

Highlights of the quarter

- Fingerprints' first in-display sensor, FPC1610, was launched
- Healthy order inflow with continued strong volume trend for FPC1511, the fourth-generation capacitive sensor
- Sales growth continued in new areas, outside capacitive sensors for mobile phones
- Fingerprints signed a partnership with Gemalto and secured the world's first volume order of fingerprint sensors for dual-interface biometric payment cards
- Fingerprints participated in a further two market trials of biometric payment cards

First quarter of 2019

- Revenues amounted to SEK 342.9 M (289.7)
- The gross margin was 23 percent (15)
- EBITDA totalled SEK 35.8 M (neg: 148.7)
- The operating result was negative SEK 1.9 M (neg: 174.9)
- Earnings per share before dilution amounted to a negative SEK 0.01 (neg: 0.47)
- Cash flow from operating activities was a negative SEK 161.1 M (neg: 203.8)

SEK M	Jan-Mar 2019	Jan-Mar 2018	Change	Jan-Dec 2018
Revenue	342.9	289.7	18%	1,535.1
Gross profit	78.7	44.8	76%	2.4
Gross margin %	23	15		0
Operating profit	-1.9	-174.9	99%	-771.6
Operating margin %	-1	-60		-50
EBITDA	35.8	-148.7	124%	-505.2
Profit/loss before tax	-0.8	-188.3	100%	-796.7
Profit/loss for the period	-3.5	-148.2	98%	-630.7
Earnings per share before dilution, SEK	-0.01	-0.47	98%	-2.01
Cash and cash equivalents	337.6	534.2	-37%	540.5
Cash flow from operating activities	-161.1	-203.8	21%	274.6
Equity/assets ratio, %	82	67		77
Average number of employees	209	401	-48%	314



CEO's comments

Compared with the first quarter of 2018, Fingerprints' sales increased 18 percent, which is satisfying, particularly considering that Q1 is generally a seasonally weak quarter. Order bookings have continued to trend favorably at the beginning of the second quarter.

The gross margin improved, both year-on-year and compared with the preceding quarter. However, the profitability level is not satisfactory and was impacted by us selling a relatively high proportion of low-margin products from our inventory during the quarter. The shift to FPC1511, the latest generation of capacitive sensors, is still under way among our OEM customers. EBITDA was positive and continued to improve strongly in relation the preceding year. Fingerprints' financial position is favorable, with cash assets that amounted to SEK 338 M at the end of the quarter. The negative cash flow that we are reporting for the first quarter is attributable to 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.

Fingerprints should be able to achieve a higher level of profitability and my assessment is that the positive effect on profitability of the generational change to FPC1511 will continue during the second quarter of 2019. FPC1511 has been very well received by our OEM customers and this sensor will be a substantive part of our product portfolio in capacitive sensors during 2019.

We plan to further refine our offering in cost-effective capacitive sensors by launching a new sensor generation based on FPC1511 later this year. These sensors will be even smaller and thus more cost-effective, but will maintain the same, high biometric performance. They will also have the potential to increase our addressable market by making it possible to include a fingerprint reader even in low-end smartphone models.

Major changes are occurring in the market for biometric solutions for smartphones, where the capacitive fingerprint sensor has dominated to date. In-display sensors, which were introduced in 2018, will probably overtake the capacitive sensor already this year as the largest portion of the market for fingerprint sensors for smartphones in terms of value. Our goal is to capture a considerable portion of this growing market and in February, we launched FPC1610, our first in-display sensor that is based on our optical sensor technology. The sensor is currently undergoing tests with our OEM customers and the response to date has been positive. The project is proceeding according to plan.

Diversifying the business into areas outside the smartphone segment is also a very important strategic priority. As previously communicated, we signed a partnership with Gemalto in February and secured the world's first volume order of fingerprint sensors for dual interface payment cards. This testifies to the strength of our offering. Fingerprints is very well positioned to capture a significant share of this emerging market. If we look at the market trials conducted to date in the world, we can see that Fingerprints' solutions are included in all of the tests of contactless biometric cards. During the first quarter, further market tests were initiated, and I anticipate increased activity during the year with a significant number of tests. However, the business volumes will be modest in 2019, but we expect to see a broader commercial launch in 2020.



“In February, we launched FPC1610, our first in-display sensor.”



Sales in the new areas of application for our technology are continuing to develop well, not least in locks and access systems, where Fingerprints' market position is strong. The share of sales from products outside of the smartphone area is continuing to increase.

I'd like to conclude by highlighting a milestone that we recently passed. Since the start, Fingerprints has supplied more than a billion sensors. We have succeeded in this by maintaining a market-leading position in the mobile segment. The fact is that we deliver seven sensors every second, all year round. This figure will continue to increase as we build on our strong position in the smartphone segment, while at the same time broadening our business into new areas.

Christian Fredrikson, President and CEO

“Since the start,
Fingerprints has
delivered over one
billion sensors.”

