

YEAR-END REPORT

Period January 1, 2015 – December 31, 2015

Cinnober
Financial Technology AB

Corporate identity number
556548-9654

- Net sales for the year amounted to SEK 300.5 million (SEK 270.1 million).
- Operating profit for the year amounted to SEK 17.7 million (loss SEK 3.4 million).
- The loss before tax for the year amounted to SEK 22.0 million (profit SEK 0.6 million). In the third quarter, the book values of two separate shareholdings in external companies, totaling SEK 36.8 million, were written down in their entirety. Although this entails a non-recurring negative impact on earnings, neither the consolidated operating results nor cash flow were affected by the impairments.
- Earnings per share before dilution for the year amounted to a loss of SEK 4.26 (profit SEK 0.21).
- The proportion of recurring revenue for the year amounted to 61 percent of net sales¹.
- Ahead of the Annual General Meeting, the Board will prepare a proposal on the appropriation of profits for the 2015 financial year. This proposal will be included in the invitation to attend the Annual General Meeting.
- ASX, one of the world's ten largest marketplaces, has chosen Cinnober as the supplier of a new trading system for both equity and derivatives trading. This is categorized as a major deal².
- The European Commission is contributing more than EUR 2 million to the funding of Cinnober's project to further develop and adapt its clearing technology for European banks.
- Cinnober has performed a major design study regarding clearing systems at one of the world's largest stock exchanges. An agreement is expected to be signed shortly.

¹ To improve comparability between periods, re-invoiced expenses have been excluded from net sales in the calculation of recurring revenues.

² See commercial definitions on p.15.

FINANCIAL OVERVIEW	Q4 2015 OCT-DEC	Q4 2014 OCT-DEC	12 MONTHS 2015	12 MONTHS ¹ 2014	12 MONTHS ROLLING
Net sales (SEK million)	90.8	66.0	300.5	270.1	300.5
EBITDA (SEK million)	9.3	-5.7	20.0	-1.5	20.0
EBITDA margin (%)	10.2	-8.7	6.7	-0.6	6.7
Operating profit (SEK million)	8.7	-6.2	17.7	-3.4	17.7
Operating margin (%)	9.6	-9.4	5.9	-1.2	5.9
Profit before tax	5.4	-1.8	-22.0 ²	0.6	-22.0 ²
Profit for the period (SEK million)	3.1	-2.1	-27.9 ²	1.4	-27.9 ²
Net margin (%)	3.5	-3.2	-9.3 ²	0.5	-9.3 ²
Earnings per share before/after dilution ³ (SEK million)	0.48/0.46	-0.32/-0.31	-4.26/-4.07 ¹	0.21/0.20	-4.26/-4.07 ²
Net cash (+)/net debt (-) (SEK million)	57.7	54.1	57.7	54.1	57.7
Cash flow from operating activities (SEK million)	27.0	28.7	6.0	38.6	6.0
Return on equity (%)	-26.7 ²	1.2	-26.7 ²	1.2	-26.7 ²

¹ The 2013/2014 financial year was extended to 18 months (July 1, 2013-December 31, 2014) following the decision to transition to calendar year. For comparability between years, this period refers to the calendar year. See the income statements on pages 7 and 11 for the 18-month financial year.

² Profit for the period was charged with non-recurring costs of SEK 36.8 million due to the impairment of shares in the companies Binary Event Networks Inc and Quadriserv Inc. Neither consolidated operating results nor cash and cash equivalents have been affected by the impairments.

³ Recalculated following a bonus issue of 2:1.

COMMENTS BY VERONICA AUGUSTSSON, CEO

The positive signals in the market have grown increasingly evident over the past year. IT investments are increasing in the financial sector and are being stimulated by evolving regulations and demands for increased efficiency.

These needs generate demand for modern technology. The positive signals are reflected in our net sales for the fourth quarter, which amounted to SEK 90.8 million – an increase of SEK 24.8 million compared with the corresponding quarter in 2014.

Cinnober's sales processes, product development and customer relations are characteristically long term in nature. In recent years, despite a relatively difficult market, we have managed to replace lost customers with new and well-established companies. Historically, Cinnober's customer turnover has been low. The customers that have been lost have predominantly been those owned by various bank consortiums and that were at the start-up phase. In our assessment, we now have a more stable customer base.



