

HALF-YEAR REPORT

SEPTEMBER 2018 - FEBRUARY 2019



SUMMARY, SEK MILLION

	3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug
	2018/19	2017/18	2018/19	2017/18	2017/18
Revenue	1,431	1,290	1,628	1,436	2,536
Operating incomer	1,436	1,296	1,634	1,444	2,548
Profit/loss before tax	702	651	484	398	587
Profit/loss after tax	555	502	410	323	486
Earnings per share, SEK	6.95	6.28	5.22	4.08	6.25
Cash flow from operating activities	876	854	1,160	1,027	679
Operating margin, %	50	49	31	27	24
Equity/assets ratio, %	49	44	49	44	50

RECORD RESULTS FOR THE FIRST HALF OF 2018/19

Second Quarter

- Revenue for the second quarter was SEK 1,431 (1,290) million, an increase of SEK 141 million (11 percent) compared with the previous year.
- Profit after tax for the second quarter was SEK 555 (502) million, an increase of SEK 53 million (11 percent) compared with the previous year.
- Earnings per share amounted to SEK 6.95 (6.28), an improvement of 11 percent.

First six months

- Revenue for the first six months was SEK 1,628 (1,436) million, an increase of SEK 192 million (13 percent) compared with the previous year.
- Profit after tax for the first six months was SEK 410 (323) million, an increase of SEK 87 million (27 percent) compared with the previous year.
- Earnings per share amounted to SEK 5.22 (4.08), an improvement of 28 percent.

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HALF-YEAR REPORT

SEPTEMBER 2018 - FEBRUARY 2019



COMMENTS FROM THE CEO

Continued strong interest in alpine skiing is the underlying reason that SkiStar can present the best half-year result in its history. Profit after tax is SEK 87 million more than last year.

During the quarter, which includes Christmas and New Year and much of the Swedish spring school break period, the number of skier days increased by one percent from the corresponding period last year. The Christmas and New Year periods as well as the spring school break period have led to new visit and sales records. The quarter ended with total sales growth, including the exploitation business, of 11 percent.

This season we have only one Easter week, 15-22 April. Last year we had two earlier Easter weeks, from 26 March to 8 April. This means that our booking situation (through SkiStar accommodation agency operations) for the remaining season is seven percent lower than at the same time last year. The later Easter will of course also mean later bookings, which affects the comparative figures.

We see continuing strong demand for land, flats and Vacation Club shares at our destinations.

The quarter's capital gains from property development and exploitation amounted to SEK 41 million, which is SEK 36 million higher than the second quarter last year. Accumulated capital gains amount to SEK 143 million. We stand by our forecast that capital gains on our exploitation business will rise during this financial year.

The Alpine World Championships in Åre also took place during the period. We are delighted that all events went as planned and are pleased about the exposure we received from our title sponsorship. Traffic to skistar.com from abroad increased during the period. For example, in a potential growth market like the UK, we saw a 70 percent increase in traffic to skistar.com.

It is also pleasing to see that engagement in SkiStar's MySkiStar customer club continues to increase. The number of registered members now exceeds 863,000, an increase of 15 percent from last year. We received high praise for our digital initiatives when, in mid-March, we were

voted Sweden's best site in the IDG Topp 100, an annual list of Sweden's best websites.

With a strong first half behind us, our focus is now on winding up this year's season as well as starting preparations for 2019/20. We will also continue to invest in Sälen and Trysil as a partner to the construction of Scandinavian Mountains Airport. The schedule for the first planes to land in December 2019 remains unchanged. As with the World Championships in Åre, it is part of our strategy to draw new foreign guests to our destinations.

Mats Årjes
Chief Executive Officer

SIGNIFICANT EVENTS DURING THE SECOND QUARTER AND AFTER THE END OF THE PERIOD

Second Quarter

10/12/2018

Keen interest in skiing – ski testing week-end in Sälen attended by record numbers

The Ski Test Weekend was held in a winter-clad Sälen this weekend. A clear indication that the skiing season has started in earnest. Many people came to Sälen to enjoy the first skiing of the year and try out this year's new arrivals in alpine equipment. The Lindvallen and Tandådalen skiing areas had over 13,000 skiers, an increase of 25 percent compared with the previous year's ski test weekend and a new record for SkiStar Sälen's ski test weekend.

13/12/2018

Collaboration leads to 40 new charging stations for electric cars and plug-in hybrids in Åre

It is now easier to take an electric car to the mountains – Fortum Charge & Drive is now installing charging posts for standard charging of electric cars and plug-in hybrids. These charging posts will be distributed among 3 car parks: 7 charging posts in Duved, 8 charging posts at the World Championship lift ("VM 8:an") and 5 charging posts at the Rödkullen lift. This adds up to 40 charging stations for electric cars and plug-in hybrids.

07/01/2019

SkiStar executes share split

The annual general meeting of shareholders in SkiStar AB held on 15 December 2018 resolved to increase the total number of shares in the company by dividing each share into two shares (a so called 2:1 share split). The board of directors has resolved that the record day for the share split shall be 17 January 2019.

24/01/2019

Successful family weeks between school holidays – 10 percent more kids in ski school

There is growing interest in skiing trips between school holidays from families with children. The number of children in ski school during Valle's family weeks – when ski school and ski rental are free for preschool children – is increasing and interest in booking weeks in late winter continues to grow. There are currently 10 percent more children booked in ski school than during last year's family weeks with Valle (participants in Valle's Winter Weeks 2019 as from today's date compared to the entire period for Valle's Winter Weeks 2018).

28/01/2019

One week to go before the 2019 Alpine World Championships in Åre start

The countdown has begun and soon the ski world's focus will be on Åre and Sweden for the 2019 Alpine World Championships. SkiStar is a proud presenting partner for the prestigious world championships, which

are being held in Åre for the third time. The ski world will be focusing on SkiStar's internationally renowned resort at Åre in Sweden from 4-17 February, when the FIS World Ski Championships will be held in this small, world-famous village that is transformed into an alpine hub with 600 hours of TV broadcasts scheduled for 700 million viewers worldwide.

31/01/2019

Change of number of shares and votes in SkiStar

The number of shares in SkiStar AB has increased from 39,188,028 to 78,376,056 shares and the number of votes in SkiStar AB has increased from 55,604,028 to 111,208,056 votes due to execution of the 2:1 share split resolved by the annual general meeting of shareholders on 15 December 2018.

13/02/2019

Stenmark, Pärson, Aamodt and others spread the joy of skiing in Åre

Ski travel company SkiStar is the title sponsor for the Alpine World Championships in Åre. The objective of this sponsorship is to spread the joy of skiing and inspire people to ski. During this ski festival in Åre, lots of joy was spread when the SkiStar Invitational competition was held in the World Championship Arena. Some of the world's most legendary skiers competed in a unique parallel slalom competition. The competition was arranged through a special collaboration with Thomas Fogdö's Active Life Foundation and Right to Play.

28/02/2019

World Snow Day has activated more than 138,000 young people over ten years – now it's Hammarbybacken's turn

World Snow Day is coming back to Hammarbybacken. From 25 February to 17 March, this urban slope will be filled with happy fourth graders, children from day centres and upper secondary students who can feel what it's like to glide down a slope. Altogether, more than 1,000 children will give skiing a try and discover the joy of alpine skiing at Hammarbybacken.