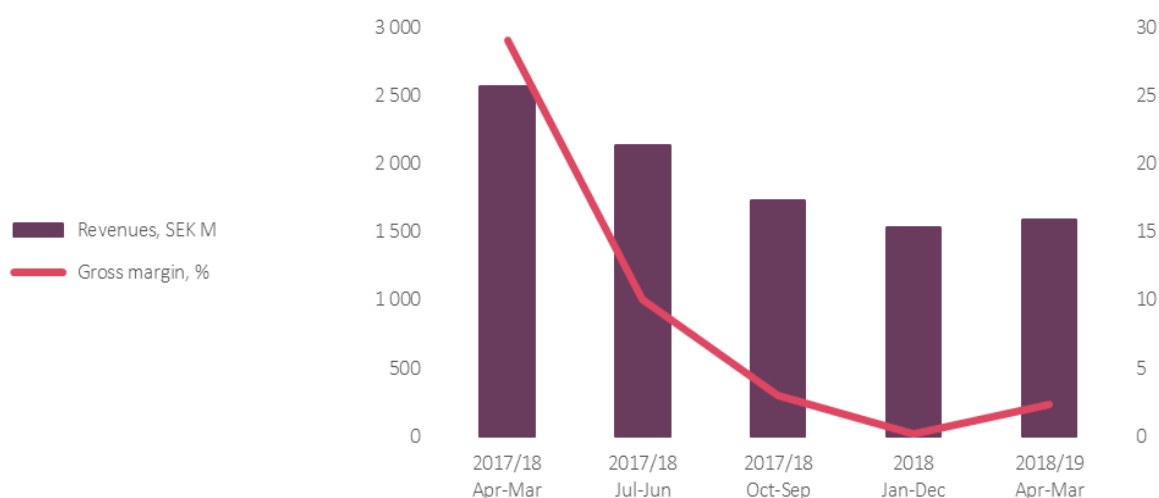


Revenues and operating profit

Income

Consolidated revenues for the first quarter totaled SEK 342.9 M (289.7), up 18 percent year-on-year.

Revenues and gross margin, rolling 12 months



Trend in operating profit

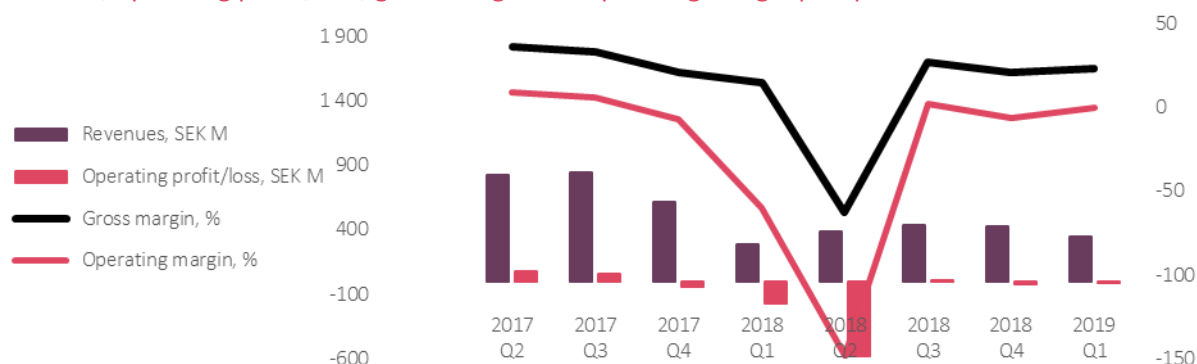
Gross profit for the first quarter was SEK 78.7 M (44.8) and the gross margin was 23 percent (15). A relatively high proportion of low-margin products were sold from the inventory during the quarter, which had a negative impact on the margin. In addition to this, the introduction of the latest generation of fingerprint sensors is still in progress among our OEM customers. This sensor has a lower production cost in relation to the earlier sensor generation, but retains a high biometric performance. Fingerprints deems that the positive effect on profitability of the generational change will continue during the second quarter of 2019.

Operating margin was negative 1 percent (neg: 60). Operating expenses amounted to SEK 80.6 M (219.7 including 40.2 in restructuring costs). Development costs of SEK 21.4 M (36.2) were capitalized during the quarter, which corresponds to 47 percent of total development costs, compared with 30 percent for the corresponding quarter in 2018.

The positive EBITDA trend that we have seen in recent quarters continued. EBITDA totaled SEK 35.8 M (neg: 148.7)



Revenues, operating profit/loss, gross margin and operating margin per quarter



Financial income and expenses

Net financial items amounted to SEK 1.1 M (expense: 13.4). In addition to interest income and interest expenses, this item also includes the effect of changes in exchange rates on currency accounts. Such items contributed to results during the first quarter in the amount of SEK 1.5 M (neg: 9.0). Interest expenses of SEK 0.2 M (4.4) on bank balances and borrowings were charged against profit.

Earnings and earnings per share

The result for the first quarter of 2019 was a negative SEK 3.5 M (neg: 148.2). Earnings per share for the fourth quarter were negative SEK 0.01 (neg: 0.47).

Cash flow and balance sheet

Cash flow

Cash flow from operating activities was a negative SEK 161.1 M (neg: 203.8). The weak cash flow in the first quarter was attributable to a seasonal effect concerning accounts payable, as well as some delayed receivables, which were settled during the week following the end of the quarter.

Cash flow from investing activities for the first quarter was a negative SEK 43.3 M (neg: 56.6), of which capitalized development expenditure accounted for negative SEK 21.4 M (neg: 36.2) and the final payment of the withheld purchase consideration for Delta ID accounted for an expense of SEK 21.0 M.

Cash flow from financing activities amounted to a SEK 0.0 M (neg: 124.3).

Exchange-rate fluctuations had a positive impact of SEK 1.5 M (neg: 1.3) on cash and cash equivalents during the quarter.

Liquidity and shareholders' equity

At March 31, 2019, the Group's disposable cash and cash equivalents totaled SEK 337.6 M (534.2). Consolidated net cash holdings at the end of the first quarter amounted to SEK 337.6 M (184.9). As of May 10, 2019, consolidated net cash holdings had increased by SEK 108 M since March 31, and amounted to SEK 446 M.

