HALF-YEAR REPORT

SEPTEMBER 2019 - FEBRUARY 2020

SUMMARY, SEK MILLION	3 MONTHS 1 Dec–28/29 Feb		6 MONTHS 1 Sep-28/29 Feb		FULL YEAR 1 Sep-31 Aug
	2019/20	2018/19	2019/20	2018/19	2018/19
Revenue	1,604	1,431	1,725	1,628	2,676
Operating income	1,608	1,436	1,732	1,634	2,688
Profit/loss before tax	809	702	488	484	553
Profit/loss after tax	642	555	397	410	460
Earnings per share, SEK	8.04	6.95	5.01	5.22	5.95
Cash flow from operating activities	881	876	1,215	1,160	722
Operating margin, %	52	50	29	31	22
Equity/assets ratio, %	43	49	43	49	51

SALES RECORD AND EXCELLENT CONDITIONS IN THE FIRST SIX MONTHS, CHALLENGING END EXPECTED

Second Quarter

- Revenues for the second quarter were SEK 1,604 (1,431) million, an increase of SEK 173 million (12 percent) compared with the previous year.
- Profit after tax was SEK 642 (555) million, an increase of SEK 87 million (16 percent) compared with the previous year.
- Earnings per share amounted to SEK 8.04 (6.95), an increase of 16 percent.

First six months

- Revenues for the first six months were SEK 1,725 (1,628) million, an increase of SEK 97 million (6 percent) compared with the previous year.
- Profit after tax was SEK 397 (410) million, a decline of SEK 13 million (-3 percent) compared with the previous year.
- Earnings per share amounted to SEK 5.01 (5.22), a decline of 4 percent.

Significant events after the end of the period

• 12/03/2020: Following municipal decisions in Norway in connection with the new Coronavirus, SkiStar must immediately close the ski resorts in Hemsedal and Trysil. The decisions will have a negative effect on SkiStar's full-year results. The extent has not yet been analysed. An important factor to consider is that a large part of the winter season has passed. SkiStar is taking measures to adapt operations to the current situation.

Further information is available from:
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HALF-YEAR REPORT

SEPTEMBER 2019 - FEBRUARY 2020

COMMENTS FROM THE CEO

The spread of the new Coronavirus has not passed anyone unnoticed. On 12 March, we received Norwegian municipal announcements that our operations in both Hemsedal and Trysil had to be closed down. As always, health and safety is our main priority, so the focus has been on employees and guests. It is an unfamiliar situation for all of us, with rapid change and new government decisions that we are monitoring closely. The decisions will have a negative effect on SkiStar's full-year results. The extent has not yet been analysed. An important factor to consider is that a large part of the winter season has passed. SkiStar is taking measures to adapt operations to the current situation. For the same reason, we consider it difficult to comment on the booking situation at present.

Nevertheless, in the shadow of uncertainty, we can look back on a strong first half of the year. It was a record early start to the season with both cold weather and snow, followed by fantastic skiing conditions during the Christmas week, after which milder weather was encountered around New Year. The quarter, which includes large parts of the winter sports break, means that we can report another good result for the first six months, with our core operations remaining very strong and an increase of SEK 91 million (11 percent) in SkiPass sales compared with the previous year.

Our other business areas linked to the core operations are growing and it is particularly pleasing to see our sporting goods business showing growth of 19 percent – and what is more, with increased profitability. In our sporting goods business, online sales are growing by 43 percent.

We have reported significantly lower capital gains on our property development and exploitation activities, SEK 71 (143) million. This is mainly due to the fact that we had two large projects that were realised during the first quarter of 2018/19. The two projects, with total capital gains of SEK 90 million, also mean that we will not have the same high levels in 2019/20 as in 2018/19, but capital gains will still be a significant part of our earnings in this year.

Despite the current situation, it is of course extremely pleasing to present the best ever half-year profit (before tax).

The commitment to SkiStar's MySkiStar customer club continues to increase, which is very encouraging. The number of registered members is approaching 970,000, an increase of 12 percent from the previous year.

The new lease accounting standard, IFRS 16, which replaces IAS17, has a relatively significant impact on SkiStar. We have many long-term leases, including land leases, which are now reported as a liability in the balance sheet under the new standard. As an effect of this, our total assets at the end of the period have increased by SEK 742 million, reducing our equity/assets ratio by six percentage points. More details about the effect of IFRS 16 can be found on page 16 of the report.

It is with much excitement, curiosity and the greatest humility that I look forward to the role of President and CEO of SkiStar!

Stefan Sjöstrand
Chief Executive Officer

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

Second Quarter

02/12/2019

Record visitors at Vemdalen's ski test weekend – Sälen ready for its ski test weekend

Snow has fallen over the Scandinavian mountains and the winter cold has truly made its entrance – the pre-season at SkiStar's ski resorts has whetted the appetite of Sweden's skiers. Vemdalen's ski test weekend took place last weekend and set a record, with 6,300 skiers completing a total of 85,000 runs, which is more than in previous ski test weekends. Sälen is holding its ski test this coming weekend.

11/12/2019

Valle's books now available as audio books through Storytel

SkiStar's children's concept, headed by Valle the snowman, can be experienced all year round through a variety of experiences such as the programme 'Valles Hygglo', which premiered on YouTube in November. Over the years, Valle has published two Swedish books written by the actress and director Sara Edwardsson in collaboration with True Stories. Experiences with Valle are now being developed as both books make their début in Storytel's library.

12/12/2019

SkiStar appoints Stefan Sjöstrand as CEO

The Board of Directors of SkiStar has appointed Stefan Sjöstrand as President and CEO as from 11 June 2020 at the latest.

Stefan currently works at Ingka Centres (IKEA) as Commercial & Digital Manager. For the past 13 years he has worked for IKEA in various positions, including as Commercial Manager for IKEA Group and member of Group Management and the Management Board, CEO of IKEA Canada with approximately 7,000 employees, Deputy CEO of IKEA France with approximately 12,000 employees and Business Area Manager at IKEA of Sweden, IKEA's product development company in Älmhult. Stefan also has experience from various CEO and management roles at Weibulls, OLW, Malaco, Marabou and others. He was born in 1968 and has a DIHM Marketing Economist degree.