Securing new customers is initially a long and costly process. Our long-term revenue model, with recurring revenues, means that our margins are higher when projects have been delivered. A gradually increasing proportion of license revenues, combined with the influx of customers over the past 18 months, has had a positive impact on operational profitability. Operating income for the fourth quarter amounted to SEK 8.7 million, compared with a loss of SEK 6.2 million for the corresponding quarter last year.

The proportion of recurring revenues, such as contracted license and support fees, is high, constituting 61 percent of net sales in 2015. Recurring revenues are increasing year by year, further strengthening our position. A cost saving program has also been implemented successfully, meaning that, adjusted for non-recurring costs, we have reduced our cost base by about SEK 25 million on an annual basis, compared with July 1, 2013 – June 30, 2014.

For several years, Cinnober has held shares in US companies Binary Event Networks Inc. and Quadriserv Inc. Both companies are still in early phases of development and, although we still assess their prospects as favorable, in the third quarter of the year, we decided to write down their book values in their entirety. These writedowns, totaling SEK 36.8 million, have a negative impact on earnings. They do not, however, burden cash flow or the company's operating result.

In the final quarter of the year, Cinnober commenced a design study involving a major clearing system for one of the world's largest exchanges. This confirms our leading position in real-time clearing. The customer has asked to be treated with confidentiality during the initial phase and an agreement is expected to be signed shortly.

Our market is generally characterized by increasing optimism, linked, among other things, to increased trade volumes, which increase the willingness to invest in systems in our niche. It was recently announced that the new European securities market regulations, MiFID II, have formally been postponed for 12 months, with mandatory requirements not being introduced until January 2018. Although the delay may be negative for the market per se, many customers are eager to be prepared for the transition in good time, and we remain positive that our effort, particularly with the Boat reporting service, will generate revenues, driven by new regulations, even during the current fiscal year.

We consider ourselves to have a well-positioned product and service portfolio based on leading and proven technology. Our portfolio includes a world class exchange system and a unique clearing system that has already been chosen by some of the world's largest exchanges.

At the same time, we are implementing a long-term initiative, applying existing technology, to broaden our target market to include international banks. This is a relatively new segment for us and is many times larger than our traditional exchange technology market. The reporting service for OTC transactions that we provide through Boat is in line with this strategy. We have chosen to further develop this service together with the London Stock Exchange to cover future reporting requirements for additional asset classes. In 2016 we will also be working to establish client clearing as a new business area to offer modern clearing technology to this target group. During the spring, we aim to conclude negotiations with a partner regarding collaboration on the launch.

In summary, this means that we are well equipped for the future. Our business model, with a large proportion of recurring revenues, generates favorable financial security and visibility. The coming year is expected to be one of continued good growth and profitability. Alongside colleagues, customers and shareholders, I look forward with optimism and conviction to building an ever stronger company in 2016.

Stockholm, February 25, 2016
Veronica Augustsson

BUSINESS SUMMARY

This financial report covers the 12 months comprising the 2015 financial year for the Group and the Parent Company. Consolidated net sales for the period January 1 – December 31, 2015 amounted to SEK 300.5 million (SEK 270.1 million). The loss before taxes for the period amounted to SEK 22.0 million (profit SEK 0.6 million). The net effect of changes in exchange rates during the period was negative in the amount of SEK 2.7 million (positive SEK 4.0 million).

Cash flow for the period amounted to a positive SEK 3.6 million (SEK 45.9 million) and cash and cash equivalents amounted to SEK 57.7 million (SEK 54.1 million) at the end of the period.

MARKET

Cinnober is a Swedish company that primarily focuses on major exchanges and clearinghouses and that holds a leading global position in its traditional market niche. This position has been further reinforced over the past year. Major customers who purchase business-critical systems from Cinnober often demand that contracts include change-of-control clauses. There are currently six such clauses (with slightly varied wording) with different customers, indicating what an important partner Cinnober is considered to be.

The aim is to expand the offering to encompass a broader target group by adapting the technology to also suit banks and brokerages. Cinnober's revenues are mainly divided between those generated by customization projects, and recurring license and support revenues.