At period-end, consolidated shareholders' equity amounted to SEK 1,807.3 M (2,195.9) and the equity/assets ratio for the Group to 82 percent (67).



Investments, fixed assets and depreciation/amortization

Investments in intangible fixed assets during the quarter amounted to SEK 22.4 M (36.6).

Investments in tangible fixed assets in the first quarter totaled SEK 0.2 M (1.2).

Depreciation/amortization according to plan in the first quarter totaled SEK 37.8 M (26.2).

Other events during the first quarter of 2019

Business Development

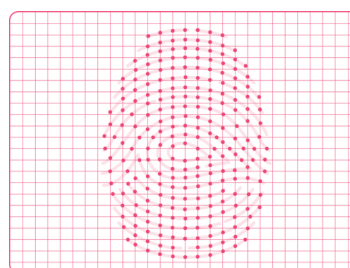
During the first quarter of 2019, 11 mobile devices fitted with the company's sensors were launched by five OEM customers. A smart "all-in-one" card with Fingerprints' sensor was also launched. The card combines several different security technologies, including authentication (FIDO, FIDO2, PKI, OTP), physical access, identification, payment and access to software or data.

In February, Fingerprints launched its first in-display sensor for smartphones, FPC1610. This sensor delivers superior image quality, giving higher biometric performance. It is also very thin, meaning that the sensor can be placed between the battery and the display. This provides OEM customers with greater design freedom without impacting the unit's thickness or battery size.

In February, Fingerprints communicated that the company had signed a partnership with Gemalto, the world leader in digital security, and secured the world's first volume order of fingerprint sensors for dual interface payment cards. Gemalto will offer its bank customers biometric EMV® cards that use Fingerprints' T-Shape sensor, and will also license Fingerprints' recently launched biometric software platform.

FPC-BEP, Fingerprints' biometric software platform for payments, was launched during the first quarter. This platform was designed to optimize the performance of Fingerprints' small and energy-efficient sensors for payments. Fingerprints can now offer a complete hard- and software solution for secure biometric authentication, which simultaneously maximizing the user experience.

During the quarter, two further market trials of biometric payment cards were initiated. To date, 19 tests of contactless biometric payment cards have been published globally, all of them using biometric technology from Fingerprints.



FPC-BEP, Fingerprints' biometric software platform for payments, was launched during the first quarter.

Update regarding Fingerprints' patent infringement case in China

On September 12, 2018, Fingerprints announced that the company had filed a complaint with the Beijing Intellectual Property Court against Shenzhen Goodix Technology Co., Ltd. and a distribution company, regarding infringement of one of Fingerprints' Chinese patents. Subsequently, Shenzhen Goodix Technology Co., Ltd. initiated a process to invalidate the patent in question. The Chinese patent authority (*Chinese Patent Re-examination Board*) has decided to, in China, declare invalid the patent upon which Fingerprints based its complaint. The decision does not impact the validity of the patent outside of China, nor Fingerprints' right



to sell and distribute its products, neither in China nor in other countries. Fingerprints does not agree with the patent authority's conclusions. Consequently, Fingerprints will appeal the decision of the first instance. Since the patent infringement case is dependent on the outcome of this appeal, the appeal process must be settled before it will be possible to resume the patent infringement case.

The patent in question is one of Fingerprints approximately 250 registered patents so far, and is not essential for Fingerprint's current business, since the company's product portfolio is, to a large extent, no longer based on this patent.

Significant events during the first quarter of 2019

On February 21, 2019, Fingerprints announced that the company's technology had been selected by Gemalto, which will offer biometric EMV® payment cards to its bank customers, using Fingerprints' T-Shape sensor. Gemalto will also license Fingerprints' recently-launched Biometric Software Platform for payments. This initial order comprises a few hundred thousand sensors to be delivered during 2019 and 2020 and is not, in itself, financially significant in relation to Fingerprints' total revenues. However, this is the first volume order in the biometric smartcard industry, which strengthens Fingerprints' view that the global market for biometric payment cards is about to materialize.

Organization and personnel

The number of employees on March 31, 2019, was 206 (374), and in addition to full-time employees, consultants were also engaged during the quarter, corresponding to 37 FTEs (81), mainly in technology development and sales. Accordingly, including employees and consultants, the company had a total of 243 (455) FTEs at March 31, 2019.



Share capital trend

The number of shares amounts to 313,967,675, of which 6,000,000 are Class A shares and 307,967,675 are Class B shares. The total number of votes is 367,967,675. The share capital is unchanged at SEK 12,975,667.

Number of shares

	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Number of shares, (000s)			
Number of shares at period end	313,967	313,967	313,967
Of which class A-shares	6,000	6,000	6,000
Of which class B-shares	307,967	307,967	307,967
Number of shares outstanding, diluted at period end	313,967	313,967	313,967
Average number of shares outstanding (000s)			
Average number of shares outstanding, basic	313,967	313,967	313,967
Average number of shares outstanding, diluted	313,967	313,967	313,967



Accounting policies

These condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB). The interim report for the Parent Company was prepared in accordance with the Annual Accounts Act, Chapter 9, Interim reports. The application of these accounting policies, with the exception of IFRS 16, as described below, complies with what is presented in the Annual Report for the fiscal year ending December 31, 2018 and must be read together with the Annual Report. In addition to the financial statements and the associated notes, disclosures according to IAS 34.16A are also presented in other parts of the interim report. No new or revised IFRSs that have become effective in 2019 have had any significant impact on the Group. The Group's reporting currency is SEK and the report is prepared in SEK M.