After the end of the period

06/03/2019

SkiStar.com wins tourism category in IDG's annual Topp100 contest

In the recurring competition "Topp100 – Sweden's best award for sites and services on the internet", SkiStar wins the tourism category. The motivation for the award states that SkiStar made great strides with both its website and app in 2018. Updates to the SkiStar app make things easier for guests who are on-site at the ski resorts. The jury's motivation reads: "After arriving at the ski resort, the SkiStar app takes over contact with the customers – and this just may be where we in the jury are most impressed. The app has all the information needed during a day on the slopes, from live weather information from its own weather stations and

information on open slopes and lifts in the immediate area to up-to-date information on local activities and restaurants."

12/03/2019

SkiStar launches new portal to simplify ownership of housing and property in the mountains

There is great interest in downhill skiing and the mountains of Sweden. Two million Swedes downhill ski every winter and skistar.com has nearly 15 million visits annually. Ski travel company SkiStar is now launching the digital portal skistarliving.com to simplify opportunities to own according to need. Everything from a timeshare week in an attractive location to a high-class flat close to the piste, your dream house, a mountain plot or a commercial property.

13/03/2019

Chairman of the Board of Directors of SkiStar resigns

Chairman of the board of directors of SkiStar, Pär Nuder, has informed the board of directors and the nomination committee that he resigns, at his own initiative, from the board of directors effective immediately.

13/03/2019

SkiStar appoints Chairman of the Board of Directors

The board of directors of SkiStar has unanimously appointed Eivor Andersson as new chairman of the board of directors for the period until the next annual general meeting of shareholders. The decision was made due to that the chairman appointed by the annual general meeting, Pär Nuder, had informed that he resigned from the board of directors.

18/03/2019

SkiStar.com – Winner of "Best Swedish Website of the Year" award

A clear digital ecosystem built around the mountain experience, all the way from the first booking to measuring who gets down the hill fastest, puts SkiStar at the top of the podium. Among tough competitors and with a clean, simple website that is complemented by an interactive app, SkiStar wins the prestigious "Best Swedish Website of the Year" award when IDG picks its Topp100. The jury's motivation reads: "In the last twelve months, SkiStar has focused sharply on improving the user experience and creating a complete digital service that really benefits families and friends on their ski holidays and that is playful and cheerful. We especially appreciate how the online and offline experiences are linked through the app. We in the jury congratulate SkiStar on winning the top spot on this year's Topp100 list."

A full list of press releases is always available at [skistar.com](https://www.skistar.com).

REVENUE AND EARNINGS

Second quarter

Consolidated revenue for the second quarter amounted to SEK 1,436 (1,296) million, an increase of 11 percent compared with the previous year. Changes in the NOK/SEK and EUR/SEK rate had a positive effect of SEK 23 million on revenue. Consolidated operating profit for the second quarter amounted to SEK 716 (639) million. Changes in the NOK/SEK and EUR/SEK rate had a positive effect of SEK 14 million on operating profit for the quarter. Income from associated companies/joint ventures increased to SEK 29 (18) million, of which capital gains from exploitation activities amounted to SEK 13 (1) million. Net financial items for the quarter declined by SEK 26 million to SEK -14 (12) million, including SEK -8 (10) million related to changes in the value of interest rate derivatives. Consolidated earnings after tax amounted to SEK 555 (502) million, an increase of SEK 53 million, or 11 percent.

Revenue from Operation of Ski Resorts amounted to SEK 1,420 (1,311) million with a profit of SEK 664 (622) million. Revenue from Property Development and Exploitation amounted to SEK 58 (27) million, with a profit of SEK 52 (17) million. Profit from exploitation activities related to plot and land sales and the sale of shares in housing associations and Vacation Club amounted to SEK 41 (5) million during the quarter, of which SEK 13 (1) million was through associated companies.

Other activities in Property Development and Exploitation relate primarily to the letting of housing to the Operation of Ski Resorts segment, as well as participations from associated companies that work with rental of housing.

First six months

Consolidated revenue for the first six months amounted to SEK 1,634 (1,444) million, an increase of 13 percent compared with the previous year. Changes in the NOK/SEK and EUR/SEK rate had a positive effect of SEK 25 million on revenue. Consolidated operating profit for the period amounted to SEK 507 (397) million. Changes in the NOK/SEK and EUR/SEK rates for the period had a positive effect of SEK 7 million on operating profit. Revenue from associated companies/joint ventures increased to SEK 20 (7) million, of which capital gains from exploitation activities amounted to SEK 16 (1) million.

Net financial items for the first six months declined by SEK 24 million to SEK -23 (1) million, including SEK -17 million related to changes in the value of interest rate derivatives. Consolidated earnings after tax increased by SEK 87 million to SEK 410 (323) million, an increase of 27 percent.

Revenue from Operation of Ski Resorts amounted to SEK 1,502 (1,394) million with a profit of SEK 375 (344) million. Revenue from Property Development and Exploitation amounted to SEK 181 (103) million, with a profit of

SEK 132 (53) million. Profit from exploitation activities related to plot and land sales and the sale of shares in housing associations and Vacation Club amounted to SEK 143 (62) million during the first six months, of which SEK 16 (1) million was through associated companies. Other activities in Property Development and Exploitation relate primarily to the letting of housing to the Operation of Ski Resorts segment, as well as participations from associated companies that work with rental of housing.

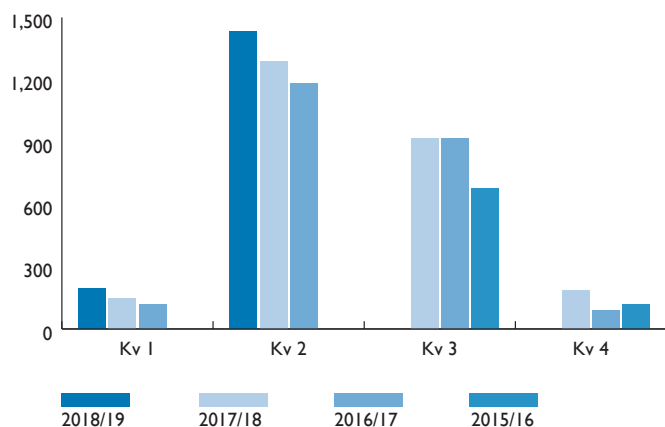
Seasonality

SkiStar's operations are subject to significant seasonal variations. The majority of revenue and earnings are generated in the second and third quarters. The number of days off during Christmas and New Year and whether Easter falls early or late also cause revenues and earnings to vary. Over half of the revenue is booked and paid in advance.

