

**Updated preliminary reorganization plan - 2020-05-05**  
**Intersport AB ("Intersport") and I-sport Retail AB ("Retail")**

Intersport and Retail together have a good standing in the relevant market. The assessment is that there is a healthy core in the business.

The digital transformation of and the increased competition within the retail sector, together with current extraordinary circumstances because of the Corona pandemic, have caused a liquidity crisis in Intersport and Retail.

A comprehensive review of the terms in the rental agreements of the group has been commenced to ensure that the terms makes possible long term financially sustainable operation. A discussion with all landlords in the group has been initiated, with the explicit purpose to achieve more flexible rental terms, with application of percentage lease (Sw. *omsättningshyra*)

Profitability analyses have been conducted for each individual shop unit. Some units will be closed no matter what, while other units will be closed only if sufficient rental terms changes cannot be accomplished within the mentioned discussion with the landlords. The decreased number of shops is deemed to facilitate additional savings on central functions.

Moreover, a comprehensive review of the group's all contractual commitments has been commenced, through which unprofitable contracts or contracts not necessary for the core operation may be terminated. The contract customers of the group will not be negatively effected by this.

In order to achieve profitability operational changes are necessary, as stated above, together with an official composition in relation to Intersport's and Retail's unsecured creditors. The intention is to be able to present a composition proposal to the creditors of Intersport and Retail within one month.