

Thin Film Electronics ASA

Interim report and financial statements
for the first quarter 2012



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BUSINESS REVIEW

In the first quarter of 2012, Thinfilm announced the first public application featuring printed memory cards and continued its progress towards full-scale commercialization of stand-alone memories by receiving the first order for a scalable array printed memory. In March 2012, Thinfilm raised capital from both new and existing shareholders to fund operations into 2014.

Highlights:

- ▶ **Successful first public application of Thinfilm memory cards at “Hiss-Pop” event:** Exceptional participation in a live interactive adult game at Exploratorium in San Francisco.
- ▶ **Continued commercial traction by receiving first order for scalable array memory from Japanese customer:** Delivery of engineering quantities in Q2 2012.
- ▶ **Received international recognition by winning both the Flexi Innovation Award for 2012 and the IDTechEx Product Development Award, PE Europe 2012:** Strengthened industry leadership position.
- ▶ **Raised capital to fund operations into 2014, from both new and existing shareholders:** The placement closed in five hours and was substantially oversubscribed.

In March 2012, Thinfilm memory cards were used in conjunction with Exploratorium’s “Hiss-Pop” experience event, marking the first public application featuring fully-printed rewritable memory. The successful event demonstrated the uniqueness of Thinfilm memory by fascinating and engaging more than 1,300 participants in an adult, adventure-style interactive game. VentureBeat, a US technology media company attending the event, stated that the game “wowed the crowds”.

“The simplicity of storing and updating data on the card makes the technology very appealing for these types of exhibits and events,” adds Ken Eklund, “Hiss-Pop” co-creator.

During the first quarter of 2012, Thinfilm took another step towards full commercialization of stand-alone memories by receiving the first order for a scalable array memory from a Japanese customer. The delivery of engineering quantities in Q2 2012 will mark an important milestone in Thinfilm’s roadmap as the passive array memory adds several advantages to the already commercially available 20-bit single-line memory: More compact design allowing for lower cost, improved bit-count scalability, and reduced number of contact points (enabling lower integration cost).



FIRST PUBLIC APPLICATION: *Thinfilm’s memory cards “wowed the crowds” at Exploratorium’s “Hiss-Pop” event.*

In April 2012, Thinfilm also received a new commercial order for a parts identification prototype system that will utilize printed rewritable memory. The prototypes will use Thinfilm Memory™ to identify parts contained in custom manufactured hardware and will be delivered to the customer, an international manufacturer of security products, in Q2 2012.

“These orders do not only demonstrate the stand-alone attractiveness of our memory technology, but also prove customer pull and commercial market opportunities outside the industries we have been targeted so far,” says Davor Sutija, Thinfilm CEO.

In the first quarter, Thinfilm also passed several milestones, and continued its progress towards enabling integrated systems and smart tags for the “Internet of Things” (IoT). In January, Thinfilm announced partnerships with PST Sensors, Acreo, and Imprint Energy, each of which has components for system integration that cost pennies per tag; i.e., printed temperature sensor, display and battery for 1.5-3.0 cents each. The development work of incorporating these low-cost components into the first integrated system prototype, a temperature sensor tag, continued during the first quarter and is on schedule for completion in 2012.

In February and April, Thinfilm received international recognition by winning both the Flexi Innovation Award for 2012 and the IDTechEx Product Development Award, PE Europe 2012. The Flexi award (won jointly with PARC, a Xerox company)

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was received for developing the Thinfilm Addressable Array Memory™, while the IDTechEx award was received for developing the Addressable Array as a platform for enabling integrated systems and for building out a technology partner ecosystem. Also in April, Thinfilm CEO Davor Sutija was invited as a guest panelist to discuss technology innovation with Michael Raynor at PARC’s 10th anniversary symposium.

“The collective recognition received from these events has strengthened Thinfilm’s leadership position in the industry, which is important for attracting new potential technology partners, strategic partners, commercial partners, and financial partners, as well as for continuing existing collaborations and ongoing discussions with such parties,” explains Davor Sutija, Thinfilm CEO.

