## Q1 2019 Summary

<table>
<thead>
<tr>
<th>Revenues</th>
<th>Margins &amp; profitability</th>
<th>Highlights</th>
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</thead>
<tbody>
<tr>
<td><strong>Revenues:</strong> SEK 343 (290) M, a 18% increase year-over-year</td>
<td><strong>Gross profit:</strong> SEK 79 M (45) M</td>
<td><strong>Launched our first in-display sensor, FPC1610</strong></td>
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<tr>
<td><strong>Gross Margin:</strong> 23% (15)</td>
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<td><strong>Good growth for FPC1511, our fourth-generation capacitive sensor</strong></td>
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<tr>
<td><strong>EBITDA:</strong> SEK 36 M (-149)</td>
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<td><strong>Strong sales from new areas</strong></td>
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<td><strong>EBITDA margin:</strong> 10% (-51)</td>
<td><strong>EBITDA margin:</strong> 10% (-51)</td>
<td><strong>Signed agreement with Gemalto and secured world’s first volume order for biometric smart cards</strong></td>
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<tr>
<td><strong>Operating profit:</strong> SEK -2 (-175) M</td>
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<td><strong>Reached OPEX target run rate of &lt; SEK 400 M</strong></td>
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<tr>
<td><strong>Operating margin:</strong> -1% (-60)</td>
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<tr>
<td><strong>Operating Cash Flow:</strong> SEK -161 (-204) M</td>
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<tr>
<td><strong>Net cash:</strong> SEK 338 M (185)</td>
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<td><strong>Net cash as at May 10:</strong> SEK 446 M</td>
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BUSINESS UPDATE
Market launches and business development in Q1 2019

11 mobile devices launched by 5 OEM customers
Global smartphone market declined compared to Q1 last year, but Fingerprints’ key OEM customers together grew their shipments
FPC1610 launched, Fingerprints’ first in-display fingerprint sensor
World’s first volume order received for sensors and software for biometric payment cards
Biometric software platform for payments launched
Two additional market tests in the smart card area, RBS and Natwest, using Fingerprints’ technology, including our software platform
Progress against strategic priorities

<table>
<thead>
<tr>
<th>Strategic priority</th>
<th>Progress in Q1 2019</th>
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</table>
| Defending and leveraging our strong position in the mobile  | ✓ Optical in-display sensor launched (FPC1610)  
| market                                                      | ✓ Good volume development for our 4\textsuperscript{th} generation capacitive sensor  
|                                                             | ✓ Product cost out programs continue as planned – plan to launch next sensor generation based on FPC1511 this year |
| Positioning the company for growth in new markets           | ✓ Agreement signed with Gemalto, securing the world’s first volume order for sensors and software for biometric smart cards  
|                                                             | ✓ Two additional market tests announced in the biometric smart card area  
|                                                             | ✓ Revenue from new areas continues to increase |
1 billion sensors reached in May 2019
Summary

- Launched our first in-display sensor, FPC1610
- Good growth for FPC1511, our fourth-generation capacitive sensor
- Planning to launch new capacitive sensor generation later this year
- Good growth from new areas
- Fingerprints signed agreement with Gemalto and secured the world’s first volume order for biometric sensors for dual-interface payment cards
- Two additional biometric card market tests announced during the quarter, both using Fingerprints technology
Q1 2019 FINANCIAL RESULTS
Q1 2019 Financial performance

Revenues, Operating profit/loss and Gross margin, quarters

- Revenues, SEK M
- Operating profit/loss, SEK M
- Gross margin, %
- Operating margin, %
Revenue and gross margin, rolling 12 months
Operating expenses development

* Excluding restructuring costs
Working capital development

Working capital (excluding cash and tax items)
Q1 2019 Cash flow and net cash trend

Cash and cash equivalents and cash flow, MSEK

Cash and cash equivalents
- Cash flow from operating activities
Seasonal effect and delayed receivables

- Cash flow in Q1 2019 impacted by a seasonal effect concerning accounts payable, as well as some delayed receivables, which were settled during the week following the end of the quarter.

- As at May 10, our cash position had increased by SEK 108 million since March 31, and amounted to SEK 446 million.

- Order inflow continued to trend favorably at the beginning of Q2.

- The shift to our fourth-generation capacitive sensors continues in Q2 and we expect a positive impact on gross margin.

- We have reached our targeted annual OPEX run rate of less than 400 million.

- EBITDA continued to improve in Q1.
Q&A
THANK YOU!