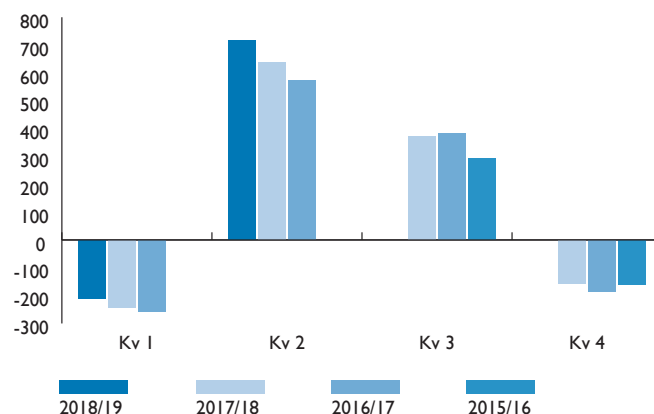
DISTRIBUTION OF REVENUE, SEK MILLION

	3 MONTHS 1 Dec - 28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug
	2018/19	2017/18	2018/19	2017/18	2017/18
SkiPass	854	782	860	787	1,338
Accommodation	168	158	172	163	293
Ski Rental	115	108	116	110	183
Ski School/Activities	38	37	38	37	60
Sporting goods outlets	77	78	101	101	173
Property services	47	45	64	60	109
Interests in accommodation/exploitation assets	35	5	147	72	191
Other	97	77	130	106	189
Total	1,431	1,290	1,628	1,436	2,536

REVENUE



OPERATING PROFIT/LOSS



QUARTERLY VALUES, SEK MILLION

	2018/19			2017/18			2016/17	
	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3
Revenue	1,431	196	184	916	1,290	146	90	918
Operating profit/loss	716	-209	-156	370	639	-242	-185	383

FINANCIAL POSITION, TAXES AND INVESTMENTS

Cash flow

Cash flow from operating activities before changes in working capital was SEK -1,160 (1,027) million for the first six months. Cash flow from investing activities amounted to SEK -279 (-426) million. Cash flow from financing activities amounted to SEK -803 (-602) million. Dividends of SEK 274 (216) million were paid to shareholders in the second quarter.

Liquidity and financing

Consolidated cash and cash equivalents at the end of the period were SEK 149 (109) million, compared with SEK 73 million at the end of the financial year. Unused credit facilities amounted to SEK 750 (720) million, compared with SEK 236 million at the end of the financial year. Interest-bearing liabilities amounted to SEK 1,157 (1,385) million, a decline of SEK 229 million from the previous year and a decline of SEK 535 million since the end of the financial year. The average interest rate during the year was 2.1 (2.3) percent. Net financial liabilities amounted to SEK 900 (1,026) million at the end of February, a decline of SEK 126 million

from the previous year and a decline of SEK 593 million since the end of the financial year. The equity/assets ratio increased to 49 (44) percent.

Tax

Tax expense for the first six months amounted to SEK 74 (75) million and was largely attributable to current tax. The tax effect of accumulated unused loss carryforwards, including the quarter's deficit, amounts to SEK 0 (0) million as of 28 February.

Investments

Investments for the period amounted to SEK 341 (427) million (gross) and SEK 279 (426) million (net). The difference between gross and net is the divestment of financial assets and property, plant, and equipment. Depreciation and amortisation in the same period amounted to SEK 131 (121) million.

Outlook for 2018/19

The booking situation for SkiStar accommodation agency operations for the remainder of the season (from 4 March to end of season) is seven

percent lower than at the same time last year. A late Easter week compared to last year's two earlier Easter weeks results in a more difficult booking situation for the remainder of this season. The later Easter will also mean later bookings. The underlying positive trend and good snow availability at all our facilities lead us to expect an improved booking rate in the third quarter and a continued positive trend for SkiPass revenue for the season.

Looking ahead to 2019/20

Planned investments for next season are SEK 330 million, of which SEK 60 million will go to Hundfjället, where initial investments were planned before the 2018/19 season. This means that total additional investments amount to SEK 270 million. These funds will mainly be used for extensive replacement investments and modernisation with extra focus on snow capacity to ensure good snow availability early in the season.

OTHER INFORMATION

The SkiStar share

The number of shareholders at 28 February 2019 was 33,739, which is an increase of 2,117 (6.7 percent) since 31 August 2018. SkiStar's class B shares are listed on the Nasdaq Stockholm Mid Cap. The number of shares was 78,376,056, of which 74,728,056 are class B shares. The closing price of the SkiStar share at 28 February 2019 was SEK 107.56.

The annual general meeting of shareholders in SkiStar AB held on 15 December 2018 resolved to increase the total number of shares in the company by dividing each share into two shares (a so called 2:1 share split). The board of directors was authorized to resolve on the record date for the split. On 7 January 2019, the board of directors resolved that the record day for the share split shall be 17 January 2019. Consequently, the number of shares in the company increased from 39,188,028 to 78,376,056, of which 74,728,056 class B shares and 3,648,000 class A shares.

Personnel

The average number of employees was 1,543, which is an increase of 34 from the previous year. The increase is mainly attributable to the World Championships in Åre.

Parent company

Net sales in the Parent Company totalled SEK 1,028 (939) million for the period. Net investments amounted to SEK 173 (242) million.

Related-party transactions

Mats and Fredrik Paulsson, together with family and companies, are the main owners of SkiStar with 47 percent of the votes and 24 percent of the capital as of 28 February 2019, and they are also the main shareholders in Peab with which SkiStar has a business relationship. During the first six months purchases from Peab amounted to SEK 46 (3) million. The outstanding liability to Peab was SEK 6 (0) million. Sales to Peab amounted to SEK 1 (2) million and the outstanding receivable was SEK 0 (0) million.

Purchases from associates amounted to SEK 52 (33) million in the period, while sales to associates were SEK 28 (16) million. Net receivables were 213 MSEK (210) million, including SEK 208 (213) million attributable to loans to associates. In addition to the Group's transactions with related parties, the Parent Company also has transactions with subsidiaries. A description of the nature of these related-party transactions can be found in note 36 of the Annual Report for 2017/18.

Risks and uncertainties

The risks and uncertainties described below apply to both the Parent Company and Group. The number of guests at SkiStar's destinations is influenced by weather and snow conditions. A late winter with a lack of cold weather and natural snow in time for Christmas means lower demand. Lower demand can also arise in winters with prolonged cold periods and good snow conditions in the southern, more densely populated parts of Scandinavia, as snow, cold weather and skiing opportunities are available closer to home. SkiStar addresses these risks through continuous development of snow-making systems to guarantee skiing and by making strategic sales aimed at ensuring that the majority of the accommodation capacity is booked by the Christmas week when the high season starts. Fluctuations in the value of the domestic currencies against other currencies affect travel patterns and therefore also the number of guests at SkiStar's destinations. SkiStar's earnings are also affected by the relationship between the Swedish krona and Norwegian krone and Euro. The number of days off over the Christmas and New Year period, and whether Easter falls early or late, also affect travel patterns. A more detailed description of risks and uncertainties can be found in the administration report and note 32 of the Annual Report for 2017/18.

Board of directors and its committees

The board of directors of SkiStar AB has appointed Eivor Andersson chairman of the board of directors for the period until the next annual general meeting. The decision was made after Pär Nuder had informed the board of directors that he resigned. Consequently, the board of directors has also decided to change the composition of the board of directors' committees. The committees consist of the following.

- The Remuneration Committee consist of Eivor Andersson (chairman), Lena Apler and Fredrik Paulsson.
- The Audit Committee consist of Lena Apler (chairman), Sara Karlsson and Fredrik Paulsson.