When Stefan Sjöstrand takes over as President and CEO, Anders Örnulf, who has been acting President and CEO since 1 December 2019, will return to his role as the company's CFO.

18/12/2019

SkiStar launches training programmes for better public health

Several studies point in the same direction, and it is a fact that children and young people with a sedentary lifestyle will eventually present a major public health problem. Tour operator SkiStar's popular snowman Valle is now part of the Company's focus on contributing to the public good. With Valle as a role model, SkiStar will, among other things, contribute to strengthening children's well-being and health. Simple training programmes, developed with Susanne Wolmesjö, are now being launched to inspire movement breaks at home, school or work.

21/12/2019

New airport between Sälen and Trysil officially opened – now easier to get to the mountains

Scandinavian Mountains Airport, the first airport in Sweden in 20 years, was officially opened on 21 December. A unique regional initiative with a transfer time of just 10-25 minutes to SkiStar's ski areas in Sälen and only 40 minutes to Norway's largest ski resort, Trysil. The airport will improve accessibility and strengthen Sälen's and Trysil's positions as international ski destinations. At the same time, the establishment creates development, jobs, immigration and strong confidence in the future for the region.

14/01/2020

SkiStar's new CEO Stefan Sjöstrand to take over on 2 March

Stefan Sjöstrand will take over as SkiStar AB's new CEO on 2 March 2020.

16/01/2020

SkiStar reaches new heights – approaching one million customer club members

For nine winter seasons, tour operator SkiStar's popular MySkiStar customer club has promoted a long-term customer focus – which includes fun, engaging and affordable customer experiences. This has resulted in a customer club membership that now exceeds 900,000.

31/01/2020

Snow in Sälen, Vemdalen and Åre – up to 90 cm of snow on the terrain ahead of the Swedes' winter sports break

Last week's abundant snowfall in Sälen, Vemdalen and Åre has given us decent snow cover on top of a layer of stable snow from snow cannons. First off the mark to test the slopes in the winter sports break is the Gothenburg region, week 7. Then it's the turn of snow-thirsty Malmö, Uppsala, Linköping and Örebro, week 8. In week 9, Västerås, Stockholm and others are taking the opportunity to enjoy the mountain air.

17/02/2020

The SkiStar Living accommodation concept presents a new partner

SkiStar and Svensk Fastighetsförmedling are starting a multi-year collaboration aimed at giving Swedish holidaymakers the best possible agency service for their holiday accommodation purchases and sales at SkiStar's Swedish ski resorts. The collaboration means that Svensk Fastighetsförmedling becomes the official partner of SkiStar's SkiStar Living accommodation concept.

20/02/2020

SAS continues to invest in direct flights to SkiStar's ski resorts Sälen and Trysil

Starting today, SAS is launching tickets to Sweden's and Norway's largest ski resorts, Sälen and Trysil, for winter 2020/2021. SAS will operate flights to the new Scandinavian Mountains Airport from London Heathrow, Copenhagen and Ålborg.

After the end of the period

12/03/2020

Closure of SkiStar's resort in Hemsedal for the 2019/20 season

Following a municipal decision in Norway, SkiStar must immediately close the ski resort in Hemsedal.

This decision will have a negative effect on SkiStar's full-year results. The extent has not yet been analysed. An important factor to consider is that a large part of the winter season has passed. SkiStar is taking measures to adapt operations to the current situation.

SkiStar expects similar decisions from the authorities regarding other ski resorts in Norway. SkiStar has a resort in Trysil.

12/03/2020

Closure of SkiStar's resort in Trysil until further notice

In line with SkiStar's announcement earlier today, SkiStar has now been affected by another municipal decision in Norway, which means that it must close the ski resort in Trysil from tomorrow, 13 March 2020.

This decision will have a negative effect on SkiStar's full-year results. The extent has not yet been analysed. An important factor to consider is that a large part of the winter season has passed. SkiStar is taking measures to adapt operations to the current situation.

A full list of press releases is always available at skistar.com.

REVENUE AND EARNINGS

Second Quarter

The Group's operating income for the second quarter amounted to SEK 1,608 (1,436) million, an increase of 12 percent compared with the previous year. Changes in the NOK/SEK and EUR/SEK rate had an effect of SEK -4 million on revenue. The Group's operating profit for the second quarter was SEK 833 (716) million, with the transition to IFRS 16 having an effect of SEK +2 million. Changes in the NOK/SEK and EUR/SEK rate had an effect of SEK -2 million on operating profit for the quarter. Profit from associated companies/joint ventures fell to SEK 26 (29) million, with capital gains from exploitation activities contributing SEK 12 (13) million. Net financial items for the quarter declined by SEK 10 million to SEK -24 (-14) million, including SEK -8 million related to changes in the value of interest rate derivatives and SEK -4 million related to the transition to IFRS 16. The Group's profit after tax amounted to SEK 642 (555) million, an increase of SEK 87 million, or 16 percent.

Revenue from Operation of Ski Resorts amounted to SEK 1,612 (1,420) million with a profit of SEK 784 (664) million. Revenue from Property Development and Exploitation amounted to SEK 89 (58) million, with a profit of SEK 46 (52) 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 47 (41) million during the quarter, of which SEK 12 (13) million was through associated companies. Other activities in Property Development and Exploitation are primarily related to the renting of accommodation to the Operation of Ski Resorts segment, and shares from associated companies that rent out accommodation.