IFRS 16 Leases

In January 2016, the IASB published a new lease standard that will replace IAS 17 Leases and the associated interpretations IFRIC 4, SIC-15 and SIC-27. The standard requires that assets and liabilities attributable to all leases, with some exceptions, are to be recognized in the balance sheet. Fingerprints has applied IFRS 16 Leases from January 1, 2019, and applies exemption rules that entail that no lease liability is recognized for leases with a term shorter than 12 months, both during transition and for future leases, as well as for leases for which the underlying asset is of low value. Fingerprints has chosen to apply the modified retrospective approach, which entails that the comparative year is not restated. The effect of transition to IFRS 16 as of January 1, 2019, is set out below.

Commitments for operating leases according to IAS 17 at

December 31, 2018	SEK 69.0 M
- Discount effect	neg SEK 1.7 M
- The lease was charged as a restructuring cost in 2018	SEK -20.9 M
- <u>Short-term leases and low-value leases</u>	<u>SEK -3.7 M</u>
Lease liability according to IFRS 16 on January 1, 2019	SEK 42.7 M
- Prepaid lease payment at January 1, 2019	SEK 4.8 M
Right-of-use assets in accordance with IFRS 16 at January 1, 2019	SEK 47.5 M

In its role as lessee, Fingerprints conducted a detailed review and analysis of the Group's leases, which mainly pertain to the premises where the Group's operations are conducted. Leases that pertained to rights-of-use of low value or shorter term have not been identified as right-of-use assets. Prior to implementation of IFRS 16, all leases were classified as operational leases. The financial expense is distributed over the lease term so that each accounting period is charged with an amount corresponding to a fixed interest rate for the liability recognized in each period. The Group's weighted average incremental borrowing rate used to calculate the discount effect is 0.65 percent.

None of the other IFRS or IFRIC interpretations that have not yet taken effect is expected to have any material impact on the Group.



Related-party transactions

There were no material transactions between the company and related parties in the Group or the Parent Company during the reporting period.

Parent Company

The Parent Company's revenues for the first quarter amounted to SEK 340.0 M (285.9) and profit after financial items for the period amounted to SEK 29.0 M (loss: 171.2). The profit for the period amounted to SEK 22.7 M (loss: 132.9) The Parent Company's disposable cash and cash equivalents at period-end totaled SEK 290.5 M (497.0).

Significant risks and uncertainties – Group and Parent Company

To anticipate risks and minimize their impact, Fingerprints has processes for continuously identifying and managing risks that could impact the operations. This includes probability and consequence assessments of operational risks, market risks, financial risks and legal and other risks.

The described risks and uncertainties are not ranked in any order of significance; nor are they claimed to be the only risks or uncertainties to which the company is exposed. Additional risks and uncertainties that the company is currently unaware of or that are currently not adjudged to be material could develop into factors that might in the future have a material impact on the company's operations, earnings, financial position or future outlook. The following description does not claim to be complete or exact, since risks and their degree of impact vary over time:

Market risks:	Geopolitical instability, Supplier costs, Risk of obsolescence, Economic fluctuations, Currency risk, Loss of customers and price pressure due to increased competition.
Operational risks:	Delivery capacity of suppliers, Competency provision, Loss of key competencies, Reduced technological lead and Information leaks
Financial risks:	Financing risk and Credit risk.
Legal risks:	Product defects and product liability, Patent risk and Corruption.
Other risks:	Conflict minerals, Restrictions on planned business development, Biometrics and integrity, Scalability internally, Discrimination and lack of diversity.

For further information concerning the risks facing the Group, see the 2018 Annual Report, which is available on our website www.fingerprints.com



Financial calendar

Annual Report 2018	Week beginning April 22, 2019
Interim report January–March 2019	May 15, 2019
Annual General Meeting 2019	May 22, 2019
Interim report January–June 2019	August 15, 2019
Interim report January–September 2019	November 15, 2019

For further information, contact:

This is the type of information that Fingerprint Cards AB is obligated to disclose pursuant to the EU's Market Abuse Regulation. The information was issued for publication through the agency of the contact person set out below on May 15, 2019, at 7:00 a.m. CEST

Welcome to Fingerprints' presentation of the interim report for the first quarter of 2019 on May 15, 2019 at 9:00 a.m. CEST. The presentation will be webcast, and participants can register via the link below.

<https://engage.vevent.com/rt/fingerprints/index.jsp?seid=145>

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Certification

The Board of Directors and the CEO certify that this interim report provides a fair and accurate review of the operations, financial position and earnings of the Parent Company and the Group and that it describes the significant risks and uncertainties facing the Parent Company and the companies included in the Group.

Gothenburg, May 14, 2019

Johan Carlström
Chairman

Alexander Kotsinas
Board Member

Urban Fagerstedt
Board Member

Ted Elvhage
Board Member

Tomas Mikaelsson
Board Member

Juan Vallejo
Board Member

Dimitrij Titov
Board Member

Christian Fredrikson
President and CEO

Review report

This interim report has not been examined by the company's auditors.