12 March 2012, Thinfilm completed a successful substantially over-subscribed funding round which raised a total of NOK 72.5 million (including proposed warrants which would raise gross NOK 27.5 million). This founding round, together with the outstanding warrants from the private placement in October 2010, which would raise gross NOK 23.1 million, would fund operations of the Company into 2014 if the proposed and outstanding warrants are exercised. “The resolved financing situation provides the company with longer term stability to focus on what it does best: Develop groundbreaking technology for mass production of low-cost, low-power, ubiquitous smart tags,” concludes Torggrim Takle, Thinfilm CFO.

Notable events in 2012:

News and announcements:

- ▶ Thinfilm Receives Contract for Parts Identification using Printed Memory, 12 April 2012

► Thinfilm Wins IDTechEx Product Development Award for World's First Printed Addressable Memory, 4 April 2012

► Successful completion of private placement, 13 March 2012

► Thinfilm Receives First Order for Scalable Array Printed Memory, 6 March 2012

► First Public Application Featuring Thinfilm Memory, 2 March 2012

► Thinfilm, PARC Win FlexTech Alliance Innovation Award for Printed Addressable Memory, 9 February 2012

► Thinfilm and PST Sensors to jointly develop printed temperature tags to monitor food and other perishable goods, 24 January 2012

► Thinfilm builds out ecosystem for printed electronic systems, 24 January 2012

Conferences and trade shows:

► Thinfilm presented and exhibited at the IDTechEx conference Printed Electronics Europe 3-4 April 2012 in Berlin

► Thinfilm presented and organized a separate session at the FlexTech Alliance conference, 6-9 February 2012 in Phoenix

► Thinfilm presented at Semicon, 7 February 2012 in Seoul

About Thinfilm and printed electronics

Thin Film Electronics ASA ("Thinfilm") is a publicly listed Norwegian technology company with its head office in Oslo, product development in Linköping, Sweden, and sales offices in San Francisco, USA, and Tokyo, Japan. Thinfilm is a pioneer in the field of Printed Electronics and provides fully printed, non-volatile, rewritable memory for applications in toys and games,

logistics, sensors, and ID systems. Thinfilm's technology and know-how are essentially about bringing low cost electronics to the trillions of disposable products and items that surround us every day, applications for which printed electronics have unique and sustainable cost-functionality advantages. The addressable market size for these applications is massive, and low-cost smart tags will ultimately transform how we live our lives, and the way we interact with the physical world.

According to industry analyst group IDTechEx, the Printed Electronics market is expected to grow to more than USD 50 billion in market value over the next ten years of which logic, including addressable memory, will be one of the largest segments in this market. Printed RFID tags are predicted to rapidly gain market share over the coming years. As one component in this market, according to IDTechEx, the numbers of printed and chipless RFID tags sold globally will rise from 12 million currently to over 200 billion in 2021.

Thinfilm foresees a gradual shift beyond RFID towards ubiquitous memory tags that can store information and communicate with both external data sources, smart phones, and other devices in their surroundings. Often denoted as "smart tags," these devices differentiate from RFID by containing local storage and processing. Thinfilm's proprietary rewritable memory technology, paired with the Company's strategic development program with PARC, a Xerox Company for logic, give the Company a unique position in the development of printed smart tags. Eventually, the physical and virtual world will intersect by enabling all objects to

communicate with the online web, known as the "Internet of Things" (IoT). This is our Memory Everywhere™ vision.

In contrast to traditional semiconductor processes, using printing reduces the number of process steps, manufacturing costs and environmental impact of manufacturing electronic memory and logic. Commercial applications of printed electronics include e-paper, electronic readers, and organic light-emitting diode (OLED) displays. Sensors, batteries, and photovoltaic energy sources are also in development, and together with Thinfilm's memory technology they will open the door to new products and applications.

CONDENSED CONSOLIDATED FINANCIAL REPORT AS AT 31 MARCH 2012

Thinfilm's revenue amounted to NOK 277 thousand in the first quarter of 2012, where NOK 268 thousand was related to government grants being recognized as revenue over the period. Sales revenue in the same period amounted to NOK 9 thousand, and was related to sales of technology demonstration kits to strategic customers and partners. In the first quarter of 2011, revenue amounted to NOK 36 thousand.