First six months

The Group's operating income for the first six months amounted to SEK 1,732 (1,634) million, an increase of 6 percent compared with the previous year. Changes in the NOK/SEK and EUR/SEK rate had a negative effect of SEK 4 million on revenue. The Group's operating profit for the period was SEK 508 (507) million, with the transition to IFRS 16 having an effect of SEK +4 million. Changes in the NOK/SEK and EUR/SEK rates for the period had a negative effect of SEK 2 million on operating profit. Profit from associated companies/joint ventures fell by SEK 5 million to SEK 15 (20) million, with capital gains from exploitation activities contributing SEK 12 (16) million Net financial items for the first six months improved by SEK 3 million to SEK -20 (-23) million, including SEK 11 million related to changes in the value of interest rate derivatives and SEK -8 million related to the transition to IFRS 16. The Group's profit after tax was SEK 397 (-410) million, a decline of SEK 13 million or -3 percent. IFRS 16 had an effect of SEK -3 million on the figure.

Revenue, including internal, from Operation of Ski Resorts amounted to SEK 1,709 (1,502) million, with a profit of SEK 454 (375) million. Revenue from Property Development & Exploitation amounted to SEK 130 (181) million with a profit of SEK 49 (132) 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 71 (143) million for the first six months, of which SEK 12 (16) million was through associated companies. Other activities in Property Development and Exploitation are primarily related to the renting of accommodation to the Operation of Ski Resorts segment.

Seasonality

SkiStar's operations are subject to significant seasonal variations. Most 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 bring variations in earnings. Over half of the revenue is paid in advance.

QUARTERLY VALUES, SEK MILLION

	2019/20		2018/19				2017/18				2016/17	
	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3
Revenue	1,604	121	109	939	1,431	196	184	916	1,290	146	90	918
Operating profit/loss	833	-326	-222	319	716	-209	-156	370	639	-242	-185	383

DISTRIBUTION OF REVENUE, SEK MILLION

	3 MONTHS 1 Dec - 28/29 Feb		6 MONTHS 1 Sep -28/29 Feb		FULL YEAR 1 Sep - 31 Aug
	2019/20	2018/19	2019/20	2018/19	2018/19
SkiPass	942	854	951	860	1,393
Accommodation	193	168	199	172	303
Ski Rental	129	115	131	116	188
Ski School/Activities	41	38	41	38	57
Sporting goods outlets	87	77	120	101	171
Property services	56	47	70	64	109
Interests in accommodation/exploitation assets	53	35	84	147	229
Other	103	97	129	130	226
Total	1,604	1,431	1,725	1,628	2,676

FINANCIAL POSITION, TAXES AND INVESTMENTS

Cash flow

Cash flow from operating activities before changes in working capital was SEK 565 (578) million for the first six months. Cash flow from investing activities amounted to SEK -427 (-279) million. Cash flow from financing activities amounted to SEK -745 (-803) million.

Liquidity and financing

Consolidated cash and cash equivalents at the end of the period were SEK 113 (149) million, compared with SEK 71 million at the end of the financial year. Unused credit facilities amounted to SEK 750 (750) million, compared with SEK 185 million at the end of the financial year. Interest-bearing liabilities amounted to SEK 2,007 (1,157) million, an increase of SEK 850 million from the previous year and an increase of SEK 248 million since the end of the financial year. The effect of the transition to IFRS 16 has contributed SEK 742 million. The average interest rate during the period was 2.1 (2.1) percent. Net financial liabilities amounted to SEK 1,789 (900) million at the end of February, an increase of SEK 889 million from the previous year and an increase of SEK 200 million since the end of the financial year. The equity/assets ratio fell to 43 (49) percent, with the transition to IFRS 16 having a negative effect of 6 percentage points.

Tax

Tax expense for the first six months amounted to SEK 91 (74) 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 the end of February.

Investments

Investments for the period amounted to SEK 435 (341) million (gross) and SEK 427 (279) 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 186 (131) million. The transition to IFRS 16 contributed SEK 45 million.

Looking ahead to 2019/20

The development and effects of the spread of the new Coronavirus are hindering assessment of bookings for SkiStar's accommodation agency.

Looking ahead to 2020/21

A decision has been made to invest about SEK 281 million, mainly in replacements, modernisation and snow production capacity. The main aim is to ensure a good ski product for the start of the season. The development and effect of the spread of the new Coronavirus has not been analysed. SkiStar is taking measures to adapt operations to the current situation.

OTHER INFORMATION

The SkiStar share

The number of shareholders was 41,376 at 29 February 2020, which is an increase of 4,502 (12 percent) since 31 August 2019. 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 was SEK 95.00 at 28 February 2020, which was the last trade day of the period.

Personnel

The average number of employees was 1,543, an increase of 35 from the previous year. The increase is mainly due to the early season opening and the warm winter, which required further resources for venue preparation.

Parent company

The Parent Company's revenue amounted to SEK 1,157 (1,028) million. Net investments amounted to SEK 129 (173) million.

Related-party transactions

Mats and Fredrik Paulsson, with family and companies, are the main owners of SkiStar with 47 percent of the votes and 24 percent of the capital as of 29 February 2019, and they are also the main shareholders in Peab, with which SkiStar has a business relationship. Purchases from Peab amounted to SEK 176 (46) million for the first six months. The outstanding liability to Peab was SEK 44 (6) million. Sales to Peab amounted to SEK 1 (1) million and the outstanding receivable was SEK 0 (0) million.

Purchases from associates amounted to SEK 58 (52) million during the first six months, while sales to associates were SEK 12 (28) million. Net receivables from associates were SEK 197 (213) million, including SEK 205 (208) 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 2018/19.

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 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 2018/19.

Financial information

Financial year 2019/20

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

- Interim Report Q 3,
  1 September 2019-31 May 2020,
  18 June 2020.
- Year-End Report,
  1 September 2019-31 August 2020,
  1 October 2020.

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 Skidanläggningars Organisation (Swedish Ski Lift Organisation).