Financial statements and key figures

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Condensed consolidated statement of comprehensive income

SEK M	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Revenue	342.9	289.7	1,535.1
Cost of goods sold	-264.2	-244.9	-1,532.7
Gross profit	78.7	44.8	2.4
Gross Margin, %	23	15	0
Selling expenses	-34.6	-69.0	-189.2
Administrative expenses	-21.9	-66.3	-201.8
Development expenditure	-24.0	-82.6	-243.6
Other operating income/expenses	-0.1	-1.8	-139.4
Operating profit/loss	-1.9	-174.9	-771.6
Operating Margin, %	-1	-60	-50
Finance income/expenses	1.1	-13.4	-25.1
Profit/loss before tax	-0.8	-188.3	-796.7
Income tax	-2.7	40.1	166.0
Profit/loss for the period	-3.5	-148.2	-630.7
Other comprehensive income	35.3	13.3	75.4
Total comprehensive income for the period	31.8	-134.9	-555.3
Earnings per share for the period			
Before dilution, SEK	-0.01	-0.47	-2.01
After dilution, SEK	-0.01	-0.47	-2.01

Condensed consolidated statement of financial position

SEK M	31-Mar 2019	31-Mar 2018	31-Dec 2018
Assets			
Intangible fixed assets	1,129.5	1,220.1	1,102.7
Tangible fixed assets	65.1	43.5	30.2
Financial assets	21.9	-	27.8
Total fixed assets	1,216.5	1,263.6	1,160.7
Inventories	323.3	720.8	347.5
Accounts receivable	279.5	385.2	232.7
Other receivables	22.3	347.0	19.8
Prepaid expenses and accrued income	21.5	29.5	18.0
Cash and cash equivalents	337.6	534.2	540.5
Total current assets	984.2	2,016.7	1,158.5
Total assets	2,200.7	3,280.3	2,319.2
Shareholders' equity and liabilities			
Shareholders' equity	1,807.3	2,195.9	1,775.5
Deferred tax liability	47.5	188.2	51.9
Long-term liabilities	20.1	50.9	-
Accounts payable	144.4	210.8	256.2
Current tax liabilities	1.4	1.1	1.3
Other current liabilities	22.7	385.8	27.1
Accrued expenses and prepaid income	157.3	247.6	207.2
Total current liabilities	325.8	845.3	491.8
Total shareholders' equity and liabilities	2,200.7	3,280.3	2,319.2



Condensed consolidated cash-flow statement

SEK M	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Profit/loss before tax	-0.8	-188.3	-796.7
Adjustment for non-cash items	32.8	32.4	595.0
Income tax paid	-1.6	-34.0	232.0
Change in inventory	24.2	-74.7	-4.1
Change in current receivables	-52.2	60.2	243.0
Change in current liabilities	-163.5	0.6	5.4
Cash flow from operating activities	-161.1	-203.8	274.6
Cash flow from investing activities	-43.3	-56.6	-162.6
Cash flow from financing activities	0.0	-124.3	-507.7
Change in cash and cash equivalents	-204.4	-384.7	-395.7
Cash and cash equivalents on the opening date	540.5	920.2	920.2
Effect of exchange rate changes on cash	1.5	-1.3	16.0
Closing cash and cash equivalents	337.6	534.2	540.5

The Group's operating segments

SEK M	Jan-Mar 2019	Jan-Mar 2018	Change, %	Jan-Dec 2018
Revenue				
Sensors	342.9	289.7	18	1,535.1
Other	-	-	-	-
Group	342.9	289.7	18	1,535.1

SEK M	Jan-Mar 2019	Jan-Mar 2018	Change, %	Jan-Dec 2018
Operating profit/loss				
Sensors	-1.9	-174.9	99	-771.6
Other	-	-	-	-
Group	-1.9	-174.9	99	-771.6

SEK M	Jan-Mar 2019	Jan-Mar 2018	Change, %	Jan-Dec 2018
Profit/loss before tax				
Sensors	-0.8	-188.3	100	-796.7
Other	-	-	-	-
Group	-0.8	-188.3	100	-796.7



Consolidated statement of income and comprehensive income for the past nine quarters

SEK M	Jan-Mar 2019	Oct-Dec 2018	Jul-Sep 2018	Apr-Jun 2018	Jan-Mar 2018	Oct-Dec 2017	Jul-Sep 2017	Apr-Jun 2017	Jan-Mar 2017
Revenue	342.9	424.3	431.2	389.9	289.7	615.3	841.4	823.4	685.9
Cost of goods sold	-264.2	-336.1	-316.1	-635.6	-244.9	-485.2	-564.6	-523.5	-403.8
Gross profit	78.7	88.2	115.1	-245.7	44.8	130.1	276.8	299.9	282.1
Gross margin, %	23	21	27	-63	15	21	33	36	41
Selling costs	-34.6	-35.0	-36.5	-48.7	-69.0	-64.0	-58.6	-55.8	-58.5
Administrative costs	-21.9	-39.0	-23.6	-72.9	-66.3	-40.6	-33.0	-37.2	-34.8
Development costs	-24.0	-42.9	-41.4	-76.7	-82.6	-99.8	-84.7	-101.3	-105.5
Other operating income/expenses	-0.1	3.2	-6.6	-134.2	-1.8	33.7	-48.1	-33.6	-12.5
Operating profit/loss	-1.9	-25.5	7.0	-578.2	-174.9	-40.6	52.4	72.0	70.8
Operating margin, %	-1	-6	2	-148	-60	-7	6	9	10
Finance income/expenses	1.1	1.9	-3.9	-9.7	-13.4	-0.1	13.1	-24.7	-1.1
Profit/loss before tax	-0.8	-23.6	3.1	-587.9	-188.3	-40.7	65.5	47.3	69.7
Income tax	-2.7	6.1	-0.2	120.0	40.1	24.2	-15.4	-14.5	-15.8
Profit/loss for the period	-3.5	-17.5	2.9	-467.9	-148.2	-16.5	50.1	32.8	53.9
Other comprehensive income	35.3	11.5	-10.6	61.2	13.3	4.9	-12.6	-7.3	-0.2
Total comprehensive income for the period	31.8	-6.0	-7.7	-406.7	-134.9	-11.6	37.5	25.5	53.7