More information on page 3, Significant events during the second quarter and after the end of the period.

Financial information

Financial year 2018/19

The interim reports for the financial year and the year-end report will be published as follows;

- Interim Report Q3,
1 September 2018 - 31 May 2019,
19 June 2019.

- Year-end report,
1 September 2018 - 31 August 2019,
3 October 2019.

Accounting policies

This interim report was prepared in accordance with IAS 34 Interim Financial Reporting. The consolidated financial statements were prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and the Swedish Annual Accounts Act. The Parent Company's accounts were prepared in accordance with the Annual Accounts Act and the Swedish Financial Reporting Board's RFR 2 Accounting for Legal Entities. The accounting policies and methods of calculation applied for the Group and Parent Company are the same as those applied in preparing the most recent annual accounts and consolidated financial statements except for the sections that concern IFRS 9 and IFRS 15, which the Group has applied starting with the first quarter 2018/19. There have been no effects on the accounting from the transition to IFRS 9 and IFRS 15. See the note on page 16.

Previously, the company recognised revenues for SkiPass, accommodation, ski rental and ski school at the date of arrival of the guest. As from this report, these revenues are distributed over the period of the customer's stay. The comparative figures in this report have been restated. The effect only occurs in the second and third quarters.

Preparation of financial statements in compliance with IFRS requires company management to make accounting estimates and judgements as well as to make assumptions that affect the application of the accounting policies and the carrying amounts of assets, liabilities, income and expense. The actual outcome may differ from these estimates and assumptions. Certain statements contained in this report are forward-looking and reflect the current assessments of the Company and Board of Directors as regards future circumstances.

DEFINITIONS OF KEY PERFORMANCE MEASURES

Key performance measures are either measures used in Swedish listed companies or those used by management and analysts.

AVERAGE INTEREST EXPENSES

Interest expenses divided by average interest-bearing liabilities.

CASH FLOW FROM OPERATING ACTIVITIES BEFORE CHANGES IN WORKING CAPITAL

The reason for the key performance measure is that the change in inventories, trade receivables and trade payables is marginal, and these items are therefore eliminated to obtain a more accurate picture of operations.

CASH FLOW PER SHARE

Cash flow before changes in working capital divided by the average number of shares.

EARNINGS PER SHARE

Profit/loss for the year attributable to shareholders of the Parent divided by the average number of shares.

EQUITY PER SHARE

Equity divided by the average number of shares for the reporting period.

EQUITY/ASSETS RATIO

Equity as a percentage of total assets.

FINANCIAL NET DEBT

Interest-bearing receivables less interest-bearing liabilities.

GROSS MARGIN

Operating profit/loss before depreciation/amortisation as a percentage of revenue.

INTEREST-BEARING LIABILITIES

Current and non-current liabilities to credit institutions, provisions for pensions and items in other current liabilities that are interest-bearing.

NET MARGIN

Profit/loss before tax as a percentage of revenue.

OPERATING MARGIN

Operating profit/loss after depreciation/amortisation as a percentage of revenue.

OPERATING PROFIT/LOSS

Revenue less cost of goods for resale, personnel

costs, other operating expenses, depreciation, profit/loss from joint ventures/associates and negative goodwill.

RETURN ON AVERAGE EQUITY

Profit/loss after tax in relation to average equity.

RETURN ON CAPITAL EMPLOYED

Profit/loss after net financial items plus finance costs as a percentage of average capital employed. Capital employed is defined as assets less non-interest-bearing liabilities.

RETURN ON TOTAL ASSETS

Profit/loss after net financial items plus finance costs as a percentage of average total assets.

SHARE PRICE/CASH FLOW

Share price at the reporting date divided by cash flow from operating activities.

SHARE PRICE/EQUITY

Share price at the reporting date divided by equity per share.

OTHER DEFINITIONS

ALF

Alpinanleggenes Landsforening (Norwegian Ski Lift Association).

BOOKING VOLUME

A comparison of the number of booked overnight stays between two defined periods.

FINANCIAL YEAR

SkiStar's financial year covers the period

1 September to 31 August.

First quarter (Q 1) September – November

Second quarter (Q 2) December – February

Third quarter (Q 3) March – May

Fourth quarter (Q 4) June – August

OCCUPANCY RATE

Accommodation bookings as a percentage of the beds mediated by SkiStar at 100% capacity in the period beginning the third week in December and ending the third week in April.

OVERNIGHT STAY

One booked night in a cabin, apartment or hotel room.

SKIER DAY

One day's skiing with a SkiPass.

SKIPASS

Card providing access to ski lifts.

SLAO

Svenska Skidanläggnings Organisation (Swedish Ski Lift Organisation).

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEK THOUSANDS		3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		12 MONTHS ROLLING 1 Mar-28 Feb	FULL YEAR 1 Sep-31 Aug
		2018/19	2017/18	2018/19	2017/18	2018/19	2017/18
<i>Operating Income</i>	Revenue 1)	1,431,378	1,290,203	1,627,756	1,436,190	2,727,272	2,535,705
	Other income	4,202	6,103	6,551	8,220	10,830	12,499
	Total operating income	1,435,580	1,296,306	1,634,307	1,444,410	2,738,102	2,548,204
<i>Operating Expenses</i>	Goods for resale	-130,871	-128,664	-160,568	-154,220	-278,754	-272,406
	Other external expenses	-269,731	-232,262	-443,460	-406,893	-759,036	-722,469
	Personnel costs	-273,043	-250,996	-391,761	-362,330	-681,942	-652,511
	Cost of sold interests in accommodation/ exploitation assets	-6,803	-718	-19,970	-10,203	-54,180	-44,414
	Share in profit/loss of joint ventures/ associates	28,994	18,165	19,959	6,973	21,446	8,460
	Depreciation/amortisation	-68,065	-63,268	-131,444	-121,205	-264,208	-253,970
	Operating profit/loss	716,061	638,564	507,064	396,532	721,427	610,894
	Net financial items	-13,571	12,325	-22,587	1,816	-48,668	-24,265
	Profit/loss before tax	702,490	650,888	484,477	398,348	672,758	586,629
	Tax	-147,894	-149,002	-74,002	-75,218	-99,045	-100,261
	Profit/loss for the period	554,596	501,886	410,475	323,130	573,713	486,368
Other Comprehensive Income							
	Items that may be reclassified to profit or loss						
	Change in fair value of cash flow hedges for the period	1,666	1,666	3,351	3,351	6,758	6,758
	Deferred tax on cash flow hedges	-366	-366	-737	-737	-1,487	-1,487
	Exchange differences on translation of foreign operations for the period	9,461	20,015	-10,470	22,310	21,953	54,733
	Other comprehensive income for the period	10,761	21,315	-7,856	24,924	27,224	60,004
	Total comprehensive income for the period	565,357	523,201	402,619	348,054	600,937	546,372
<i>Profit/loss for the period attributable to:</i>							
	Shareholders of the Parent	544,948	492,058	409,062	319,869	578,741	489,548
	Non-controlling interests	9,648	9,828	1,413	3,261	-5,028	-3,180
	Profit/loss for the period	554,596	501,886	410,475	323,130	573,713	486,368
<i>Comprehensive income for the period attributable to:</i>							
	Shareholders of the Parent	558,030	512,087	401,853	341,134	603,466	542,747
	Non-controlling interests	7,327	11,114	766	6,920	-2,529	3,625
	Total comprehensive income for the period	565,357	523,201	402,619	348,054	600,937	546,372
<i>Earnings per share, SEK 2)</i>		6.95	6.28	5.22	4.08	7.38	6.25
<i>Average number of shares outstanding</i>		78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056

1) The previous year was adjusted with respect to changed accounting principles (see page 6 for details).