PROJECTS AND SALES

During the year, the Australian Stock Exchange, ASX, one of the world's ten largest marketplaces, decided to replace its existing trading systems for both equities and derivatives trading with Cinnober's technology. The new partnership provides an important reference and the project is proceeding according to plan. The deal strengthens Cinnober's global position as a supplier of large trading systems to leading companies, as well as its position in the Asia Pacific region – an important growth region.

While achieving this major progress for trading systems, Cinnober continues to be the dominant supplier in the increasingly high-profile area of real-time clearing. For a long time, modern technology for risk management and "post-trade" has been neglected. Cinnober's solutions enhance and streamline markets by, among other things, ensuring, thanks to significantly enhanced tools for risk assessment, that all market participants have appropriate collateral posted at any given time.

In the final quarter of the year, another of the world's largest exchanges announced that it plans to implement Cinnober's technology for real-time clearing. The first step has been initiated with a design study for a major clearing system. The customer has asked to remain anonymous during the initial phase and an agreement is expected to be signed shortly.

All ongoing customer projects are progressing as planned. These include the major clearing project with the Johannesburg Stock Exchange of South Africa, in which

FIVE-YEAR SUMMARY — 12 MONTHS

Group	12-31-2015	12-31-2014 ¹	12-31-2013 ¹	12-31-2012 ¹	12-31-2011 ¹
Net sales (SEK million)	300.5	270.1	293.3	282.9	212.6
Operating profit (SEK million)	17.7	-3.4 ³	4.5 ⁴	21.7 ⁵	9.7
Profit before tax (SEK million)	-22.0 ²	0.6 ³	3.0 ⁴	28.8 ⁵	11.7
Profit for the period (SEK million)	-27.9 ²	1.4 ³	3.5 ⁴	23.8 ⁵	8.1
Operating margin (%)	5.9	-1.2 ³	1.5 ⁴	7.7 ⁵	4.6
Net margin (%)	-9.3 ²	0.5 ³	1.2 ⁴	8.4 ⁵	3.8
Earnings per share before/after dilution* (SEK)	-4.26/-4.07 ²	0.21/0.20	0.54/0.50	3.64/3.14	1.24/1.07
Equity (SEK million)	91.0 ²	118.4	116.6	127.8	131.4
Equity per share (SEK)	13.89 ²	18.07	17.81	19.51	20.07
Equity ratio (%)	43.2 ²	48.8	54.1	58.8	66.8
Quick ratio (%)	169.4	160.6	175.7	208.7	216.0
Net cash (+)/net debt (-) (SEK million)	57.7	54.1	8.3	32.7	32.2

¹ Cinnober previously had a broken financial year (July-June) but decided in 2014 to switch to the calendar year. For comparability between years, this period refers to calendar year.

² Profit for the period was charged with non-recurring costs of SEK 36.8 million due to the impairment of shares in the companies Binary Event Networks Inc and Quadriserv Inc. Neither consolidated operating results nor cash and cash equivalents have been affected by the impairments.

³ Operating profit for the period January 1, 2014 – December 31, 2014 includes a reversal of negative goodwill, affecting operating profit favorably by SEK 1.0 million.

⁴ Operating profit for the period January 1, 2013 – December 31, 2013 includes a reversal of negative goodwill, affecting operating profit favorably by SEK 4.9 million.

⁵ Operating profit for the period January 1, 2012 – December 31, 2012 includes a reversal of negative goodwill, affecting operating profit favorably by SEK 9.4 million.

* Recalculated following a bonus issue of 2:1

BUSINESS SUMMARY (CONT.)

Cinnober is delivering a platform that will handle all asset classes traded on Africa's leading exchange. European Euronext is also launching a completely new venture based on Cinnober's technology. The objective of this is to offer more efficient derivatives trading, including improved risk management and clearing.

Cinnober also continues to offer its technology as a service on a subscription basis. One venture in this area is Sweden-based CRYEX, which plans to launch a new type of pan-European currency exchange with clearing. The solution, which also includes cryptocurrencies and uses blockchain technology, is delivered as a service solution with both trading and clearing systems monitoring, as well as surveillance and systems operation.

