

Consolidated statement of operations

for the year ended December 31

(in € millions, except share and per share data)

	Note	2018	2017	2016
Revenue	4	5,259	4,090	2,952
Cost of revenue		3,906	3,241	2,551
Gross profit		1,353	849	401
Research and development		493	396	207
Sales and marketing		620	567	368
General and administrative		283	264	175
		1,396	1,227	750
Operating loss		(43)	(378)	(349)
Finance income	9	455	118	152
Finance costs	9	(584)	(974)	(336)
Share in (losses)/earnings of associate		(1)	1	(2)
Finance income/(costs) - net		(130)	(855)	(186)
Loss before tax		(173)	(1,233)	(535)
Income tax (benefit)/expense	10	(95)	2	4
Net loss attributable to owners of the parent		(78)	(1,235)	(539)
Net loss per share attributable to owners of the parent				
Basic	11	(0.44)	(8.14)	(3.63)
Diluted	11	(0.51)	(8.14)	(3.63)
Weighted-average ordinary shares outstanding				
Basic	11	177,154,405	151,668,769	148,368,720
Diluted	11	181,210,292	151,668,769	148,368,720

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statement of financial position

As at December 31

(in € millions)

	Note	2018	2017
Assets			
Non-current assets			
Property and equipment	12	197	73
Intangible assets including goodwill	13	174	162
Investment in associate	24	—	1
Long term investments	22	1,646	910
Restricted cash and other non-current assets	14	65	54
Deferred tax assets	10	8	9
		2,090	1,209
Current assets			
Trade and other receivables	15	400	360
Income tax receivable	10	2	—
Short term investments	22	915	1,032
Cash and cash equivalents	22	891	477
Other current assets		38	29
		2,246	1,898
Total assets		4,336	3,107
Equity and liabilities			
Equity			
Share capital	16	—	—
Other paid in capital	16	3,801	2,488
Treasury shares	16	(77)	—
Other reserves	16	875	177
Accumulated deficit		(2,505)	(2,427)
Equity attributable to owners of the parent		2,094	238
Non-current liabilities			
Convertible notes	18, 22	—	944
Accrued expenses and other liabilities	20	85	56
Provisions	21	8	6
Deferred tax liabilities	10	2	3
		95	1,009
Current liabilities			
Trade and other payables	19	427	341
Income tax payable	10	5	9
Deferred revenue	4	258	216
Accrued expenses and other liabilities	20	1,076	881
Provisions	21	42	59
Derivative liabilities	22	339	354
		2,147	1,860
Total liabilities		2,242	2,869
Total equity and liabilities		4,336	3,107

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated statement of cash flows

for the year ended December 31

(in € millions)

	Note	2018	2017	2016
Operating activities				
Net loss		(78)	(1,235)	(539)
Adjustments to reconcile net loss to net cash flows				
Depreciation of property and equipment	12	21	46	32
Amortization of intangible assets	13	11	8	6
Share-based payments expense	17	88	65	53
Finance income	9	(455)	(118)	(152)
Finance costs	9	584	974	336
Income tax (benefit)/expense	10	(95)	2	4
Share in losses/(earnings) of associate		1	(1)	2
Other		7	(3)	58
Changes in working capital:				
Increase in trade receivables and other assets		(61)	(112)	(60)
Increase in trade and other liabilities		291	447	245
Increase in deferred revenue		38	77	77
(Decrease)/Increase in provisions		(17)	8	38
Interest received		18	19	5
Income tax (received)/paid		(9)	2	(4)
Net cash flows from operating activities		344	179	101
Investing activities				
Purchases of property and equipment	12	(125)	(36)	(27)
Purchases of short term investments	22	(1,069)	(1,386)	(1,397)
Sales and maturities of short term investments	22	1,226	1,080	609
Change in restricted cash	14	(10)	(34)	(1)
Other		(44)	(59)	(11)
Net cash flows used in investing activities		(22)	(435)	(827)
Financing activities				
Proceeds from issuance of Convertible Notes, net of costs	18	—	—	861
Proceeds from exercise of share options	17	163	29	33
Repurchases of ordinary shares	16	(72)	—	—
Other		1	5	22
Net cash flows from financing activities		92	34	916
Net increase/(decrease) in cash and cash equivalents		414	(222)	190
Cash and cash equivalents at January 1	22	477	755	597
Net foreign exchange gains/(losses) on cash and cash equivalents		—	(56)	(32)
Cash and cash equivalents at December 31	22	891	477	755
Supplemental disclosure of cash flow information				
Non-cash investing and financing activities				
Issuance of shares for business combinations	5	—	33	—
Purchases of property and equipment in trade and other payables	12	23	5	1
Repurchases of ordinary shares in trade and other payables	16	5	—	—
Issuance of shares upon exchange of Convertible Notes	22	1,145	686	—
Issuance of shares in exchange for long term investment	22	—	910	—

The accompanying notes are an integral part of these consolidated financial statements.