2) Recalculated with respect to the 2:1 split carried out on 17 January 2019 as resolved at the annual general meeting on 15 December 2018. Number of shares for previous periods have been adjusted.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITIONG

ASSETS, SEK THOUSANDS		28 Feb 2019	28 Feb 2018	31 Aug 2018
<i>Non-current assets</i>				
	Intangible assets	193,647	192,307	195,661
	Property, plant and equipment	3,520,628	3,350,677	3,380,541
	Investments in joint ventures/associates	401,850	382,472	387,293
	Other investments and securities held as non-current assets	36,719	36,988	36,596
	Other non-current receivables	248,854	238,832	258,579
	Total non-current assets	4,401,698	4,201,276	4,258,670
<i>Current assets</i>				
	Inventories	199,122	165,041	166,223
		199,122	165,041	166,223
	Trade receivables	82,288	90,186	28,776
	Tax receivables	27,767	27,751	18,056
	Other current receivables	204,402	358,039	272,756
	Prepaid expenses and accrued income	100,358	59,677	52,940
		414,815	535,653	372,528
	Cash & cash equivalents	149,031	108,575	73,146
	Total current assets	762,968	809,269	611,897
	TOTAL ASSETS	5,164,666	5,010,545	4,870,567
EQUITY AND LIABILITIES, SEK THOUSANDS				
<i>Equity</i>				
	Share capital	19,594	19,594	19,594
	Other contributed capital	397,573	397,573	397,573
	Reserves	-23,472	-48,197	-16,263
	Retained earnings, including profit/loss for the period	2,093,479	1,789,054	1,958,733
	Equity attributable to shareholders of the Parent	2,487,174	2,158,024	2,359,637
	Non-controlling interests	62,218	64,747	61,452
	Total equity	2,549,392	2,222,771	2,421,089
<i>Non-current liabilities</i>				
	Liabilities to credit institutions	807,890	374,454	1,286,047
	Provisions for pensions	12,533	11,270	12,316
	Other provisions	2,393	1,501	1,453
	Derivatives	6,668	29,988	33,735
	Deferred tax liabilities	186,570	187,301	185,926
	Total non-current liabilities	1,016,054	604,514	1,519,477
<i>Current liabilities</i>				
	Liabilities to credit institutions	336,317	999,444	392,750
	Trade payables	219,012	205,646	129,292
	Tax liabilities	124,746	50,287	63,755
	Other current liabilities	639,786	707,937	233,298
	Accrued expenses and deferred income	279,359	219,946	110,906
	Total current liabilities	1,599,220	2,183,260	930,001
	Total liabilities	2,615,274	2,787,774	2,449,478
	TOTAL EQUITY AND LIABILITIES	5,164,666	5,010,545	4,870,567

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT

SEK THOUSANDS	Share capital	Other contributed capital	Translation reserves	Hedging reserves	Retained earnings and profit for the year	Total	Non-controlling interests	Total equity
Opening equity, 1 Sep 2017	19,594	397,573	-46,286	-23,176	1,684,719	2,032,424	57,827	2,090,251
Profit/loss for the period					319,869	319,869	3,261	323,130
Other comprehensive income for the period			18,651	2,614	0	21,265	3,659	24,924
Comprehensive income for the period	0	0	18,651	2,614	319,869	341,134	6,920	348,054
Dividend					-215,534	-215,534		-215,534
Closing equity, 28 February 2018	19,594	397,573	-27,635	-20,562	1,789,054	2,158,024	64,747	2,222,771
Opening equity, 1 Sep 2018	19,594	397,573	1,642	-17,905	1,958,733	2,359,637	61,452	2,421,089
Profit/loss for the period					409,062	409,062	1,413	410,475
Other comprehensive income for the period			-9,823	2,614		-7,209	-647	-7,856
Comprehensive income for the period	0	0	-9,823	2,614	409,062	401,853	766	402,619
Dividend					-274,316	-274,316		-274,316
Closing equity, 28 February 2019	19,594	397,573	-8,181	-15,291	2,093,479	2,487,174	62,218	2,549,392

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

SEK THOUSANDS		3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug
		2018/19	2017/18	2018/19	2017/18	2017/18
<i>Operating activities</i>	Profit/loss after financial items	702,490	650,888	484,477	398,347	586,629
	Adjustment for non-cash items	35,067	24,548	116,282	92,120	215,932
		737,557	675,436	600,759	490,467	802,561
	Tax paid	-19,792	-19,613	-23,116	-26,624	-34,739
	Changes in working capital	158,622	198,013	582,813	562,918	-88,662
	Cash flow from operating activities	876,387	853,836	1,160,456	1,026,761	679,160
<i>Investing activities</i>	Acquisition of property, plant and equipment	-106,808	-123,715	-301,127	-299,013	-399,474
	Sale of property, plant and equipment	161	401	26,866	1,087	2,596
	Other investing activities	10,551	-111,744	-4,614	-128,271	2,851
	Cash flow from investing activities	-96,096	-235,058	-278,875	-426,197	-394,027
<i>Financing activities</i>	Proceeds from borrowings	13,928	0	42,647	17,407	501,209
	Repayment of borrowings	-412,404	-394,358	-570,891	-404,058	-609,822
	Dividend paid	-274,316	-215,534	-274,316	-215,534	-215,534
	Cash flow from financing activities	-672,792	-609,892	-802,560	-602,185	-324,147
	Cash flow for the period	107,499	8,886	79,021	-1,621	-39,014
	Cash & cash equivalents at beginning of year	42,987	98,339	73,146	105,512	105,512
	Exchange differences	-1,455	1,350	-3,136	4,684	6,648
	Cash & cash equivalents at end of period	149,031	108,575	149,031	108,575	73,146

