



MindArk PE AB (publ) develops and operates Entropia Universe, a three-dimensional Internet-based virtual universe, globally available and free of charge for everyone with access to an Internet connection. The company is not part of any group and does not own interests in any other companies.

Interim statement for January – March 2007

- Customer deposits rose from 18,8 million to 26,9 million PED, an increase by 43% compared to the first quarter of 2006.
- Net sales was 16,9 million SEK compared to 13,2 million SEK last year, an increase by 28%
- The lesser increase rate in SEK is due to the falling exchange rate between USD and SEK. The average exchange rate in the first quarter was 7,01 SEK for every USD in 2007 and 7,78 in 2006.
- Operational profit is 5,8 million SEK compared to 6,6 million in 2006. The lesser profit depends on higher operational cost and investment in a newly established game-server park.
- Operational profit margin is 35% (43% for 2006)
- Profit per share is 0,37 SEK (0,46 SEK for 2006)
- Adjusted equity per share is 4,10 SEK (3,13 SEK for 2006)
- Equity ratio is 84% (77%)
- Cashflow from current operations amounts to 6,2 million SEK (4,7 million SEK in 2006)
- For the rest of 2007 we are expecting a continuous steady growth in net sales and operational profit.

Goteborg in May 2007

Jan Welter Timkrans
CEO MindArk PE AB



Income statement	January - March 2007	January - March 2006
Net sales	16 931 619 kr	13 273 894 kr
Operating expenses	-10 367 839 kr	-5 849 543 kr
Amortization	-744 390 kr	-727 522 kr
Operating profit	5 819 390 kr	6 696 829 kr
Financial items	<u>120 658 kr</u>	<u>551 655 kr</u>
Profit before income-tax	5 940 048 kr	7 248 484 kr
Income tax on profit	<u>-1 663 213 kr</u>	<u>-2 029 576 kr</u>
<i>ADJUSTED NET PROFIT</i>	<u><u>4 276 835 kr</u></u>	<u><u>5 218 908 kr</u></u>

Income statement		Calendar year 2006
Net sales		59 037 743 kr
Operating expenses		-33 526 413 kr
Amortization		-2 960 693 kr
Items affecting comparability		<u>-9 000 000 kr</u>
Operating profit		13 550 637 kr
Financial items		<u>1 044 859 kr</u>
Profit before transfers to untaxed reserves		14 595 496 kr
Transfers from untaxed reserves		<u>-1 880 000 kr</u>
Profit before tax		12 715 496 kr
Tax on profit for the year		<u>-1 999 697 kr</u>
NET PROFIT		<u><u>10 715 799 kr</u></u>
<i>ADJUSTED NET PROFIT</i>		<u><u>12 069 398 kr</u></u>



Balance sheet	<u>March 31 2007</u>	<u>March 31 2006</u>
ASSETS		
Intangible assets	7 840 089 kr	10 817 649 kr
Tangible assets	1 936 734 kr	0 kr
Receivables	2 794 442 kr	1 373 760 kr
Prepaid cost	5 004 547 kr	2 411 407 kr
Cash and bank balances	<u>39 054 992 kr</u>	<u>31 940 091 kr</u>
	<u>56 630 804 kr</u>	<u>46 542 907 kr</u>
EQUITY AND LIABILITIES		
Equity	44 877 397 kr	35 470 034 kr
Untaxed reserves	5 200 000 kr	3 320 000 kr
Short-term liabilities	<u>6 553 407 kr</u>	<u>7 752 873 kr</u>
	<u>56 630 804 kr</u>	<u>46 542 907 kr</u>

Balance sheet		<u>December 31 2006</u>
ASSETS		
Intangible assets		8 584 479 kr
Tangible assets		1 936 734 kr
Receivables		2 561 888 kr
Prepaid cost		5 210 840 kr
Cash and bank balances		<u>32 979 367 kr</u>
		<u>51 273 308 kr</u>
EQUITY AND LIABILITIES		
Equity		38 937 349 kr
Untaxed reserves		5 200 000 kr
Short-term liabilities		<u>7 135 959 kr</u>
		<u>51 273 308 kr</u>



Cash flow statement	January - March 2007	January - March 2006
Current operations		
Profit before tax	5 940 048 kr	7 248 484 kr
Amortization	744 390 kr	727 522 kr
Paid tax	-1 031 313 kr	-17 837 kr
Changes in current receivables	511 976 kr	-1 035 239 kr
Changes in current liabilities	<u>4 080 kr</u>	<u>-2 191 635 kr</u>
Cash flow from current operations	6 169 181 kr	4 731 295 kr
Investments		
Investments in Entropia Universe	0 kr	-1 011 983 kr
Financing		
New share issue	<u>0 kr</u>	<u>24 511 645 kr</u>
CASH FLOW FOR THE PERIOD	<u><u>6 169 181 kr</u></u>	<u><u>28 230 957 kr</u></u>
Opening cash and bank balances	32 885 811 kr	3 709 134 kr
Closing cash and bank balances	<u>39 054 992 kr</u>	<u>31 940 091 kr</u>
CASH FLOW FOR THE PERIOD	<u><u>6 169 181 kr</u></u>	<u><u>28 230 957 kr</u></u>

Cash flow statement		Calendar year 2006
Current operations		
Profit before tax		14 595 496 kr
Amortization		2 960 693 kr
Paid tax		-1 999 697 kr
Changes in current receivables		-5 035 259 kr
Changes in current liabilities		<u>-2 813 929 kr</u>
Cash flow from current operations		7 707 304 kr
Investments		
Investments in Entropia Universe		-1 011 982 kr
Investments in buildings and land		-1 936 734 kr
Financing		
New share issue		<u>24 511 645 kr</u>
CASH FLOW FOR THE PERIOD		<u><u>29 270 233 kr</u></u>
Opening cash and bank balances		3 709 134 kr
Closing cash and bank balances		<u>32 979 367 kr</u>
CASH FLOW FOR THE PERIOD		<u><u>29 270 233 kr</u></u>