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		3 MONTHS 1 Dec-28/29 Feb		6 MONTHS 1 Sep-28/29 Feb		12 MONTHS ROLLING 1 Mar-29 Feb	FULL YEAR 1 Sep-31 Aug
SEK THOUSANDS		2019/20	2018/19	2019/20	2018/19	2019/20	2018/19
Operating Income	Revenue	1,603,575	1,431,378	1,724,510	1,627,756	2,772,655	2,675,902
	Other income	3,997	4,202	7,583	6,551	13,190	12,159
	Total operating income	1,607,572	1,435,580	1,732,093	1,634,307	2,785,847	2,688,061
Operating Expenses	Goods for resale	-153,418	-130,871	-185,947	-160,568	-317,332	-291,953
	Other external expenses	-248,411	-269,731	-429,887	-443,460	-753,322	-766,895
	Personnel costs	-283,716	-273,043	-411,913	-391,761	-723,610	-703,458
	Cost of sold interests in accommodation/ exploitation asset	-18,040	-6,803	-25,107	-19,970	-60,539	-55,402
	Share in profit/loss of joint ventures/ associates	26,496	28,994	14,788	19,959	1,642	6,814
	Depreciation/amortisation	-97,066	-68,065	-186,447	-131,444	-328,388	-273,384
	Operating profit/loss	833,417	716,061	507,580	507,064	604,299	603,783
	Net financial items	-24,172	-13,571	-19,859	-22,587	-47,813	-50,542
	Profit/loss before tax	809,245	702,490	487,721	484,477	556,485	553,241
	Tax	-167,424	-147,894	-90,532	-74,002	-109,372	-92,841
	Profit/loss for the period	641,821	554,596	397,189	410,475	447,114	460,400
Other Comprehensive Income							
	Items that may be reclassified to profit or loss						
	Change in fair value of cash flow hedges for the period	1,685	1,666	3,370	3,351	6,777	6,758
	Deferred tax on cash flow hedges	-370	-366	-741	-737	-1,491	-1,487
	Exchange differences on translation of foreign operations for the period	-11,717	9,461	-34,413	-10,470	-34,323	-10,380
	Other comprehensive income for the period	-10,402	10,761	-31,784	-7,856	-29,037	-5,109
	Total comprehensive income for the period	631,419	565,357	365,405	402,619	418,077	455,291
Profit/loss for the period attributable to:							
	Shareholders of the Parent	630,377	544,948	392,993	409,062	450,234	466,303
	Non-controlling interests	11,444	9,648	4,196	1,413	-3,120	-5,903
	Profit/loss for the period	641,821	554,596	397,189	410,475	447,114	460,400
Comprehensive income for the period attributable to:							
	Shareholders of the Parent	619,362	558,030	361,983	401,853	420,453	460,323
	Non-controlling interests	12,057	7,327	3,422	766	-2,376	-5,032
	Total comprehensive income for the period	631,419	565,357	365,405	402,619	418,077	455,291
Earnings per share, SEK		8.04	6.95	5.01	5.22	5.74	5.95
Number of shares outstandig at the end of the period		78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056
	Average number of shares outstanding	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITIONG

ASSETS, SEK THOUSANDS		29 Feb 2020	28 Feb 2019	31 Aug 2019
Non-current assets				
	Intangible assets	186,040	193,647	191,953
	Property, plant and equipment	3,877,019	3,520,628	3,647,258
	Right of use assets	776,455	-	-
	Investments in joint ventures/associates	389,772	401,850	393,166
	Other investments and securities held as non-current assets	43,475	36,719	36,874
	Other non-current receivables	226,451	248,854	245,794
	Total non-current assets	5,499,212	4,401,698	4,515,045
Current assets				
	Inventories	201,211	199,122	164,176
		201,211	199,122	164,176
	Trade receivables	88,643	82,288	51,201
	Tax receivables	92,005	27,767	53,704
	Other current receivables	166,434	204,402	114,149
	Prepaid expenses and accrued income	60,215	100,358	96,249
		407,297	414,815	315,303
	Cash & cash equivalents	113,195	149,031	71,253
	Total current assets	721,703	762,968	550,732
	TOTAL ASSETS	6,220,915	5,164,666	5,065,777

EQUITY AND LIABILITIES, SEK THOUSANDS				
Equity	Share capital	19,594	19,594	19,594
	Other contributed capital	397,573	397,573	397,573
	Reserves	-53,254	-23,472	-22,243
	Retained earnings, including profit/loss for the period	2,269,397	2,093,479	2,150,720
	Equity attributable to shareholders of the Parent	2,633,310	2,487,174	2,545,644
	Non-controlling interests	59,842	62,218	56,420
	Total equity	2,693,152	2,549,392	2,602,064
Non-current liabilities				
	Liabilities to credit institutions	1,086,621	807,890	1,587,811
	Provisions for pensions	13,385	12,533	12,864
	Other provisions	10,395	2,393	1,510
	Long-term lease liabilities	660,857	-	-
	Derivatives	25,180	6,668	31,388
	Deferred tax liabilities	202,584	186,570	193,648
	Total non-current liabilities	1,999,022	1,016,054	1,827,221
Current liabilities				
	Liabilities to credit institutions	164,895	336,317	157,856
	Trade payables	245,135	219,012	118,583
	Tax liabilities	149,368	124,746	88,124
	Short-term lease liabilities	80,995	-	-
	Other current liabilities	601,359	639,786	167,110
	Accrued expenses and deferred income	286,989	279,359	104,819
	Total current liabilities	1,528,741	1,599,220	636,492
	Total liabilities	3,527,763	2,615,274	2,463,713
	TOTAL EQUITY AND LIABILITIES	6,220,915	5,164,666	5,065,777

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 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	0	-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 Feb 2019	19,594	397,573	-8,181	-15,291	2,093,479	2,487,174	62,218	2,549,392
Opening equity, 1 Sep 2019	19,594	397,573	-9,609	-12,634	2,150,720	2,545,644	56,420	2,602,064
Profit/loss for the period					392,993	392,993	4,196	397,189
Other comprehensive income for the period			-33,639	2,628	0	-31,011	-774	-31,785
Comprehensive income for the period	0	0	-33,639	2,628	392,993	361,982	3,422	365,404
Dividend					-274,316	-274,316		-274,316
Closing equity, 29 Feb 2020	19,594	397,573	-43,248	-10,006	2,269,397	2,633,310	59,842	2,693,152