Operating costs (excluding depreciation and impairment charge) amounted to NOK 10.1 million in the first quarter of 2012, including the notional cost of share-based compensation of approximately NOK 1.6 million. The corresponding figures for the first quarter of 2011 were NOK 12.4 million and NOK 2.3 million, respectively. Exclud-

ing share based compensation and other non-cash costs, the underlying cash cost decrease was NOK 1.8 million compared to the first quarter of 2011. The cost decrease (compared to the same period last year) is largely explained by two elements: (i) Upfront licensing and project costs were approximately NOK 0.1 million in the first quarter of 2012 (compared to NOK 3.5 million in the same period of 2011, which mainly related to the extended collaboration and licensing agreement between PARC, a Xerox company, and Thinfilm) and (ii) Salary costs were NOK 0.7 million higher in the first quarter of 2012 compared to the same period last year. At the end of the first quarter 2012, there were fifteen full-time employees in the group (compared to eleven

full-time employees at the end of the first quarter 2011).

No investments were made in the first quarter of 2012. In the same period of 2011, investments amounted to NOK 0.2 million. Depreciation amounted to less than NOK 0.1 million year to date. Going forward, the investment level is expected to increase substantially as a high-definition prototype printing facility is scheduled for deployment before the end of 2012.

Net financial items in the first quarter of 2012 were insignificant as interest income of NOK 30 thousand was offset by exchange losses related to variations in SEK and USD. In the same period of 2011, net financial items amounted to a loss of NOK 20 thousand.

The company operates at a loss and there is a tax loss carry forward position also in the Swedish subsidiary, such that the group has not incurred any tax costs in

2012, or the year before. The company has not recognized these deferred tax assets in its balance sheet, because this potential asset does not yet qualify for inclusion.

The net result in the first quarter was a loss of NOK 9.9 million, corresponding to a loss of NOK 0.03 per basic share. In the first quarter of 2011, the loss amounted to NOK 12.4 million corresponding to a similar loss of NOK 0.04 per basic share.

The group's cash balance increased by NOK 38.4 million in the first quarter of 2012, largely explained by three principal elements: (i) Operating and development activities resulted in a cash outflow of NOK 6.2 million, (ii) proceeds of NOK 43.3 million from the private placement completed 12 March 2012 and (iii) in mid-March 2012, Thinfilm entered an unsecured short term bridging loan of NOK 1 million (which at the time of this report has been repaid and terminated at no interest costs). In the first quarter of 2011, the group's cash balance decreased by NOK 7.5 million.

The cash balance on 31 March 2012 amounted to NOK 45.7 million, while net of receivables and payables amounted to NOK 37.6 million. The available liquidity is deemed to be adequate into 2013.

Principal risks

It is the duty of the board to present the principal risks of Thinfilm and its business. Thinfilm does not have any significant assets or liabilities with risk. Thinfilm does not own financial instruments, nor financial assets or liabilities, and has limited financial risks related to currency and interest rates.

The Company's predominant risk is mainly related to market and business risks, which may be summarized in the following points: (i) Many of Thinfilm's intended markets are still immature, (ii) to some extent, Thinfilm is dependent on continued collaboration with existing technology, material, and manufacturing partners, and (iii) product development risks related to eventual cost vs. functionality competitiveness of the products Thinfilm is currently developing.

Going forward, Thinfilm foresees two important revenue sources: (i) Sales of its own manufactured products and (ii) licensing/royalty revenue, where partners and customers pay for using the Company's intellectual property rights (IPR). Thinfilm's ability to earn revenue partly depends on continued successful technology and product development as well as the Company's ability to legally protect its IPR. This is, in turn, dependent on the Company's ability to attract and retain competent staff and the adequacy of Thinfilm's patenting and other IPR-protection activities.