THE GROUP'S OPERATING SEGMENTS

SEK THOUSANDS	3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug
OPERATION OF SKI RESORTS	2018/19	2017/18	2018/19	2017/18	2017/18
External revenue	1,394,199	1,287,403	1,475,723	1,366,703	2,344,020
Internal revenue	25,695	23,339	26,164	26,697	15,418
Capital gains	13	337	440	825	1,488
Total revenue	1,419,907	1,311,079	1,502,327	1,394,226	2,360,926
External operating expenses	-656,806	-596,481	-962,378	-891,771	-1,581,491
Costs from other segments	-36,728	-35,416	-43,034	-46,064	-53,130
Capital losses	0	-246	0	-4,359	-4,495
Profit/loss from investments in joint ventures and associates	1,235	1,522	-521	221	4,189
Depreciation/amortisation	-63,519	-58,454	-121,038	-108,351	-227,800
Operating profit/loss	664,089	622,004	375,357	343,901	498,200
Intangible assets	193,647	192,307	193,647	192,307	195,661
Property, plant and equipment	2,917,273	2,787,251	2,917,273	2,787,251	2,832,933
Financial assets	88,603	45,789	88,603	45,789	25,157
Operating loans	570,881	672,904	570,881	672,904	1,094,965
PROPERTY DEVELOPMENT & EXPLOITATION					
External revenue	6,182	4,006	11,073	5,192	12,046
Exploitation revenue	35,143	4,559	146,682	71,689	190,651
Internal revenue	16,384	18,571	22,386	26,037	38,681
Capital gains	43	0	388	0	0
Total revenue	57,751	27,136	180,530	102,918	241,378
External operating expenses	-16,840	-15,394	-33,354	-27,312	-61,383
Costs from other segments	-5,351	-6,494	-5,516	-6,670	-970
Costs of sold exploitation assets	-6,803	-718	-19,970	-10,203	-44,414
Capital losses	0	200	-57	0	-17
Profit/loss from investments in joint ventures and associates	27,759	16,643	20,480	6,752	4,270
Depreciation/amortisation	-4,547	-4,813	-10,406	-12,854	-26,170
Operating profit/loss	51,971	16,561	131,706	52,631	112,694
Property, plant and equipment	603,355	563,426	603,355	563,426	547,608
Financial assets	598,820	612,504	598,820	612,504	657,311
Operating loans	573,326	700,994	573,326	700,994	583,832
Internal revenue	-42,079	-41,910	-48,550	-52,734	-54,100
Internal costs	42,079	41,910	48,550	52,734	54,100
Consolidated revenue	1,435,579	1,296,306	1,634,307	1,444,410	2,548,204
Consolidated operating profit/loss	716,060	638,564	507,064	396,532	610,894
Consolidated intangible assets	193,647	192,307	193,647	192,307	195,661
Consolidated property, plant and equipment	3,520,628	3,350,677	3,520,628	3,350,677	3,380,541
Consolidated financial assets	687,422	658,292	687,422	658,292	682,468
Consolidated operating loans	1,144,207	1,373,898	1,144,207	1,373,898	1,678,798

Segment reporting

For a description of segment reporting, see note on page 16.

CONDENSED INCOME STATEMENT – PARENT COMPANY

		3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug
SEK THOUSANDS		2018/19	2017/18	2018/19	2017/18	2017/18
<i>Operating income</i>	Revenue	950,617	874,642	1,028,403	938,668	1,616,087
	Other operating income	195	1,138	1,061	1,507	3,117
	Total operating income	950,812	875,780	1,029,464	940,175	1,619,204
<i>Operating expenses</i>	Goods for resale	-100,057	-94,194	-124,241	-114,848	-205,931
	Other external expenses	-193,728	-166,234	-322,075	-293,057	-536,692
	Personnel costs	-188,405	-172,309	-267,700	-249,233	-447,650
	Cost of sold interests in accommodation/exploitation	-4,889	0	-4,989	-1,036	-1,236
	Depreciation/amortisation of assets	-34,314	-32,938	-67,917	-65,366	-134,333
	Operating profit/loss	429,419	410,105	242,542	216,635	293,362
	Net financial items	78,046	50,349	73,046	45,564	34,088
	Profit/loss after net financial items	507,465	460,454	315,588	262,199	327,450
	Appropriations	-	-	-	-	-173,953
	Profit/loss before tax	507,465	460,454	315,588	262,199	153,497
	Tax	-92,377	-53,102	-51,675	-8,915	-18,064
	Profit/loss for the period	415,088	407,352	263,914	253,284	135,433
Other comprehensive income						
	Items that may be reclassified to profit or loss					
	Change in fair value of cash flow hedges for the period	1,666	1,666	3,351	3,351	6,758
	Deferred tax on cash flow hedges	-366	-366	-737	-737	-1,487
	Other comprehensive income for the year	1,300	1,300	2,614	2,614	5,271
	Total comprehensive income for the year	416,388	408,652	266,528	255,898	140,704

CONDENSED BALANCE SHEET - PARENT COMPANY

ASSETS, SEK THOUSANDS		28 Feb 2019	28 Feb 2018	31 Aug 2018
<i>Non-current assets</i>	Intangible assets	33,259	32,508	33,219
	Property, plant and equipment	1,748,811	1,615,929	1,616,330
<i>Financial assets</i>	Investments in Group companies	366,449	366,449	366,449
	Investments in joint ventures/associates	2,992	2,992	2,992
	Other investment and securities held as non-current-assets	20,247	21,163	20,247
	Other non-current receivables	21,573	9,774	21,272
	Receivables from Group companies	475,515	333,144	571,618
	Total non-current assets	2,668,846	2,381,959	2,632,127
<i>Current assets</i>				
<i>-Inventories</i>	Goods for resale	113,205	105,416	78,679
		113,205	105,416	78,679
<i>-Current receivables</i>	Trade receivables	52,835	52,008	14,831
	Receivables from Group companies	30,707	213,302	7,432
	Tax receivables	19,834	19,834	12,834
	Other current receivables	70,206	158,727	28,759
	Prepaid expenses and accrued income	75,007	47,043	43,587
		248,589	490,914	107,443
<i>-Cash and cash equivalents</i>	Cash and bank balances	71,399	3,527	1,340
	Total current assets	433,193	599,858	187,462
	TOTAL ASSETS	3,102,039	2,981,816	2,819,589
EQUITY AND LIABILITIES, SEK THOUSANDS				
<i>Equity</i>				
<i>-Restricted equity</i>	Share capital	19,594	19,594	19,594
	Statutory reserve	25,750	25,750	25,750
	Development fund	-	-	1,790
		45,344	45,344	47,134
<i>-Non-restricted equity</i>	Share premium reserve	4,242	4,242	4,242
	Retained earnings	556,234	689,845	690,714
	Profit/loss for the year	263,914	253,286	135,433
		824,390	947,374	830,389
	Total equity	869,734	992,718	877,523
<i>Non-current liabilities</i>				
<i>-Non-current interest-bearing liabilities</i>	Liabilities to Group companies	1,001,198	593,782	648,531
	Liabilities to credit institutions	287,735	29,774	801,310
<i>-Provisions</i>	Provisions for pensions	8,954	7,568	8,359
	Other provisions	1,820	805	619
<i>-Non-current non-interest-bearing liabilities</i>	Derivative liabilities	5,130	32,309	32,886
	Deferred tax liabilities	139,764	135,706	134,804
	Total non-current liabilities	1,444,601	799,944	1,626,509
<i>-Current liabilities</i>				
	Liabilities to credit institutions	-	472,735	-
	Liabilities to Group companies	32,858	33,542	31,073
	Trade payables	113,254	100,190	87,513
	Other current liabilities	440,174	431,460	122,766
	Accrued expenses and deferred income	201,418	151,227	74,205
	Total current liabilities	787,704	1,189,154	315,557
	Total liabilities	2,232,305	1,989,098	1,942,066
	TOTAL EQUITY AND LIABILITIES	3,102,039	2,981,816	2,819,589