From a strategic point of view, efforts to broaden the customer base into new segments, primarily major banks and brokerages, is important. This venture continues to evolve and could eventually become a major part of the future Cinnober. The market is many times larger than the company's traditional niche, which consists of systems for exchanges and clearinghouses.

As part of this strategy, the Boat reporting service was acquired from Markit last year. BOAT offers banks and brokerages the opportunity to report OTC trades in equities trading in accordance with pan-European regulations. Cinnober has delivered the technology solution behind the service since its inception in 2007 and, through the acquisition, a good base was established from which to continue our efforts to develop this new segment.

With its reporting service, Boat is considered well positioned in preparation for the new regulations that are planned to enter force in the European financial market. Effective from January 2018, the new legal framework, MiFID II, will, among other things, require banks to also report OTC transactions for asset classes other than equities.

New regulations are deemed to be positive for the company's offer to banks and consequently investments are made in Boat on an ongoing basis to meet future requirements. Among other things, a partnership has been established with the London Stock Exchange regarding a comprehensive, shared reporting service based on the changed regulatory requirements.

The second priority area in our venture to broaden our target group includes further adapting Cinnober's technology for risk management and real-time clearing to international banks' specific needs in "client clearing".

Today, the original technology has proven itself through large, high-profile launches in the world of clearinghouses and exchanges, such as at BM&FBOVESPA of Brazil and LME Clear of the UK. Introducing a similar paradigm shift in the world of banking is considered so attractive that Cinnober was selected, among fierce competition, as a participant in a funding program at the European Commission. The Horizon 2020 program, aims to promote European innovation. From nearly

600 proposals, the EU Commission finally selected 78 projects that each receive partial financing of more than EUR 2 million for about 18 months.

In our assessment, there is already a market for this type of service and the need for advanced clearing and risk technology among banks and brokerages will increase, driven by new regulations. This market is judged to be significantly greater than Cinnober's traditional one. In the long term, it is expected to become a business area of its own, and the company is planning to initiate deeper sales activities during 2016.

INVESTMENTS/PRODUCT DEVELOPMENT

Cinnober is a market-leading supplier to exchanges and clearinghouses. To safeguard a long-term leading position, resources are continuously invested in the ongoing development of the product and service portfolio. Cinnober has not capitalized the substantial expenses that have historically been incurred to develop the market-leading trading and real-time clearing systems that the company currently offers to the market. The same applies to the comprehensive initiative undertaken to develop the client clearing technology, which is planned to be ready for enter production within the next six months. Cinnober owns the intellectual property rights to all these systems.

ACCOUNTING PRINCIPLES

This interim report was prepared in accordance with the Swedish Accounting Standards Board's recommendation BFNAR 2007:1. As of 1 January 2015, the annual and interim reports are prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's recommendation BFNAR 2012:1 "Annual reporting and consolidated financial statements (K3)". Cinnober previously applied the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's recommendations, except BFNAR 2008:1 (K2) and 2012:1 (K3). During the transition to K3, the provisions in Chapter 35 "First-time application of this general advice" were applied, which require companies to apply K3 retroactively. This means that the comparative figures for 2013/2014 must be recalculated according to K3. However, there are a number of voluntary and mandatory exceptions from this general rule, aimed at facilitating the transition to K3. The transition to K3 has not affected the Group's income statement and balance sheet.

CURRENCY EXPOSURE

The company currency hedges parts of its flow exposure from non-recurring revenues in foreign currencies over a horizon of up to 12 months. Currency hedged accounts receivable and other receivables in foreign currencies are reported at agreed forward rates. Currency hedged agreed and expected future sales revenues in foreign currency are settled at forward rates as they occur. As per the report date, an unreported and unrealized exchange rate gain of SEK 0.4 million (loss 0.5

million) existed in the forward rate portfolio as a consequence of the EUR/SEK rate on the balance sheet date being lower than the average forward rates in the flow hedging.

RISKS

Cinnober's operations are affected by a number of factors, some of which are under the company's control while others are not. For an IT-focused company like Cinnober, operations are affected by operations-related risks, such as project risks, competition, recruitment, trends among major customers and customer losses. Market-related risks include business cycle risks. Financial risks primarily include currency exchange risks.

