918
Non-current interest-bearing liabilities	3,544,820	2,660	13,058					164,901	3,725,439
Total non-current liabilities	4,663,738	2,660	13,058					164,901	4,844,357
Accounts payable	10,540,572								10,540,572
Other current liabilities	862,572	-54,550,272	54,550,272						862,571
Accrued expenses and pre-paid income	6,488,450								6,488,450
Total current liabilities	17,891,593	-54,550,272	54,550,272						17,891,593
TOTAL LIABILITIES	22,555,331	-54,547,612	54,563,330					164,901	22,735,950
TOTAL EQUITY AND LIABILITIES	110,959,921	-1,063,430	-5,520,021	-4,266,877	-1,646,887	-65,073			98,397,634

Effect of conversion to IFRS on the Parent company's financial position

2015-12-31	Before conversion to IFRS	Convertible loan	After conversion to IFRS	2016-12-31	Before conversion to IFRS	No changes due to IFRS conversion	After conversion to IFRS
<i>Parent company Balance sheet</i>				<i>Parent company Balance sheet</i>			
ASSETS				ASSETS			
Fixed assets				Fixed assets			
Tangible fixed assets				Tangible fixed assets			
Equipment, tools, fixtures and fittings	158,723		158,723	Equipment, tools, fixtures and fittings	6,111,521		6,111,521
Total tangible fixed assets	158,723	0	158,723	Total tangible fixed assets	6,111,521	0	6,111,521
Financial fixed assets				Financial fixed assets			
Participations in group companies	62,775,435		62,775,435	Participations in group companies	88,335,486		88,335,486
Total financial fixed assets	62,775,435		62,775,435	Other non-current receivables	634,700		634,700
Total fixed assets	62,775,435	0	62,775,435	Total financial fixed assets	88,970,186	0	88,970,186
Current assets				Current assets			
Current receivables				Current receivables			
Accounts receivables	169,448		169,448	Accounts receivables	1,499,241		1,499,241
Other receivables	1,382,942		1,382,942	Current tax receivable	5,709		5,709
Prepaid expenses and accrued income	14,999		14,999	Other receivables	289,498		289,498
Cash and bank	2,197,148		2,197,148	Prepaid expenses and accrued income	759,410		759,410
Total current assets	3,764,537	0	3,764,537	Cash and bank	30,511,999		30,511,999
TOTAL ASSETS	66,698,695	0	66,698,695	Total current assets	33,065,857	0	33,065,857
EQUITY				EQUITY			
Restricted equity				Restricted equity			
Share capital	500,000		500,000	Share capital	1,066,127		1,066,127
Total restricted equity	500,000	0	500,000	Total restricted equity	1,066,127	0	1,066,127
Unrestricted equity				Unrestricted equity			
Share premium reserve	72,018,491	-54,550,272	17,468,219	Share premium reserve	163,609,625		163,609,625
Profit/loss brought forward	-10,017,399		-10,017,399	Profit/loss brought forward	-19,278,335		-19,278,335
Profit/loss for the year	-9,260,937		-9,260,937	Profit/loss for the year	-20,791,270		-20,791,270
TOTAL EQUITY	53,240,155	-54,550,272	-1,310,118	TOTAL EQUITY	124,606,147	0	124,606,147
LIABILITIES				LIABILITIES			
Current liabilities				Current liabilities			
Accounts payable	1,467,552		1,467,552	Accounts payable	1,923,219		1,923,219
Liabilities to group companies	10,264,242		10,264,242	Liabilities to group companies			0
Current tax liabilities	-5,709		-5,709	Current tax liabilities			0
Other current liabilities	215,558	54,550,272	54,765,830	Other current liabilities	269,897	0	269,897
Accrued expenses, deferred income	1,516,897		1,516,897	Accrued expenses, deferred income	1,348,301		1,348,301
Total current liabilities	13,458,540	54,550,272	68,008,812	Total current liabilities	3,541,417	0	3,541,417
TOTAL LIABILITIES AND EQUITY	66,698,695	0	66,698,695	TOTAL LIABILITIES AND EQUITY	128,147,564	0	128,147,564