On 12 March 2012, Thinfilm accomplished a private placement of 25,000,000 new shares in the Company at a price of NOK 1.80 per share, thereby raising NOK 45 million in new capital. The Board points out that it has proposed to the annual general meeting in 2012 an issue of one warrant for every two shares subscribed for and allocated in the placement. The warrants will have an exercise price of NOK 2.20 per share, exercisable in March 2013. The Board has reasonable expectation that the warrants will be issued and exercised.

In addition, 23,064,000 warrants remain outstanding from the private placement in October 2010 (exercisable in the period 1 to 12 October 2012), which would raise gross NOK 23.1 million. Thus, the potential combined gross proceeds from these two warrant rounds are NOK 50.6 million.

Following this, the board has formed a judgement that the Company has adequate resources to fund operations into 2013 or, alternatively, into 2014 if the outstanding and proposed warrants are exercised.

At 31 March 2012, the equity amounted to NOK 38.8 million.

Outlook

Thinfilm concentrates its effort around three main areas: (i) Commercializing stand-alone memory, (ii) enabling integrated systems and smart tags, and (iii) building an ecosystem of partners and alliances to complete the Company's technology offerings and extend market potential.

Thinfilm has a unique and cost-competitive stand-alone memory product, and will continue to work towards large-scale commercialization of single-line and passive array memories for both toys and games and other applications.

Addressable Thinfilm Memory products will allow integration to create fully printed systems, such as ID tags, sensor tags, and disposable price labels. With the recent established partnerships for display, sensor, and battery technology, Thinfilm expects to have a first prototype of a printed temperature sensor tag ready by the end of 2012, followed by the development of other integrated systems and smart tags in subsequent years.

Demand for RF tags is expected from adoption of standard EPC RFID (Electronic Product Code™ radio-frequency identification) in open supply chains. The use of RFID in the transit ticketing, and people identification is also forecasted to grow significantly. In parallel to the embracement of item-level ID tagging, near field communication (NFC)-enabled phones will put an RFID-compatible reader in people's pockets, purses, and backpacks. Applications

for consumer mass markets will likely include location tags, advertising, and smart packaging.

Successful demonstrations of such prototypes and products are expected to gain significant interest from prospective customers and partners, as well as from established companies offering competing products based on conventional technologies. Consequently, Thinfilm has recently received significant interest in the Company and its technology from various parties, and will continue to pursue commercial and strategic relationships for the development and commercialization of printed integrated systems and smart tags (e.g., strategic, financial, technology, manufacturing, licensing, distribution, and market access partnerships).

Oslo, 9 May 2012

*The board of directors of
Thin Film Electronics ASA*

Thin Film Electronics ASA Group

Condensed consolidated interim financial statements 31 March 2012 (Unaudited)

Consolidated statements of comprehensive income

<i>Amounts in NOK 1000</i>	Note	1 January - 31 March , 2012	1 January - 31 March , 2011	1 January - 31 December, 2011
Sales revenue		9	36	102
Other operating revenue		268	0	1 661
Total revenue		277	36	1 762
Operating costs	7	(10 125)	(12 382)	(40 016)
Depreciation and impairment charge	3	(83)	(54)	(313)
Operating profit (loss)		(9 931)	(12 400)	(38 566)
Net financial items		(4)	(20)	(125)
Profit (loss) before income tax		(9 934)	(12 420)	(38 691)
Income tax expense		0	0	0
Profit (loss) for the period		(9 934)	(12 420)	(38 691)
Profit (loss) per share basic and diluted	5	(NOK 0.03)	(NOK 0.04)	(NOK 0.14)
Profit (loss) for the period		(9 934)	(12 420)	(38 691)
Currency translation		(25)	17	(9)
Total comprehensive income for the period, net of tax		(9 959)	(12 403)	(38 700)