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

		3 MONTHS 1 Dec-28/29 Feb		6 MONTHS 1 Sep-28/29 Feb		FULL YEAR 1 Sep-31 Aug
SEK THOUSANDS		2019/20	2018/19	2019/20	2018/19	2018/19
Operating activities	Profit/loss after financial items	809,245	702,490	487,721	484,477	553,241
	Adjustment for non-cash items	45,372	35,067	133,852	116,282	239,844
		854,617	737,557	621,573	600,759	793,085
	Tax paid	-35,693	-19,792	-57,012	-23,116	-68,269
	Changes in working capital	61,619	158,622	650,441	582,813	-2,466
	Cash flow from operating activities	880,543	876,387	1,215,002	1,160,456	722,350
Investing activities	Acquisition of property, plant and equipment	-183,544	-106,808	-413,789	-301,127	-496,070
	Sale of property, plant and equipment	839	161	2,571	26,866	4,556
	Other investing activities	-11,513	10,551	-15,328	-4,614	-11,696
	Cash flow from investing activities	-194,218	-96,096	-426,546	-278,875	-503,210
Financing activities	Proceeds from borrowings	49,777	13,928	112,481	42,647	775,016
	Repayment of borrowings	-383,771	-412,404	-568,129	-570,891	-721,519
	Repayment of lease liabilities	-5,942	-	-15,420	-	-
	Dividend paid	-274,316	-274,316	-274,316	-274,316	-274,316
	Cash flow from financing activities	-614,252	-672,792	-745,384	-802,560	-220,819
	Cash flow for the period	72,073	107,499	43,072	79,021	-1,679
	Cash & cash equivalents at beginning of year	41,129	42,987	71,253	73,146	73,146
	Exchange differences	-7	-1,455	-1,130	-3,136	-214
	Cash & cash equivalents at end of period	113,195	149,031	113,195	149,031	71,253

THE GROUP'S OPERATING SEGMENTS

SEK, THOUSANDS	3 MONTHS 1 Dec-28/29 Feb		6 MONTHS 1 Sep-28/29 Feb		FULL YEAR 1 Sep-31 Aug
OPERATION OF SKI RESORTS	2019/20	2018/19	2019/20	2018/19	2019/20
External revenue	1,542,146	1,394,199	1,630,815	1,475,723	2,435,645
Internal revenue	69,296	25,695	76,920	26,164	45,099
Capital gains	143	13	977	440	697
Total operating income	1,611,584	1,419,907	1,708,713	1,502,327	2,481,441
External operating expenses	-686,185	-656,806	-1,037,169	-962,378	-1,685,758
Costs from other segments	-75,165	-36,728	-88,514	-43,034	-80,822
Capital losses	0	0	-8	0	-417
Profit/loss from investments in joint ventures and associates	1,432	1,235	-875	-521	-10,730
Depreciation/amortisation	-67,236	-63,519	-128,248	-121,038	-252,337
Operating profit/loss	784,430	664,089	453,898	375,357	451,377
Intangible assets	186,040	193,647	186,040	193,647	191,953
Property, plant and equipment	3,040,031	2,907,113	3,040,031	2,907,113	2,946,081
Financial assets	65,802	80,007	65,802	80,007	80,676
Operating loans	744,131	570,881	744,131	570,881	1,155,347
PROPERTY DEVELOPMENT & EXPLOITATION					
External revenue	11,881	6,182	15,791	11,073	21,426
Exploitation revenue	52,990	35,143	83,686	146,682	228,755
Internal revenue	23,955	16,384	30,141	22,386	44,291
Capital gains	412	43	824	388	1,538
Total operating income	89,239	57,751	130,442	180,530	296,010
External operating expenses	-24,084	-16,840	-38,903	-33,354	-72,512
Costs from other segments	-18,086	-5,351	-18,548	-5,516	-8,568
Costs of sold exploitation assets	-18,040	-6,803	-25,107	-19,970	-55,402
Capital losses	-532	0	-1,441	-57	-3,619
Profit/loss from investments in joint ventures and associates	25,063	27,759	15,662	20,480	17,544
Depreciation/amortisation	-7,231	-4,547	-12,736	-10,406	-21,047
Operating profit/loss	46,329	51,971	49,368	131,706	152,406
Property, plant and equipment	836,988	603,355	836,988	603,355	701,177
Financial assets	593,895	598,820	593,895	598,820	595,158
Operating loans	507,385	573,326	507,385	573,326	590,320
Internal revenue	-93,251	-42,079	-107,062	-48,550	-89,390
Internal costs	93,251	42,079	107,062	48,550	89,390
Consolidated revenue	1,607,572	1,435,579	1,732,092	1,634,307	2,688,061
Consolidated operating profit/loss	830,760	716,060	503,267	507,064	603,783
Consolidated intangible assets	186,040	193,647	186,040	193,647	191,953
Consolidated property, plant and equipment	3,877,018	3,510,468	3,877,018	3,510,468	3,647,258
Consolidated financial assets	659,698	678,826	659,698	678,826	675,834
Consolidated operating loans	1,251,516	1,144,207	1,251,516	1,144,207	1,745,667

Segment reporting

In the segment report, all leasing contract are reported as operational leasing, see note on page 16.

RECONCILIATION BETWEEN SEGMENT REPORT AND CONSOLIDATED COMPREHENSIVE INCOME, SEK THOUSAND

	2019/20 6 MONTHS 1 Sep-29 Feb
Operating profit according to segment report	503,267
Reversal of leasing cost attibuted to IFRS 16	49,775
Depreciations attributable to IFRS 16	-45,462
Operating profit according to consolidated comprehensive income	507,580