Consolidated statement of financial position for the past nine quarters

	31 Mar 2019	31 Dec 2018	30 Sep 2018	30 Jun 2018	31 Mar 2018	31 Dec 2017	30 Sep 2017	30 Jun 2017	31 Mar 2017
<i>SEK/USD exchange rate, balance date</i>	<i>9.28</i>	<i>8.97</i>	<i>8.86</i>	<i>8.96</i>	<i>8.23</i>	<i>8.23</i>	<i>8.11</i>	<i>8.47</i>	<i>8.93</i>
Assets									
Intangible fixed assets	1,129.5	1,102.7	1,112.4	1,135.8	1,220.1	1,188.3	1,134.7	1,148.4	87.7
Tangible fixed assets	65.1	30.2	34.7	40.4	43.5	46.6	40.0	40.5	37.8
Financial fixed assets	21.9	27.8	-	-	-	-	0.1	1.4	1.3
Total fixed assets	1,216.5	1,160.7	1,147.1	1,176.2	1,263.6	1,234.9	1,174.8	1,190.3	126.8
Inventories	323.3	347.5	344.9	351.6	720.8	646.1	669.6	818.4	1,047.5
Accounts receivable	279.5	232.7	220.1	370.1	385.2	437.5	592.9	451.0	641.6
Other receivables	22.3	19.8	19.6	40.8	347.0	284.0	210.9	157.8	388.4
Prepaid expenses and accrued income	21.5	18.0	19.1	24.7	29.5	29.1	23.7	26.3	28.8
Cash and cash equivalents	337.6	540.5	742.0	737.5	534.2	920.2	1,011.2	933.7	798.4
Total current assets	984.2	1,158.5	1,345.7	1,524.7	2,016.7	2,316.9	2,508.3	2,387.2	2,904.7
Total assets	2,200.7	2,319.2	2,492.8	2,700.9	3,280.3	3,551.8	3,683.1	3,577.5	3,031.5
Shareholders' equity and liabilities									
Shareholders' equity	1,807.3	1,775.5	1,781.5	1,789.2	2,195.9	2,330.8	2,342.4	2,304.9	2,279.4
Deferred tax liability	47.5	51.9	32.1	33.5	188.2	189.8	200.0	207.0	135.5
Long-term liabilities	20.1	-	-	-	50.9	221.9	243.3	254.1	-
Accounts payable	144.4	256.2	189.5	168.0	210.8	268.0	362.9	234.9	405.5
Current tax liabilities	1.4	1.3	0.9	1.2	1.1	1.5	0.8	0.4	0.8
Other current liabilities	22.7	27.1	191.5	366.1	385.8	349.9	359.1	392.6	6.1
Accrued expenses and prepaid income	157.3	207.2	297.3	342.9	247.6	189.9	174.6	183.6	204.2
Total current liabilities	325.8	491.8	679.2	878.2	845.3	809.3	897.4	811.5	616.6
Total shareholders' equity and liabilities	2,200.7	2,319.2	2,492.8	2,700.9	3,280.3	3,551.8	3,683.1	3,577.5	3,031.5



Consolidated cash-flow statement for the past nine quarters

SEK M	Jan-Mar 2019	Oct-Dec 2018	Jul-Sep 2018	Apr-Jun 2018	Jan-Mar 2018	Oct-Dec 2017	Jul-Sep 2017	Apr-Jun 2017	Jan-Mar 2017
Profit/loss before tax	-0.8	-23.6	3.1	-587.9	-188.3	-40.7	65.5	47.3	69.7
Adjustment for non-cash items	32.8	35.2	43.4	484.0	32.4	28.9	17.9	76.3	13.0
Income tax paid	-1.6	4.9	7.7	253.4	-34.0	-56.4	-62.7	-156.2	-70.1
Change in inventory	24.2	-2.6	6.8	66.4	-74.7	23.6	148.8	229.1	-374.8
Change in current receivables	-52.2	-18.9	167.9	33.8	60.2	111.0	-99.4	560.1	508.7
Change in current liabilities	-163.5	-21.1	-26.4	52.3	0.6	-68.1	104.6	-228.6	-470.6
Cash flow fr. operating activities	-161.1	-26.1	202.5	302.0	-203.8	-1.7	174.7	528.0	-324.1
Cash flow from investing activities	-43.3	-31.0	-33.7	-41.3	-56.6	-75.5	-79.9	-874.8	-40.8
Cash flow from financing activities	0	-151.3	-162.3	-69.8	-124.3	-26.0	-	508.1	-0.4
Change in cash and cash equiv.	-204.4	-208.4	6.5	190.9	-384.7	-103.2	94.8	161.3	-365.3
Cash and cash equiv. on the opening date	540.5	742.0	737.5	534.2	920.2	1,011.2	933.7	798.4	1,162.2
Effect of exchange rate changes on cash	1.5	6.9	-2.0	12.4	-1.3	12.2	-17.3	-26.0	1.5
Closing cash and cash equivalents	337.6	540.5	742.0	737.5	534.2	920.2	1,011.2	933.7	798.4