Consolidated statements of financial position

<i>Amounts in NOK 1000</i>	Note	31 March, 2012	31 March, 2011	31 December, 2011
ASSETS	6			
<u>Non-current assets</u>				
Property, plant and equipment	3	1 239	930	1 338
<u>Current assets</u>				
Trade and other receivables		3 073	1 827	3 027
Cash and cash equivalents		45 713	10 568	7 339
Total current assets		48 786	12 395	10 366
TOTAL ASSETS		50 025	13 325	11 704
EQUITY AND LIABILITIES				
<u>Equity</u>				
Ordinary shares	4	36 280	30 832	33 500
Share premium		82 183	21 762	41 405
Other paid-in equity		10 167	7 761	9 258
Currency translation		79	130	104
Retained earnings		(89 868)	(53 663)	(79 934)
Total equity		38 841	6 822	4 332
<u>Liabilities</u>	6			
Trade and other payables		10 184	6 503	7 372
Short term loan		1 000	-	-
Total liabilities		11 184	6 503	7 372
TOTAL EQUITY AND LIABILITIES		50 025	13 325	11 704

Consolidated statements of changes in equity

<i>Amounts in NOK 1000</i>	Note	Share capital	Share Premium	Other paid-in equity	Currency translation	Retained earnings	Total
Balance at 1 January 2012		33 500	41 405	9 258	104	(79 934)	4 332
Share issue to employees 28 February		30	204				235
Private placement 12 March		2 750	40 574				43 324
Share based compensation	4			909			909
Comprehensive income					(25)	(9 934)	(9 959)
Balance at 31 March 2012		36 280	82 183	10 167	79	(89 868)	38 841
Balance at 1 January 2011		30 649	19 233	6 247	113	(41 243)	14 999
Share issue 23 March		183	2 528				2 711
Share based compensation	4			912			912
Reversal of charges in a prior period			602				602
Comprehensive income					17	(12 420)	(12 403)
Balance at 31 March 2011		30 832	22 364	7 159	130	(53 663)	6 822
Balance at 1 January 2011		30 649	19 233	6 247	113	(41 243)	14 999
Share issue 23 March		183	2 528				2 711
Share based compensation	4			3 012			3 012
Reversal of charges in a prior period			602				602
Share issue 11 May, board remuneration		7					7
Share issue to employees 23 May		83	728				810
Warrants exercise 3-14 October		2 579	18 313				20 892
Comprehensive income					(9)	(38 691)	(38 700)
Balance at 31 December 2011		33 500	41 405	9 258	104	(79 934)	4 332

Consolidated cash flow statements

<i>Amounts in NOK 1000</i>	Note	1 January - 31 March, 2012	1 January - 31 March, 2011	1 January - 31 December, 2011
CASH FLOW FROM OPERATING ACTIVITIES				
Operating profit (loss)		(9 931)	(12 400)	(38 566)
Share based payment	4	909	912	3 012
Depreciation and impairment	3	83	54	313
Changes in working capital and non-cash items		2 730	4 159	3 739
Interest paid		-	-	(79)
Net cash from (used) on operating activities		(6 209)	(7 275)	(31 581)
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	3	-	(225)	(879)
Interest received		30	10	37
Net cash from (used) on investing activities		30	(215)	(842)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issuance of shares	4	43 559	-	21 709
Proceeds from short term loan (repayment)		1 000	-	-
Net cash from (used) on financing activities		44 559	-	21 709
Currency translation effects on cash and bank deposits		(6)	4	(0)
Net increase (decrease) in cash and bank deposits		38 374	(7 486)	(10 715)
Cash and bank deposits at the beginning of the period		7 339	18 054	18 054
CASH AND BANK DEPOSITS AT THE END OF THE PERIOD		45 713	10 568	7 339

The notes on the following pages are an integral part of this condensed interim financial report

Notes to the consolidated financial statements

Note 1 Information about the group

Thin Film Electronics ASA ("Thinfilm ASA" or "the company") was founded on 22 December 2005. Thin Film Electronics ASA group ("Thinfilm") consists of the parent company Thinfilm ASA and the subsidiaries Thin Film Electronics AB ("Thinfilm AB") and Thin Film Electronics Inc. ("Thinfilm Inc."). The group was formed on 15 February 2006 when Thinfilm ASA purchased the business and assets, including the subsidiary Thinfilm AB, from Thin Film OldCo AS ("OldCo"). Thinfilm Inc. was incorporated in US during April 2011. The accounting year corresponds to the calendar year. Thinfilm AB is held 100 per cent and has been consolidated from

15 February 2006. Thinfilm Inc. is held 100 per cent and has been consolidated from 1 May 2011.

The purpose of Thinfilm ASA is research, development, production and commercialization of technology and products of physical storage of information, as well as related activities including participation in other companies.