Additional information can be found in the published annual report, which is most easily accessed via www.cinnober.com/financial-reports.

EMPLOYEES

At the end of the reporting period, the Group had 252 (249) employees and engaged 7 (6) consultants.

SHARE DATA

As per December 31, 2015, the company's capital stock totaled SEK 6,549,120 (6,549,120), consisting of 6,549,120 shares (6,549,120).

Since September 29, 2014, the company's shares have been traded on the Nasdaq First North exchange (CINN, ISIN code: SE0000778474). Shares were previously traded monthly on the Alternativa Aktiemarknaden (Alternative Stock Market). Over the past quarter, a total of 212,793 shares were traded and the latest price paid was SEK 100.0 on December 30, 2015.

Ahead of the Annual General Meeting, the Board will prepare a proposal on the appropriation of profits for the 2015 financial year. This proposal will be included in the invitation to attend the Annual General Meeting.

Stockholm, February 25, 2016
Cinnober Financial Technology AB (publ)

Nils-Robert Persson, Chairman of the Board

Patrik Enblad

Cecilia Lager

Peter Lenti

Staffan Persson

Helena Westin

Veronica Augustsson, CEO

Questions regarding this interim report should be addressed to:

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This year-end report has not been reviewed by the company's auditors.



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PRODUCT-BASED & CUSTOMIZED

TRADEXPRESS FOR BUSINESS-CRITICAL SOLUTIONS



EXTREMELY FAST SYSTEMS

DISRUPTIVE TECHNOLOGIES



REAL TIME SOLUTIONS

BLOCK CHAIN



CINNOBER LIVES THROUGH DIVERSITY



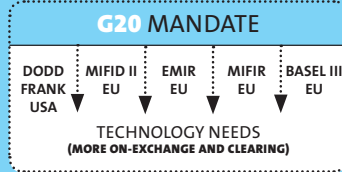
NATIONALITIES AT CINNOBER

OFTEN SUPPLIES THE HEART OF THE CUSTOMER'S OPERATIONS

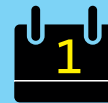


WITHOUT SYSTEMS, NO EXCHANGE OR CLEARINGHOUSE

NEW REGULATIONS GENERATE NEW OPPORTUNITIES



QUALITY & 100% UP-TIME



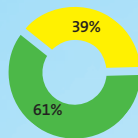
FROM DAY ONE, DEVELOPED FOR MULTI-ASSET AND CUSTOMIZATION

WORLD CLASS SWEDISH FINTECH COMPANY



DISTRIBUTION OF REVENUES IN 2015

PROJECT-RELATED
RECURRING

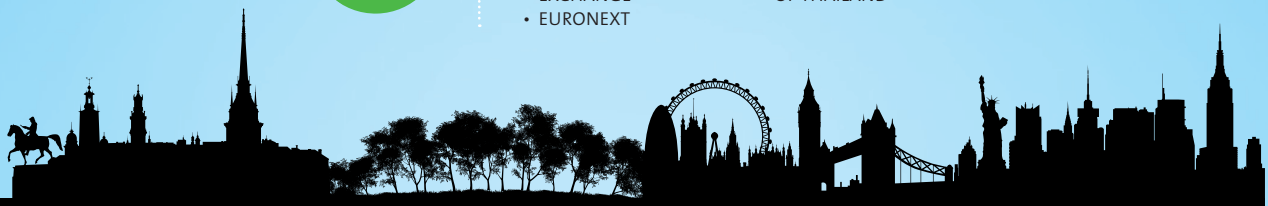


EXCHANGES AND CLEARINGHOUSES

- AUSTRALIAN SECURITIES EXCHANGE
- BM&FBOVESPA
- CRYEX
- DUBAI GOLD & COM. EXCHANGE
- EURONEXT
- JOHANNESBURG STOCK EXCHANGE
- LONDON METAL EXCHANGE
- NYSE
- STOCK EXCHANGE OF THAILAND