Fair value and carrying amount of financial liabilities and assets

SEK M	3/31/2019		3/31/2018	
	Carrying amount	Fair amount	Carrying amount	Fair amount
Financial assets				
Current financial assets:				
Financial assets at amortized cost:				
Accounts receivable	279.5	279.5	-	-
Cash and cash equivalents	337.6	337.6	-	-
Loan receivables and accounts receivable:				
Accounts receivable	-	-	385.2	385.2
Cash and cash equivalents	-	-	534.2	534.2
Total financial assets	617.1	617.1	919.4	919.4
Financial liabilities			0.0	0.0
Long-term financial liabilities:				
Long-term liabilities	-	-	50.9	50.9
Long-term lease liabilities	20.1	20.1	-	-
Current financial liabilities:				
Short-term liabilities of long-term loan	-	-	298.4	298.4
Short-term lease liabilities	18.1	18.1	-	-
Remaining portion of purchase consideration for acquisition of subsidiary	-	-	77.1	77.1
Accounts payable	144.4	144.4	210.8	210.8
Total financial liabilities	182.6	182.6	637.2	637.2
By category:				
Total financial assets	617.1	617.1	919.4	919.4
Financial liabilities at amortized cost	182.6	182.6	637.2	637.2
Net	434.5	434.5	282.2	637.2



Condensed income statement, Parent Company

SEK M	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Revenues	340.0	285.9	1,527.4
Cost of goods sold	-254.7	-236.5	-1,496.6
Gross profit	85.3	49.4	30.8
Selling expenses	-34.6	-68.5	-188.0
Administrative expenses	-24.2	-69.7	-214.1
Development expenditure	-22.3	-79.8	-243.0
Other operating revenues/expenses	-1.4	-1.9	-140.7
Operating profit/loss	2.8	-170.5	-755.0
Finance revenues/expenses	26.2	-0.7	43.8
Profit/loss after financial items	29.0	-171.2	-711.2
Appropriations	-	-	716.0
Profit/loss before tax	29.0	-171.2	4.8
Tax	-6.3	38.3	-3.2
Profit/loss for the period	22.7	-132.9	1.6

Condensed balance sheet, Parent Company

SEK M	31-Mar 2019	31-Mar 2018	31-Dec 2017
Assets			
Intangible fixed assets	98.6	256.0	96.9
Tangible fixed assets	20.5	35.8	23.4
Financial fixed assets	1,018.5	891.2	985.5
<i>Total fixed assets</i>	<i>1,137.6</i>	<i>1,183.0</i>	<i>1,105.8</i>
Inventories	323.3	720.8	347.5
Accounts receivable	276.8	384.5	232.3
Current receivables	61.8	384.9	54.9
Cash and cash equivalents	290.5	497.0	496.2
<i>Total current assets</i>	<i>952.4</i>	<i>1,987.2</i>	<i>1,130.9</i>
Total assets	2,090.0	3,170.2	2,236.7
Shareholders' equity and liabilities			
<i>Shareholders' equity</i>	<i>1,780.8</i>	<i>1,623.6</i>	<i>1,758.1</i>
<i>Untaxed reserves</i>	<i>8.0</i>	<i>724.0</i>	<i>8.0</i>
<i>Long-term liabilities</i>	<i>-</i>	<i>50.9</i>	<i>-</i>
Accounts payable	136.6	209.4	254.7
Tax liabilities	-	-	-
Other current liabilities	164.6	562.3	215.9
<i>Total current liabilities</i>	<i>301.2</i>	<i>771.7</i>	<i>470.6</i>
Total shareholders' equity and liabilities	2,090.0	3,170.2	2,236.7



Key consolidated data

	Jan-Mar 2019	Jan-Mar 2018	Jan-Dec 2018
Revenue, SEK M	342.9	289.7	1,535.1
Revenue change, %	18	-58	-48
Gross margin, %	23	15	0
Operating margin, %	-1	-60	-50
Profit margin, %	-1	-51	-41
EBITDA, SEK M	35.8	-148.7	-505.2
Return on equity, %	2	-6	-27
Cash flow from operating activities, SEK M	-161.1	-203.8	274.6
Equity/assets ratio, %	82	67	77
Investments, SEK M	-43.3	-56.6	-162.6
Average number of employees	209	401	314
Shareholders' equity per share, SEK			
- before dilution	5.76	6.99	5.66
- after dilution	5.76	6.99	5.66
Cash flow from operating activities/share, SEK			
- before dilution	-0.51	-0.65	0.87
- after dilution	-0.51	-0.65	0.87
Number of shares at period end, 000s ⁽¹⁾	313,967	313,967	313,967
Average number of shares, 000s			
- before dilution	313,967	313,967	313,967
- after dilution	313,967	313,967	313,967
Share price at period end	13.26	8.05	10.13

Key consolidated figures for the past nine quarters

SEK M	Jan-Mar 2019	Oct-Dec 2018	Jul-Sep 2018	Apr-Jun 2018	Jan-Mar 2018	Oct-Dec 2017	Jul-Sep 2017	Apr-Jun 2017	Jan-Mar 2017
Revenue, SEK M	342.9	424.3	431.2	389.9	289.7	615.3	841.4	823.4	685.9
Revenue change, %	18	-31	-49	-53	-58	-62	-55	-51	-54
Gross margin, %	23	21	27	-63	15	21	33	36	41
Operating margin, %	-1	-6	2	-148	-60	-7	6	9	10
Profit margin, %	-1	-4	1	-120	-51	-3	6	4	8
EBITDA, SEK M	35.8	8.8	36.7	-402.0	-148.7	-17.5	77.2	88.9	85.4
Return on equity, %	2	0	0	-20	-6	0	2	1	2
Cash flow from operating activities, SEK M	-161.1	-26.1	202.5	302.0	-203.8	-1.7	174.7	528.0	-324.1
Equity/assets ratio, %	82	77	71	66	67	66	64	64	75
Investments, SEK M	-43.3	-31.0	-33.7	-41.3	-56.6	-75.5	-79.9	-874.8	-40.8
Average number of employees	209	237	273	347	401	416	406	374	339
Shareholders' equity per share, SEK									
- before dilution	5.76	5.66	5.67	5.70	6.99	7.42	7.46	7.34	7.26
- after dilution	5.76	5.66	5.67	5.70	6.99	7.42	7.46	7.34	7.26
Cash flow from operating activities, SEK									
- before dilution	-0.51	-0.08	0.64	0.96	-0.65	-0.01	0.56	1.68	-1.03
- after dilution	-0.51	-0.08	0.64	0.96	-0.65	-0.01	0.56	1.68	-1.03
Number of shares at period end, 000s	313,967	313,967	313,967	313,967	313,967	313,967	313,967	313,967	313,967
Share price at period end, SEK	13.26	10.13	9.79	6.85	8.05	15.81	22.81	30.77	36.14