THE GROUP'S KEY PERFORMANCE INDICATORS AND DATA PER SHARE

KEY PERFORMANCE INDICATORS	6 MONTHS 1 Sep-28 Feb					FULL YEAR 1 Sep-31 Aug
	2018/19	2017/18	2016/17	2015/16	2014/15	2017/18
Revenue, SEK thousand	1,627,756	1,436,190	1,298,850	1,156,303	1,127,486	2,535,705
Operating income, SEK thousand	1,634,307	1,444,410	1,301,289	1,163,551	1,131,423	2,548,204
Profit/loss before tax, SEK thousand	484,477	398,348	296,171	247,795	240,145	586,629
Profit/loss after tax, SEK thousand	410,475	323,130	226,409	188,662	183,960	486,368
Cash flow from operating activities, SEK thousand	1,160,456	1,026,761	726,653	813,868	780,534	679,160
Total cash flow, SEK thousand	79,021	-1,621	37,065	133,357	51,209	-39,014
Return on:						
-capital employed, %	13	11	9	8	8	17
-equity, %	17	15	12	11	12	22
-total assets, %	10	9	8	7	7	14
Gross margin, %	39	36	33	32	31	34
Operating margin, %	31	27	24	23	21	24
Net margin, %	30	28	23	21	20	23
Equity/assets ratio, %	49	44	43	40	39	50

	2018/19		2017/18				2016/17	
	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3
Revenue, SEK thousand	1,431,378	196,378	183,653	915,862	1,290,203	145,988	89,614	917,560
Operating income, SEK thousand	1,435,580	198,727	184,010	919,785	1,296,306	148,104	90,849	919,317
Profit/loss before tax, SEK thousand	702,490	-218,013	-166,010	354,291	650,888	-252,541	-191,501	373,085
Profit/loss after tax, SEK thousand	554,596	-144,121	-116,728	279,966	501,886	-178,756	-149,819	310,116
Cash flow from operating activities, SEK thousand	876,387	284,069	-131,258	-216,343	853,836	172,925	-53,265	-44,280
Total cash flow, SEK thousand	107,499	-25,478	-12,519	-24,874	8,886	-10,507	22,930	-44,652
Gross margin, %	55	neg	neg	48	54	neg	neg	48
Operating margin, %	50	neg	neg	40	49	neg	neg	42
Net margin, %	49	neg	neg	39	50	neg	neg	41

DATA PER SHARE 1)	28 Feb					31 August
	2019	2018	2017	2016	2015	2018
Share price, SEK	107.56	79.90	74.50	61.00	49.38	101.00
Average number of shares	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056
Earnings, SEK	5.22	4.08	2.91	2.41	2.35	6.25
Cash flow from operating activities, SEK	14.81	13.10	9.27	10.38	9.96	8.67
Share price/cash flow, times	7.3	6.1	8.0	5.9	5.0	11.7
Equity, SEK	33	28	25	21	20	31
Price/equity, %	331	282	299	288	243	327

	2018/19		2017/18				2016/17	
	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3
Average number of shares	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056
Earnings SEK	6.95	-1.73	-1.43	3.60	6.28	-2.20	-1.89	4.00
Cash flow from operating activities, SEK	11.18	3.62	-1.67	-2.76	10.89	2.21	-0.68	-0.56
Equity, SEK	33	29	31	32	28	24	27	29
Return on equity, %	22	-6	-5	11	23	-9	-7	14

1) Recalculated with respect to the 2:1 split carried out on 17 January 2019 as resolved at the annual general meeting on 15 December 2018. Number of shares for previous periods have been adjusted.

RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES

SEK THOUSANDS

6 MONTHS
1 Sep-28 Feb

FULL YEAR
1 Sep-31 Aug

FINANCING AND INTEREST-BEARING LIABILITIES	2018/19	2017/18	2017/18
Non-current interest-bearing liabilities to credit institutions	807,890	374,453	1,286,048
Provisions for pensions	12,533	11,270	12,316
Current interest-bearing liabilities to credit institutions	336,317	999,444	392,749
Net interest-bearing liabilities	1,156,741	1,385,168	1,691,113

Other non-current receivables	248,853	238,832	258,579
Non-interest-bearing portion of non-current receivables	-155,407	-137,359	-157,208
Interest-bearing current receivables	14,231	149,481	23,455
Cash and cash equivalents	149,031	108,575	73,146
Interest-bearing receivables	256,708	359,528	197,972

Financial net debt (interest-bearing receivables - net interest-bearing liabilities)	900,033	1,025,639	1,493,141
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SEK THOUSANDS

2018/19 Q 2

2017/18 Q 2

2016/17 Q 2

2015/16 Q 2

2014/15 Q 2

RETURN ON CAPITAL EMPLOYED

Profit after financial items	484,477	398,347	296,171	247,795	240,145
Finance income	19,296	29,318	8,487	3,759	4,145
Finance costs	-41,884	-27,503	-28,266	-23,617	-31,850
Net financial items	-22,587	1,816	-19,779	-19,857	-27,705
Profit after financial items, plus finance costs	526,361	425,850	324,438	271,412	271,995

CAPITAL EMPLOYED	2018/19 Q 2	Aug 2018	2017/18 Q 2	Aug 2017	2016/17 Q 2	Aug 2016	2015/16 Q 2	Aug 2015	2014/15 Q 2	Aug 2014
Assets	5,164,666	4,870,568	5,010,545	4,507,860	4,527,925	4,107,146	4,148,608	3,759,838	4,049,781	3,960,236
Non-current non-interest-bearing liabilities	195,630	221,113	218,790	190,107	190,549	149,441	154,527	96,467	109,806	72,655
Current non-interest-bearing liabilities	1,262,903	537,253	1,183,814	455,254	980,122	334,910	901,840	290,279	816,954	277,002
Total non-interest-bearing liabilities	1,458,533	758,366	1,402,604	645,361	1,170,671	484,351	1,056,367	386,746	926,760	349,657
Capital employed	3,706,133	4,112,202	3,607,941	3,862,499	3,357,254	3,622,795	3,092,241	3,373,092	3,123,021	3,610,579
Average capital employed	3,909,167		3,735,220		3,490,024		3,232,667		3,366,800	
Return on capital employed	13%		11%		9%		8%		8%	

RETURN ON EQUITY

Equity	2,549,392	2,421,089	2,222,774	2,090,251	1,953,662	1,869,945	1,660,340	1,641,389	1,593,333	1,537,735
Average equity	2,485,240		2,156,512		1,911,804		1,650,865		1,565,534	
Profit after tax	410,475		323,130		226,409		188,662		183,960	
Return on equity	17%		15%		12%		11%		12%	

RETURN ON TOTAL ASSETS

Total assets	5,164,666	4,870,568	5,010,545	4,507,860	4,527,925	4,107,146	4,148,608	3,759,838	4,049,781	3,960,236
Average total assets	5,017,617		4,759,203		4,317,535		3,954,223		4,005,008	
Return on total assets	10%		9%		8%		7%		7%	

NOTES

Pledged assets and contingent liabilities

PLEGDED ASSETS,				
SEK THOUSANDS	28 Feb 2019	28 Feb 2018	31 Aug 2018	
Group	1,659,447	1,625,441	1,629,864	
Parent Company	539,190	537,804	538,595	
CONTINGENT LIABILITIES,				
SEK THOUSANDS				
Group	1,011,206	507,088	680,880	
Parent Company	1,734,661	1,241,120	1,422,124	

Segment reporting

With effect from the first quarter 2018/19, operations are monitored and presented in the segments Operation of Ski Resorts and Property Development & Exploitation.