BANKS

- GOLDMAN SACHS
- BARCLAYS
- BNP PARIBAS



STOCKHOLM

179

EST 1998

UMEÅ

60

EST 2012

LONDON

10

EST 2011

NEW YORK

3

EST 2001

FINANCIAL OVERVIEW

CONSOLIDATED INCOME STATEMENT

Amounts in thousands of SEK	01-01-2015- 12-31-2015 (12 months)	07-01-2013- 12-31-2014 (18 months)
Operating income		
Net sales	300 536	408 437
Other operating income	20 131	7 666
	320 667	416 103
Operating expenses		
Other external expenses	-99 299	-124 847
Personnel expenses	-201 629	-291 617
Profit from participations in associated companies	266	255
Operating profit before depreciation/amortization	20 005	-106
Depreciation/amortization and impairment of equipment and intangible assets	-2 302	-2 754
Operating profit	17 703	-2 860
Profit from financial items		
Impairment of financial assets and short-term investments	-36 759	-
Interest income and similar income items	50	5 082
Interest expenses and similar expense items	-2 957	-415
Profit after financial items	-21 963	1 807
Profit before tax	-21 963	1 807
Tax on profit for the period*	-5 933	665
Net profit for the period	-27 896	2 472
Attributable to the Parent Company's shareholders	-27 896	2 472
* Note regarding tax on profit for the period:		
Current tax:	-6 681	-1 108
Deferred tax:	748	-
Adjustment of current tax attributable to previous years with regard to tax outside Sweden:	-	1 773
Total reported income tax:	-5 933	665

CONSOLIDATED BALANCE SHEET

Amounts in thousands of SEK	12-31-2015	12-31-2014
ASSETS		
Non-current assets		
<i>Intangible assets</i>		
Capitalized expenditures for research and development and similar*	283	492
	283	492
<i>Property, plant and equipment</i>		
Equipment, tools, fixtures and fittings	5 528	4 998
	5 528	4 998
<i>Financial assets</i>		
Participations in associated companies	1 354	1 088
Other securities held as non-current assets	-	36 759
Deferred tax asset	748	-
Other long-term receivables	376	79
	2 478	37 926
Total non-current assets	8 289	43 416
Current assets		
<i>Current receivables</i>		
Accounts receivable - trade	40 333	51 866
Current tax receivables**	27 650	27 991
Other receivables	7 255	9 289
Prepaid expenses and accrued income	68 977	55 888
	144 215	145 034
<i>Short-term investments</i>	366	-
<i>Cash and bank balances</i>	57 746	54 135
Total current assets	202 327	199 169
TOTAL ASSETS	210 616	242 585

* Comparative figures have been reclassified from tangible to intangible assets.

** Of which, SEK 30 896 (23 664) pertains to taxes deducted at source outside Sweden and that may be deducted against future Swedish corporation tax.

CONSOLIDATED BALANCE SHEET

Amounts in thousands of SEK	12-31-2015	12-31-2014
EQUITY AND LIABILITIES		
<i>Equity</i>		
Share capital (6 549 120 shares)	6 549	6 549
Other contributed capital	18 567	18 567
Other equity, including profit/loss for the period	65 847	93 258
Equity attributable to the Parent Company's shareholders	90 963	118 374
Total equity	90 963	118 374
<i>Provisions</i>		
Deferred tax liability	212	212
	212	212
<i>Current liabilities</i>		
Accounts payable - trade	17 594	16 087
Other liabilities	7 366	6 633
Accrued expenses and deferred income	94 481	101 279
	119 441	123 999
TOTAL EQUITY AND LIABILITIES	210 616	242 585
Pledged assets and contingent liabilities		
<i>Pledged assets</i>	None	None
<i>Contingent liabilities</i>	26	525

CONSOLIDATED CASH FLOW STATEMENT

Amounts in thousands of SEK	01-01-2015- 12-31-2015 (12 months)	07-01-2013- 12-31-2014 (18 months)
Operating activities		
Profit after financial items	-21 963	1 807
Adjustments for non-cash items	42 698	-5 155
	20 735	-3 348
Income tax paid	763	1 351
Cash flow from operating activities before working capital changes	21 498	-1 997
Cash flow from working capital changes		
Increase (-)/Decrease (+) in current receivables	-10 989	4 101
Increase (+)/Decrease (-) in current liabilities	-4 558	23 160
Cash flow from operating activities	5 951	25 264
Investing activities		
Purchase of subsidiaries	-	8 839
Purchase of intangible assets	-154	-
Purchase of equipment	-2 186	-2 562
Cash flow from investing activities	-2 340	6 277
Financing activities		
Received warrant premiums	-	165
Dividend paid to Parent Company's shareholders	-	-15 281
Cash flow from financing activities	-	-15 116
Cash flow for the period	3 611	16 425
Cash and cash equivalents at the beginning of the period	54 135	37 710
Cash and cash equivalents at the end of the period	57 746	54 135