Rolling 12-month key figures for the Group for the past nine quarters

	Apr-Mar 2018/19	Jan-Dec 2018	Oct-Sep 2017/18	Jul-Jun 2017/18	Apr-Mar 2017/18	Jan-Dec 2017	Oct-Sep 2016/17	Jul-Jun 2016/17	Apr-Mar 2016/17
Revenues, SEK M	1,588.3	1,535.1	1,726.1	2,136.3	2,569.8	2,966.0	3,969.4	4,990.3	5,833.0
Gross profit, SEK M	36.3	2.4	44.3	206.0	751.6	988.9	1,573.7	2,201.1	2,714.9
Gross margin, %	2	0	3	10	29	33	40	44	47
Operating profit/loss, SEK M	-598.6	-771.6	-786.7	-741.3	-91.1	154.6	715.4	1,427.5	2,030.6
Operating margin, %	-38	-50	-46	-35	-4	5	18	29	35
EBITDA, SEK M	-320.7	-505.2	-531.5	-491.0	-0.1	234.0	787.5	1,490.0	2,086.9



About Fingerprint Cards

Fingerprint Cards AB, Fingerprints, with its Swedish roots, is the leading global biometric company, whose mission is to spearhead the development of biometric interaction that facilitates the convenience and integrity of the individual. Its value is proven daily in millions of devices, through billions of touches, which are their own key — quite simply, with a human touch. Since the start, Fingerprints has delivered over one billion sensors.

Fingerprints develops biometric systems comprising sensors, algorithms, software and packaging technologies. Its success is based on product development at the cutting edge of technology, which results in world-leading products in terms of security, convenience and performance. The current product range consists largely of fingerprint sensors and customers are primarily manufacturers of smartphones and tablets, where the company is market leading. As the use of biometric solutions increases, Fingerprints is working to broaden its offering by using different biometric techniques, or modalities, and to identify other market segments where the solutions can be used, such as smartcards, PCs, automotive and online devices (IoT).

Vision

A secure and seamless universe, where you are the key to everything.

Mission

To provide secure and convenient identification and authentication with a human touch.

Business concept

Fingerprints develops and sells biometric solutions to companies globally that develop products and services interfacing with people.

Glossary

Refer to the company's website: www.fingerprints.com



Definitions

Most of these key figures are Alternative Performance Measures according to ESMA's definition. How these key figures are used is described below, as is how they are calculated. The alternative performance measures are used to provide a more comprehensive description of how the operational activities are developing, such as gross margin, gross profit, operating margin, EBITDA and revenue increase, while other alternative performance measures focus on the owner perspective, such as return on equity, and cases where certain balance-sheet items or cash flow items are placed in relation to the number of shares. In addition, the equity/assets ratio is provided to describe the financial position and long-term financial sustainability.

Number of shares outstanding at period end	Number of shares less bought back shares held in treasury.
Return on equity	Profit for the period in relation to average equity during the period. Average equity is defined as shareholders' equity at the start of the period plus shareholders' equity at the end of the period divided by two.
Gross margin	Gross profit as a percentage of revenues.
Gross profit	Revenues less cost of goods sold.
EBITDA	<i>Earnings before interest, taxes, depreciation and amortization.</i> Operating profit before interest rates, taxes, depreciation/amortization and impairment losses.
Shareholders' equity per share	Shareholders' equity attributable to the Parent Company's shareholders divided by the number of shares outstanding before dilution at period-end.
Shareholders' equity per share after dilution	Shareholders' equity per share adjusted for the number of shares and the paid exercise price resulting from the ongoing remuneration and personnel programs.
Average number of shares outstanding	The Parent Company's average weighted number of shares outstanding at the end of the period.
Average number of shares after dilution	Average number of shares plus an increase by the average number of shares that could be issued as a result of current remuneration and personnel programs.
Revenue increase	This shows the increase in revenues compared with the corresponding year-earlier period shown as a percentage.
Cash flow from operating activities/share	Cash flow from operating activities after changes in working capital/average number of shares before and after dilution.
Cost of goods sold	Cost of materials, production expenses and amortization according to plan of capitalized development expenditure.
Net cash	Cash and cash equivalents less interest-bearing debt.
Profit for the period	Profit after financial income/expenses and tax.
Earnings per share	Profit for the period/number of shares outstanding at period end.
Earnings per share after dilution	Earnings per share adjusted for the number of shares and the paid strike price pursuant to ongoing compensation and personnel programs. Earnings per share after dilution can never be better than earnings per share before dilution.
Operating margin	Operating profit as a percentage of revenues.



Operating profit	Operating profit before financial income/expenses and tax.
Equity/assets ratio	Shareholders' equity divided by total assets.
Profit margin	Profit for the period as a percentage of revenues.