CONDENSED INCOME STATEMENT – PARENT COMPANY

		3 MONTHS 1 Dec-28/29 Feb		6 MONTHS 1 Sep-28/29 Feb		FULL YEAR 1 Sep-31 Aug
SEK THOUSANDS		2019/20	2018/19	2019/20	2018/19	2018/19
Operating income	Revenue	1,089,495	950,617	1,156,530	1,028,403	1,735,375
	Other operating income	1,240	195	2,589	1,061	3,838
	Total operating income	1,090,735	950,812	1,159,119	1,029,464	1,739,213
Operating expenses	Goods for resale	-110,841	-100,057	-138,291	-124,241	-223,173
	Other external expenses	-227,420	-193,728	-376,880	-322,075	-563,332
	Personnel costs	-196,591	-188,405	-282,100	-267,700	-479,462
	Cost of sold interests in accommodation/exploitation	-1,670	-4,889	-1,670	-4,989	-31,647
	Depreciation/amortisation of assets	-38,749	-34,314	-77,066	-67,917	-147,128
	Operating profit/loss	515,464	429,419	283,112	242,542	294,471
	Net financial items	69,232	78,046	77,272	73,046	33,414
	Profit/loss after net financial items	584,696	507,465	360,384	315,588	327,885
	Appropriations	-	-	-	-	-10,323
	Profit/loss before tax	584,696	507,465	360,384	315,588	317,562
	Tax	-111,632	-92,377	-62,181	-51,675	-58,157
	Profit/loss for the period	473,064	415,088	298,203	263,914	259,405

Other comprehensive income						
	Items that may be reclassified to profit or loss					
	Change in fair value of cash flow hedges for the period	1,685	1,666	3,370	3,351	6,758
	Deferred tax on cash flow hedges	-375	-366	-741	-737	-1,487
	Other comprehensive income for the year	1,310	1,300	2,629	2,614	5,271
	Total comprehensive income for the year	474,374	416,388	300,832	266,528	264,676

CONDENSED BALANCE SHEET – PARENT COMPANY

ASSETS, SEK THOUSANDS		29 Feb 2020	28 Feb 2019	31 Aug 2019
Non-current assets	Intangible assets	32,653	33,259	33,229
	Property, plant and equipment	1,753,997	1,748,811	1,722,367
Financial assets	Investments in Group companies	342,908	366,449	379,497
	Investments in joint ventures/associates	2,812	2,992	2,812
	Other investment and securities held as non-current-assets	19,211	20,247	20,247
	Other non-current receivables	12,264	21,573	22,012
	Receivables from Group companies	322,277	475,515	572,679
	Total non-current assets	2,486,122	2,668,846	2,752,843
Current assets				
-Inventories	Goods for resale	118,587	113,205	89,424
		118,587	113,205	89,424
-Current receivables	Trade receivables	44,283	52,835	38,098
	Receivables from Group companies	260,265	30,707	15,159
	Tax receivables	82,981	19,834	48,456
	Other current receivables	53,024	70,206	24,503
	Prepaid expenses and accrued income	69,039	75,007	62,079
		509,592	248,589	188,295
-Cash and cash equivalents	Cash and bank balances	34,685	71,399	165
	Total current assets	662,864	433,193	277,884
	TOTAL ASSETS	3,148,986	3,102,039	3,030,727
EQUITY AND LIABILITIES, SEK THOUSANDS				
Equity				
-Restricted equity	Share capital	19,594	19,594	19,594
	Statutory reserve	25,750	25,750	25,750
	Development fund	4,309	1,790	4,309
		49,653	47,134	49,653
-Non-restricted equity	Share premium reserve	4,242	4,242	4,242
	Retained earnings	542,007	556,234	554,582
	Profit/loss for the year	298,203	263,914	259,405
		844,452	824,390	818,230
	Total equity	894,105	869,734	867,883
Non-current liabilities				
-Non-current interest-bearing liabilities	Liabilities to Group companies	981,607	1,001,198	794,882
	Liabilities to credit institutions	287,735	287,735	852,648
-Provisions	Provisions for pensions	10,269	8,954	9,705
	Other provisions	1,351	1,820	800
-Non-current non-interest-bearing liabilities	Derivative liabilities	17,635	5,130	22,835
	Deferred tax liabilities	161,492	139,764	145,318
	Total non-current liabilities	1,460,089	1,444,601	1,826,188
-Current liabilities	Liabilities to credit institutions	-	-	-
	Liabilities to Group companies	4,214	32,858	30,581
	Trade payables	88,940	113,254	80,375
	Other current liabilities	502,802	440,174	159,095
	Accrued expenses and deferred income	198,836	201,418	66,605
	Total current liabilities	794,792	787,704	336,656
	Total liabilities	2,254,881	2,232,305	2,162,844
	TOTAL EQUITY AND LIABILITIES	3,148,986	3,102,039	3,030,727

THE GROUP'S KEY PERFORMANCE INDICATORS AND DATA PER SHARE

	6 MONTHS 1 Sep-28/29 Feb					FULL YEAR 1 Sep-31 Aug
KEY PERFORMANCE INDICATORS	2019/20	2018/19	2017/18	2016/17	2015/16	2018/19
Revenue, SEK thousand	1,724,510	1,627,756	1,436,190	1,298,850	1,156,303	2,675,902
Operating income, SEK thousand	1,732,093	1,634,307	1,444,410	1,301,289	1,163,551	2,688,061
Profit/loss before tax, SEK thousand	487,721	484,477	398,348	296,171	247,795	553,242
Profit/loss after tax, SEK thousand	397,189	410,475	323,130	226,409	188,662	460,400
Cash flow from operating activities, SEK thousand	1,215,002	1,160,456	1,026,761	726,653	813,868	722,351
Total cash flow, SEK thousand	43,072	79,021	-1,621	37,065	133,357	-1,678
Return on:						
-capital employed, %	13	13	11	9	8	15
-equity, %	15	17	15	12	11	18
-total assets, %	9	10	9	8	7	11
Gross margin, %	40	39	36	33	32	33
Operating margin, %	29	31	27	24	23	22
Net margin, %	28	30	28	23	21	21
Equity/assets ratio, %	43	49	44	43	40	51