PARENT COMPANY INCOME STATEMENT

Amounts in thousands of SEK	01-01-2015- 12-31-2015 (12 months)	07-01-2013- 12-31-2014 (18 months)
Operating income		
Net sales	293 135	403 041
Other operating income	20 131	-
	313 266	403 041
Operating expenses		
Other external expenses	-132 879	-172 599
Personnel expenses	-152 436	-231 372
Operating profit before depreciation/amortization	27 951	-930
Depreciation/amortization and impairment of equipment and intangible assets	-1 264	-1 975
Operating profit	26 687	-2 905
Profit from financial items		
Impairment of financial assets and short-term investments	-36 759	-
Interest income and similar income items	37	4 873
Interest expenses and similar expense items	-2 526	-344
Profit after financial items	-12 561	1 624
Profit before tax	-12 561	1 624
Tax on profit for the period*	-5 716	865
Profit for the period	-18 277	2 489
*Note regarding tax on profit for the period:		
Current tax:	-6 464	-908
Deferred tax:	748	-
Adjustment of current tax attributable to previous years with regard to tax	-	1 773
Total reported income tax:	-5 716	865

PARENT COMPANY BALANCE SHEET

Amounts in thousands of SEK	12-31-2015	12-31-2014
ASSETS		
Non-current assets		
<i>Intangible assets</i>		
Capitalized expenditures for research and development and similar*	283	492
	283	492
<i>Property, plant and equipment</i>		
Equipment, tools, fixtures and fittings	1 991	2 670
	1 991	2 670
<i>Financial assets</i>		
Participations in Group companies	21 196	21 196
Participations in associated companies	2 610	2 610
Other securities held as non-current assets	-	36 759
Deferred tax	748	-
Other long-term receivables	79	79
	24 633	60 644
Total non-current assets	26 907	63 806
Current assets		
<i>Current receivables</i>		
Accounts receivable - trade	36 921	44 843
Receivables from group companies	8 361	15 054
Current tax receivables**	27 256	27 350
Other receivables	6 672	7 693
Prepaid expenses and accrued income	65 190	53 072
	144 400	148 012
<i>Short-term investments</i>	366	-
<i>Cash and bank balances</i>	54 423	35 256
Total current assets	199 189	183 268
TOTAL ASSETS	226 096	247 074

* Comparative figures have been reclassified from tangible to intangible assets.

** Of which, SEK 30 896 (23 664) pertains to taxes deducted at source outside Sweden and that may be deducted against future Swedish corporation tax.

PARENT COMPANY BALANCE SHEET

Amounts in thousands of SEK	12-31-2015	12-31-2014
EQUITY AND LIABILITIES		
<i>Equity</i>		
<i>Restricted equity</i>		
Share capital (6 549 120 shares)	6 549	6 549
Statutory reserve	18 009	18 009
	24 558	24 558
<i>Non-restricted equity</i>		
Capital surplus	15 276	15 276
Profit brought forward	76 618	74 129
Profit for the period	-18 277	2 489
	73 617	91 894
Total equity	98 175	116 452
<i>Untaxed reserves</i>		
Accumulated excess depreciation	745	745
	745	745
<i>Current liabilities</i>		
Accounts payable -trade	15 960	13 276
Liabilities to Group companies	26 944	25 639
Other liabilities	2 414	2 474
Accrued expenses and deferred income	81 858	88 488
	127 176	129 877
TOTAL EQUITY AND LIABILITIES	226 096	247 074
Pledged assets and contingent liabilities		
<i>Pledged assets</i>	None	None
<i>Contingent liabilities</i>	26	525

