

INTERSHOP Communications AGConsolidated Balance Sheet
(IFRS, unaudited)

in EUR thousand

December 31, 2017**December 31, 2016****ASSETS****Noncurrent assets**

Intangible assets	8.933	8.806
Property, plant and equipment	637	567
Other noncurrent assets	14	52
Deferred tax assets	637	1.068
	<u>10.221</u>	<u>10.493</u>

Current assets

Trade receivables	5.181	5.129
Other receivables and other assets	698	591
Cash and cash equivalents	8.949	10.898
	<u>14.828</u>	<u>16.618</u>

TOTAL ASSETS**25.049** **27.111****SHAREHOLDERS' EQUITY AND LIABILITIES****Shareholders' equity**

Subscribed capital	31.683	31.683
Capital reserve	7.806	7.806
Other reserves	(24.159)	(23.434)
	<u>15.330</u>	<u>16.055</u>

Noncurrent liabilities

Liabilities to banks	1.787	2.772
Deferred revenue	223	348
	<u>2.010</u>	<u>3.120</u>

Current liabilities

Other current provisions	289	690
Liabilities to banks	1.000	1.000
Trade accounts payable	1.527	1.350
Income tax liabilities	230	71
Other current liabilities	2.993	2.911
Deferred revenue	1.670	1.914
	<u>7.709</u>	<u>7.936</u>

TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES**25.049** **27.111**

INTERSHOP Communications AGConsolidated Statement of Comprehensive Income
(IFRS, unaudited)

in EUR thousand	October 1 to December 31,		January 1 to December 31,	
	2017	2016	2017	2016
Revenues				
Product Revenues	3.580	4.173	14.129	13.669
Service Revenues	5.853	5.363	21.678	20.519
	9.433	9.536	35.807	34.188
Cost of revenues				
Cost of revenues - Product	(892)	(1.018)	(3.845)	(3.304)
Cost of revenues - Services	(3.890)	(3.687)	(14.392)	(15.148)
	(4.782)	(4.705)	(18.237)	(18.452)
Gross profit	4.651	4.831	17.570	15.736
Operating expenses, operating income				
Research and development	(1.197)	(1.459)	(5.067)	(5.923)
Sales and marketing	(2.167)	(1.875)	(8.305)	(7.377)
General and administrative	(1.069)	(980)	(3.742)	(3.905)
Other operating income	84	68	220	276
Other operating expenses	(104)	(920)	(263)	(1.189)
	(4.453)	(5.166)	(17.157)	(18.118)
Result from operating activities	198	(335)	413	(2.382)
Interest income	2	3	6	20
Interest expense	(186)	(53)	(338)	(279)
Financial result	(184)	(50)	(332)	(259)
Earnings before tax	14	(385)	81	(2.641)
Income taxes	(662)	(234)	(745)	(347)
Earnings after tax	(648)	(619)	(664)	(2.988)
Other comprehensive income				
Exchange differences on translating foreign operations	(14)	(59)	(61)	(38)
Other comprehensive income from exchange differences	(14)	(59)	(61)	(38)
Total comprehensive income	(662)	(678)	(725)	(3.026)
Earnings per share (EUR, basic, diluted)	(0,02)	(0,02)	(0,02)	(0,09)
Weighted average shares outstanding (basic, diluted)	31.683	31.683	31.683	31.683

INTERSHOP Communications AG
Consolidated Statement of Cash Flows
(IFRS, unaudited)

in EUR thousand	January 1 to December 31,	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Earnings before tax	81	(2.641)
<i>Adjustments to reconcile net profit/loss to cash used in operating activities</i>		
Financial result	332	259
Depreciation and amortization	2.420	2.495
Other noncash expenses and income	(59)	0
<i>Changes in operating assets and liabilities</i>		
Accounts receivable	(129)	256
Other assets	(92)	(107)
Liabilities and provisions	(242)	(280)
Deferred revenue	(294)	(342)
Net cash provided by (used in) operating activities before income tax and interest	2.017	(360)
Interest received	6	20
Interest paid	(179)	(268)
Income taxes received	4	0
Income taxes paid	(156)	(254)
Net cash provided by (used in) operating activities	1.692	(862)
CASH FLOWS FROM INVESTING ACTIVITIES		
Restricted cash	0	375
Payments for investments in intangible assets	(2.244)	(2.336)
Proceeds on disposal of equipment	28	1
Purchases of property and equipment	(352)	(473)
Net cash provided by (used in) investing activities	(2.568)	(2.433)
CASH FLOWS FROM FINANCING ACTIVITIES		
Restricted cash	0	1.200
Repayments of loans	(1.000)	(2.200)
Net cash provided by (used in) financing activities	(1.000)	(1.000)
Effect of change in exchange rates on cash	(73)	(39)
Net change in cash and cash equivalents	(1.949)	(4.334)
Cash and cash equivalents, beginning of period	10.898	15.232
Cash and cash equivalents, end of period	8.949	10.898

INTERSHOP Communications AGConsolidated Statement of Shareholders' Equity
(IFRS, unaudited)

in EUR thousand	Common shares	Subscribed capital	Capital reserve	Other reserves			Total shareholders' equity
				Conversion reserve	Cumulative profit/loss	Cumulative currency differences	
Balance January 1, 2017	31.683.484	31.683	7.806	(93)	(25.421)	2.080	16.055
Total comprehensive income	0	0	0	0	(664)	(61)	(725)
Balance December 31, 2017	31.683.484	31.683	7.806	(93)	(26.085)	2.019	15.330
Balance January 1, 2016	31.683.484	31.683	7.806	(93)	(22.433)	2.118	19.081
Total comprehensive income	0	0	0	0	(2.988)	(38)	(3.026)
Balance December 31, 2016	31.683.484	31.683	7.806	(93)	(25.421)	2.080	16.055