	2019/20		2018/19				2017/18	
	Q 2	Q 1	Q 4	Q 3	Q 2	Q 1	Q 4	Q 3
Revenue, SEK thousand	1,603,575	120,935	109,428	938,717	1,431,378	196,378	183,653	915,862
Operating income, SEK thousand	1,607,572	124,521	110,989	942,765	1,435,580	198,727	184,010	919,785
Profit/loss before tax, SEK thousand	809,245	-321,524	-248,919	317,684	702,490	-218,013	-166,010	354,291
Profit/loss after tax, SEK thousand	641,821	-244,632	-206,487	256,413	554,596	-144,121	-116,728	279,966
Cash flow from operating activities, SEK thousand	880,543	334,459	-195,917	-242,188	876,387	284,069	-131,258	-216,343
Total cash flow, SEK thousand	72,073	-29,001	1,311	-82,010	107,499	-28,478	-12,519	-24,874
Gross margin, %	58	neg	neg	41	55	neg	neg	48
Operating margin, %	52	neg	neg	34	50	neg	neg	40
Net margin, %	50	neg	neg	34	49	neg	neg	39

	28/29 Feb					31 Aug
DATA PER SHARE *1)*	2020	2019	2018	2017	2016	2019
Share price, SEK	95.00	107.56	79.90	74.50	61.00	116.00
Average number of shares	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056	78,376,056
Earnings, SEK	5.01	5.22	4.08	2.91	2.41	5.95
Cash flow from operating activities, SEK	15.50	14.81	13.10	9.27	10.38	9.22
Share price/cash flow, times	6.1	7.3	6.1	8.0	5.9	12.6
Equity, SEK	34	33	28	25	21	33
Price/equity, %	276	331	282	299	288	349

	2019/20		2018/19				2017/18	
	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	8.04	-3.03	-2.57	3.30	6.95	-1.73	-1.43	3.60
Cash flow from operating activities, SEK	11.23	4.27	-2.50	-3.09	11.18	3.62	-1.67	-2.76
Equity, SEK	34	30	33	36	33	29	31	28
Return on equity, %	24	-10	-8	9	22	-6	-5	13

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-28/29 Feb		FULL YEAR 1 Sep-31 Aug
FINANCING AND INTEREST-BEARING LIABILITIES	2019/20	2018/19	2018/19
Non-current interest-bearing liabilities to credit institutions	1,086,621	807,890	1,587,811
Long-term leasing liabilities	660,857	-	-
Provisions for pensions	13,385	12,533	12,864
Current interest-bearing liabilities to credti institutions	164,895	336,317	157,856
Short-term lease liabilities	81,068	-	-
Net interest-bearing liabilities	2,006,826	1,156,741	1,758,530
Other non-current receivables	226,451	248,853	245,794
Non-interest-bearing portion of non-current receivables	-145,660	-155,407	-154,194
Interest-bearing current receivables	23,999	14,231	6,431
Cash and cash equivalents	113,195	149,031	71,253
Interest-bearing receivables	217,985	256,708	169,284
Financial net debt (interest-bearing receivables - net interest-bearing liabilities)	1,788,841	900,033	1,589,246

SEK THOUSANDS	2019/20		2018/19		2017/18		2016/17		2015/16	
RETURN ON CAPITAL EMPLOYED	Q 2		Q 2		Q 2		Q 2		Q 2	
Profit after financial items	487,721		484,477		398,347		296,171		247,795	
Finance income	15,851		19,296		29,318		8,487		3,759	
Finance costs	-35,709		-41,884		-27,503		-28,266		-23,617	
Net financial items	-19,859		-22,587		1,816		-19,779		-19,857	
Profit after financial items, plus finance costs	523,430		526,361		425,850		324,438		271,412	
	2019/20		2018/19		2017/18		2016/17		2015/16	
CAPITAL EMPLOYED	Q 2	Aug 2019	Q 2	Aug 2018	Q 2	Aug 2017	Q 2	Aug 2016	Q 2	Aug 2015
Assets	6,220,915	5,065,777	5,164,666	4,870,568	5,010,545	4,507,860	4,527,925	4,107,146	4,148,608	3,759,838
Non-current non-interest-bearing liabilities	980,011	226,546	195,630	221,113	218,790	190,107	190,549	149,441	154,527	96,467
Current non-interest-bearing liabilities	1,282,778	478,637	1,262,903	537,253	1,183,814	455,254	980,122	334,910	901,840	290,279
Total non-interest-bearing liabilities	2,262,789	705,182	1,458,533	758,366	1,402,604	645,361	1,170,671	484,351	1,056,367	386,746
Capital employed	3,958,126	4,360,594	3,706,133	4,112,202	3,607,941	3,862,499	3,357,254	3,622,795	3,092,241	3,373,092
Average capital employed	4,159,360		3,909,167		3,735,220		3,490,024		3,232,667	
Return on capital employed	13%		13%		11%		9%		8%	
RETURN ON EQUITY										
Equity	2,693,152	2,602,064	2,549,392	2,421,089	2,222,774	2,090,251	1,953,662	1,869,945	1,660,340	1,641,389
Average equity	2,647,609		2,485,240		2,156,512		1,911,804		1,650,865	
Profit after tax	397,189		410,475		323,130		226,409		188,662	
Return on equity	15%		17%		15%		12%		11%	
RETURN ON TOTAL ASSETS										
Total assets	6,220,915	5,065,777	5,164,666	4,870,568	5,010,545	4,507,860	4,527,925	4,107,146	4,148,608	3,759,838
Average total assets	5,643,346		5,017,617		4,759,203		4,317,535		3,954,223	
Return on total assets	9%		10%		9%		8%		7%	

Pledged assets and contingent liabilities

PLEADGED ASSETS, SEK THOUSAND	29 Feb 2020	28 Feb 2019	31 Aug 2019
Group	1,751,238	1,659,447	1,643,516
Parent Company	544,256	539,190	539,941
CONTINGENT LIABILITIES, SEK THOUSAND			
Group	978,871	1,011,206	723,221
Parent Company	1,806,649	1,734,661	1,495,076

Accounting Principles

This interim report has been 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 parts relating to IFRS 16 that the Group applied from the first quarter of 2019/20. The effects of the transition are shown in the note on page 16. See the note on page 16.

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.

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, articles in ski 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 weekly shares 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.