PARENT COMPANY CASH FLOW STATEMENT

Amounts in thousands of SEK	01-01-2015- 12-31-2015 (12 months)	07-01-2013- 12-31-2014 (18 months)
<i>Operating activities</i>		
Profit after financial items	-12 561	1 624
Adjustments for non-cash items	41 425	2 845
	28 864	4 469
Income tax paid	734	2 676
Cash flow from operating activities before working capital changes	29 598	7 145
<i>Cash flow from working capital changes</i>		
Increase(-)/Decrease (+) in current receivables	-7 354	-1 323
Increase(+)/Decrease (-) in current liabilities	-2 701	13 584
Cash flow from operating activities	19 543	19 406
<i>Investing activities</i>		
Purchase of subsidiaries	-	-4 969
Purchase of intangible assets	-154	-
Purchase of equipment	222	-798
Cash flow from investing activities	-376	-5 767
<i>Financing activities</i>		
Received warrant premiums	-	165
Dividend paid to Parent Company's shareholders	-	-15 281
Cash flow from financing activities	-	-15 116
Cash flow for the period	19 167	-1 477
Cash and cash equivalents at the beginning of the period	35 256	36 733
Cash and cash equivalents at the end of the period	54 423	35 256

OTHER INFORMATION

CINNOBER IN BRIEF

- Cinnober develops business-critical system solutions for exchange trading, risk management and other financial services.
- Its target group consists primarily of international stock exchanges, clearinghouses, banks and brokerages.
- The company was founded in 1998, currently has over 250 employees (excluding consultants), representing some thirty nationalities.
- It offers solutions in price discovery, order matching, market data, index calculations, clearing, risk management and market surveillance.
- Cinnober's shares are listed on the Nasdaq First North exchange (CINN, ISIN code: SE0000778474). Avanza is the Certified Adviser.

FINANCIAL CALENDAR

Interim report for January 1 – March 31, 2016
May 3, 2016

Annual General Meeting
May 11, 2016

Interim report for January 1 – June 30, 2016
August 25, 2016

Interim report for January 1 – September 30, 2016
November 10, 2016

Year-end report for January 1 – December 31, 2016
February 23, 2017

FINANCIAL INFORMATION

Cinnober's financial information is published in Swedish and English. Interim and annual reports are available at www.cinnober.com/financial-reports

This interim report has been prepared in Swedish and translated into English. In the event of any discrepancies between the Swedish and the translation, the former shall have precedence.

PUBLICATION

This financial report was published on
February 25, 2016 at 11 a.m. CET

FINANCIAL DEFINITIONS

EBITDA – Operating profit before amortization, depreciation and impairment

EBITDA-marginal – EBITDA as a percentage of net sales

Equity per share – Equity divided by the number of shares before dilution at the end of the period

Quick ratio – Current assets as a percentage of current liabilities, including proposed dividends

Net margin – Profit after tax as a percentage of net sales

Net cash/Net debt – Cash and cash equivalents and interest-bearing current and non-current receivables less current and non-current liabilities, including pension liabilities

Earnings per share – Profit after tax attributable to shareholders in the Parent Company divided by the average number of shares before and after dilution respectively

Return on equity – Profit after tax for the past 12 months as a percentage of average equity for the past 12 months

Operating margin – Operating profit as a percentage of net sales

Equity ratio – Equity as a percentage of total assets

COMMERCIAL DEFINITIONS

Cinnober operates primarily in a global niche involving system deliveries to marketplaces and clearinghouses. The agreements signed generally involve software/systems, normally including a number of customized adaptations to the customer's existing systems, support and operative organization. Development projects and customer relationships within the niche span extended periods and there are almost always several phases involved depending on other factors, sub-orders and options for supplementary systems or additional services. It is therefore often difficult to estimate and specify a precise order value in connection with a contract being signed for a new deal.

To help the market to assess the value of the deals won by Cinnober, the following definitions have been established.

A major deal is one for which the order value over a period of five years is estimated to exceed SEK 100 million.

A smaller deal is one for which the order value over a period of five years is estimated to be less than SEK 30 million.

A medium-sized deal is one for which the order value over a period of five years is estimated to be in between that of a smaller deal and a major one.



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