Operation of Ski Resorts comprises the operation of ski resorts and the sale of all products and services in this area, such as SkiPass, accommodation, activities, shops etc. The focus is on sales and efficient operation. Earnings are charged with the segment's own costs as well as internal rents, mainly for guest accommodation rented from Property Development & Exploitation. The segment's non-current assets are mainly property, plant and equipment used directly in the operations, such as pistes and lifts, or used or rented out for activities that complement the segment, such as ski shops, equipment hire and restaurants.

Property Development & Exploitation comprises the management of assets that can be exploited or used in the segment or leased to the Operation of Ski Resorts segment. Segment revenue consists of the sale of land and other properties, the sale of unit weeks in Vacation Club, and the renting of accommodation, both through the segment and associated companies, to guests in the Operation of Ski Resorts segment. The segment's assets consist of land and other properties, as well as shares in tenant-owner associations and associated companies focusing on hotels and the renting of cabins and apartments close to the Group's skiing areas.

Comparative figures have been restated.

Disclosures in accordance with IFRS 9 Financial Instruments

The financial instruments that SkiStar holds are measured at cost, apart from the Company's interest rate derivatives, which are measured at fair value through comprehensive income. No uncertain items or impairment losses were identified. The transition to IFRS 9 has no material effect as the amount of SkiStar's trade receivables is low.

Disclosures in accordance with IFRS 13 Fair Value Measurement

In addition to the usual working capital items and cash and cash equivalents, SkiStar's financial instruments consist of receivables from associates, interest-bearing liabilities, derivatives and available-for-sale financial assets. Interest-bearing liabilities carry floating interest rates. Most other financial assets and liabilities have short maturities. Derivatives and available-for-sale financial assets are measured at fair value based on level 2 inputs under IFRS 13. There were no transfers between levels during the period. The fair values of all financial instruments are deemed to approximate their carrying amounts. SkiStar has not reported any financial assets or liabilities on a net basis.

Disclosures in accordance with IFRS 15 Revenue from Contracts with Customers

Contracts with customers in the Operation of Ski Resorts segment consist primarily of contracts with individuals relating primarily to booking travel that includes ski passes, accommodation, activities and other goods and services associated with guest visits to a ski resort. This category of customer contract means that full payment is due before arrival. The revenue is distributed over the period of the guest's stay, meaning that the total revenue is not recognised until the stay ends and the Company's commitments are fulfilled. Revenue is reduced by any loyalty points, which are entered as a liability until they have been used or expired.

Revenue from the sale of goods in shops is recognised at the time of the transaction, when control has been transferred to the buyer. The Company's obligations to customers prior to arrival consist mainly of advances from customers and their accrued but not yet used loyalty points.

Customer contracts in the Property Development & Exploitation segment consist partly of sales of plots to both individuals and corporate customers. Revenue is recognised on the date possession is taken. Vacation Club shares are sold primarily to individuals and the revenue is recognised on the date possession is taken.

New IFRSs and interpretations that will be applicable in future periods

IFRS 16 Leases is effective from 1 January 2019 and will be applied by SkiStar as of the financial year ending 31 August 2020. An analysis of the impact of IFRS 16 is in progress and the current assessment is that total assets will be significantly affected in terms of land leases and other rental contracts.

DISTRIBUTION OF REVENUE PER SEGMENT, SEK MILLION

	3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug		3 MONTHS 1 Dec-28 Feb		6 MONTHS 1 Sep-28 Feb		FULL YEAR 1 Sep-31 Aug
	2018/19	2017/18	2018/19	2017/18	2017/18		2018/19	2017/18	2018/19	2017/18	2017/18
OPERATION OF SKI RESORTS						REVENUE PER COUNTRY					
SkiPass	854	782	860	787	1,338	Sweden					
Accommodation	168	158	172	163	293	- Operation of Ski Resorts	918	857	976	911	1,579
Ski rental	115	108	116	110	183	- Property Development & Exploitation	39	6	156	75	199
Ski school/Activities	38	37	38	37	60	Norway 1)					
Sporting goods outlets	77	78	101	101	173						
Property services	47	45	64	60	109	- Operation of Ski Resorts	408	367	428	388	672
Other	92	73	116	99	178	- Property Development & Exploitation	2	2	2	2	3
Total Operation of Ski Resorts	1,390	1,282	1,468	1,359	2,334	Austria 2)	64	58	66	60	83
PROPERTY DEVELOPMENT & EXPLOITATION						Group total	1,431	1,290	1,628	1,436	2,536
	41	8	160	77	202	1) There are no exploitation operations in Norway.					
Group total	1,431	1,290	1,628	1,436	2,536	2) There are no property development and exploitation operations in Austria.					

1) There are no exploitation operations in Norway.

2) There are no property development and exploitation operations in Austria.

See note above for information about customer categories.

This Half-Year Report has not been subject to review by the company's auditor.

The Board of Directors and CEO assure that this Half-Year Report provides a true and fair view of the parent company's and the group's operations, financial position and performance, and describes the material risks and uncertainties faced by the parent company and the other group companies.

Sälen, at 20 March 2019

Eivor Andersson
Chairman

Mats Årjes
Board Member and CEO

Lena Apler
Board Member

Sara Karlsson
Board Member

Fredrik Paulsson
Board Member

Patrik Svärd
Employee Representative

This information is information that SkiStar AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation and the Securities Markets Act. The information was submitted for publication, through the agency of the contact person set out above, at 20 March 2019, 07.30 a.m. CET.

SKISTAR IN BRIEF

SkiStar is listed on the Nasdaq Mid Cap, Stockholm. The Group owns and operates alpine destinations in Sälen, Åre, Vemdalen and Hammarbybacken (Stockholm) in Sweden, Hemsedal and Trysil in Norway and St. Johann in Tirol in Austria. Market share is 49% in Sweden, 30% in Norway and 41% in Scandinavia. The Group's core business is alpine skiing, with a focus on the guests' overall skiing experience. Operations are divided into two segments: Operation of Ski Resorts and Property Development & Exploitation. As the leading operator of European Alpine destinations, SkiStar's business concept is to provide memorable winter experiences, offering value for guests, employees and other interested parties, which, in turn, creates value for our shareholders. The Group's business model and fundamental strategy are based on offering the entire range of accommodation at all of SkiStar's destinations through one distribution channel, thereby ensuring a high occupancy level and providing the conditions to maximise the sale of SkiPasses. In order to achieve this, SkiStar strives to guarantee that all operators at its destinations offer a product and a service of such quality that this results in satisfied, returning guests. Sales of SkiPasses are the most significant value driver in SkiStar's operations.

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