DISTRIBUTION OF REVENUE PER SEGMENT, SEK MILLION

	3 MONTHS 1 Dec-28/29 Feb		6 MONTHS 1 Sep-28/29 Feb		FULL YEAR 1 Sep–31 Aug
OPERATION OF SKI RESORTS	2019/20	2018/19	2019/20	2018/19	2018/19
SkiPass	942	854	951	860	1,393
Accommodation	193	168	199	172	303
Ski rental	129	115	131	116	188
Ski school/Activities	41	38	41	38	57
Sporting goods outlets	87	77	120	101	171
Property services	56	47	70	64	109
Other	92	92	113	116	159
Total Operation of Ski Resorts	1,539	1,390	1,625	1,468	2,380
PROPERTY DEVELOPMENT & EXPLOITATION					
Total Property Development & Exploitation	65	41	100	160	296
Group total	1,604	1,431	1,725	1,628	2,676

DISTRIBUTION OF REVENUE PER SEGMENT AND COUNTRY, SEK MILLION

	3 MONTHS 1 Dec-29 Feb		6 MONTHS 1 Sep-29 Feb		FULL YEAR 1 Sep–31 Aug
REVENUE PER COUNTRY	2019/20	2018/19	2019/20	2018/19	2019/20
Sweden					
- Operation of Ski Resorts	1,034	918	1,094	976	1,588
- Property Development & Exploitation	63	39	98	156	293
Norway *1)*					
- Operation of Ski Resorts	434	408	457	428	701
- Property Development & Exploitation	2	2	2	2	3
Austria *2)*	71	64	74	66	91
Group total	1,604	1,431	1,725	1,628	2,676

1) There are no expolitation operations in Norway.

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

See note regarding IFRS 15 for information about customer categories..

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.

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.

Notes (continuation), see the following page.

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 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.

IFRS 16 Leases

With effect from 1 September 2019, SkiStar has applied the new standard IFRS 16 to all leases.

Lease liabilities include the present value of the following lease payments:

- Fixed charges
- Variable fees that depend on an index or interest rate, initially valued using the index or interest rate at the start date
- Amount expected to be paid by the lessee under residual value guarantees
- Exercise price for a call option if the company is reasonably confident of exercising such an option
- Penalties that are payable upon termination of the lease if the lease term reflects that the company will leverage an opportunity to terminate the lease.

Right-of-use assets are valued at cost and include the following:

- The amount at which the lease liability was originally valued
- Lease payments paid on or before the commencement date less any benefits received from entering the lease

Right of use is amortised on a straight-line basis over the shorter of useful life or lease term. If the Group is reasonably certain to leverage a call option, right of use will be written off over the underlying asset's useful life.

The Group has applied the simplified transition approach, which means that the lease liability is initially measured at the present value of future lease payments, discounted using the Group's incremental borrowing rate at 1 September 2019, and the right-of-use asset is set at the same value as the lease liability, adjusted for prepaid or accrued lease payments attributable to leases at 31 August 2019. In accordance with the simplified transition approach, the comparative year has not been restated. The Group has applied the following practical expedients in the transition calculation. Leases with a remaining term of a maximum of 12 months from the initial application date have been excluded from the calculation of lease liabilities and right-of-use assets, as have leases where the underlying asset is of low value. These leases are expensed on a straight-line basis over the lease term. The transition to IFRS 16 only affects the overall Group level and does not have any effect on the reporting of the Group's operating segments, since operating segments are monitored based on an accounting policy where all leases are recognised as operating leases.

NEW ACCOUNTING POLICIES EFFECTIVE FROM 1 SEP 2019

SEK Thousand	Closing balance 31 Aug 2019	Adjustment, IFRS 16	Restated 1 Sep 2019
ASSETS			
Non-current assets			
IIntangible assets	191,953		191,953
Property, plant and equipment	3,647,258		3,647,258
IFRS 16 "Right of use"		815,409	815,409
Financial assets	675,834		675,834
Total non-current assets	4,515,045	815,409	5,330,454
Current assets			
Inventories	164,176		164,176
Other current receivables	219,054		219,054
Prepaid expenses and accrued income	96,249	-22,747	73,502
	479,479	-22,747	456,732
Cash and bank balances	71,253		71,253
Total current assets	550,732	-22,747	527,985
TOTAL ASSETS	5,065,777	792,662	5,858,439
EQUITY AND LIABILITES			
Equity	2,602,064		2,602,064
Non-current liabilities			
Non-current interest-bearing liabilities	1,600,675		1,600,675
Non-current non-interest-bearing liabilities	226,546		226,546
Lease liabilities		710,986	710,986
Total non-current liabilities	1,827,221	710,986	2,538,207
Current liabilities			
Current liabilities	531,673	81,676	613,349
Accrued expenses and deferred income	104,819		104,819
Total current liabilities	636,492	81,676	718,168
Total liabilities	2,463,713	792,662	3,256,375
TOTAL EQUITY AND LIABILITIES	5,065,777	792,662	5,858,439

ALLOCATION OF RIGHT TO USE ASSETS ACCORDING TO ASSET TYPE, SEK Thousand	
Land leases	369,586
Premises, accommodation, hotelsl	249,423
Ski lifts	143,852
Other	29,801
	792,662

TRANSITION EFFECTS IFRS 16, SEK Thousand	
Operating lease obligation, 31 August 2019	777,610
Adjustment of items attributable to variable values	-91,045
Additional leases	216,602
Contractual increases	26,730
Extension of lease term	36,282
Discounting using Group's incremental borrowing rate 2.4%	-173,516
	792,662

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

The Board of Directors and the 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, 18 March 2020

Eivor Andersson
Chairman

Stefan Sjöstrand
CEO

Lena Apler
Board Member

Lars-Göran Dahl
Board Member

Sara Karlsson
Board Member

Fredrik Paulsson
Board Member

Gunilla Rudebjer
Board Member

Anders Sundström
Board Member

Patrik Svärd
Employee Representative

This information is information that SkiStar AB 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 persons set out above, at 18 March 2020, 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 50% 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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