The Company is a public limited liability company incorporated and domiciled in Norway. The address of its registered office is Henrik Ibsens gate 100, Oslo, Norway. The company's shares were admitted to listing at the Oslo Axess on 30 January 2008.

Note 2 Basis of preparation, accounting policies, resolutions

This condensed interim financial report for first quarter of 2012 has been prepared in accordance with IAS 34 'Interim financial reporting'. The condensed consolidated interim financial report should be read in conjunction with the consolidated annual financial statements for 2011.

The IFRS accounting policies applied in this condensed consolidated interim financial report are consistent with those applied and described in the consolidated annual financial statements for 2011.

The going concern assumption has been applied when preparing this interim financial report. Moreover, the Board has formed a judgment that, as of the date of approving the financial statements, the Company has adequate resources to fund operations into 2013 or, alternatively, into 2014 if the outstanding and proposed warrants are exercised.

On 12 March 2012, Thinfilm accomplished a private placement of

25,000,000 new shares in the Company at a price of NOK 1.80 per share, thereby raising NOK 45 million in new capital. The Board points out that it has proposed to the annual general meeting in 2012 an issue of one warrant for every two shares subscribed for and allocated in the placement. The warrants will have an exercise price of NOK 2.20 per share, exercisable in March 2013. The Board has reasonable expectation that the warrants will be issued and exercised.

In addition, 23,064,000 warrants remain outstanding from the private placement in October 2010 (exercisable in the period 1 to 12 October 2012), which would raise gross NOK 23.1 million. Thus, the potential combined gross proceeds from these two warrant rounds are NOK 50.6 million.

This consolidated interim financial report has not been subject to audit. The report was resolved by the board of directors on 9 May 2012.

Note 3 Property, plant and equipment

<i>Amounts in NOK 1000</i>	Tangible assets
Three months ended 31 March 2012	
Net book value on 1 January 2012	1 338
Additions	0
Disposals	0
Depreciation, impairment and other movements	(99)
Net book value on 31 March 2012	1 239
Three months ended 31 March 2011	
Net book value on 1 January 2011	759
Additions	225
Disposals	0
Depreciation, impairment and other movements	(54)
Net book value on 31 March 2011	930
Year ended 31 December 2011	
Net book value on 1 January 2011	759
Additions	879
Disposals	0
Depreciation, impairment and other movements	(300)
Net book value on 31 December 2011	1 338

Note 4 Shares, warrants and subscription rights

<i>Number of shares</i>	Number of shares
Shares on January 1 2012	304 544 086
Share issue to employees 28 February	275 000
Private placement 12 March	25 000 000
Shares on 31 March 2012	329 819 086
Shares on January 1 2011	278 626 406
Share issue 23 March	1 663 680
Shares on 31 March 2011	280 290 086
Shares on 1 January 2011	278 626 406
Share issue 23 March	1 663 680
Share issue 11 May, board remuneration	60 000
Share issue to employees 23 May	750 000
Warrants exercised 3-14 October	23 444 000
Shares on 31 December 2011	304 544 086

<i>Number of warrants and subscription rights</i>	1 January - 31 March, 2012	1 January - 31 March, 2011	1 January - 31 December, 2011
Warrants and subscription rights opening balance	40 603 306	12 540 417	12 540 417
Grant of incentive subscription rights	600 000	2 000 000	7 700 000
Terminated, forfeited and expired subscription rights	(600 000)	-	(1 951 111)
Exercise of subscription rights	(275 000)	-	(750 000)
Allotment of warrants	-	-	46 628 000
Exercise and expiry of warrants	-	-	(23 564 000)
Warrants and subscription rights closing balance	40 328 306	14 540 417	40 603 306

Note 5 Profit (loss) per share

	1 January - 31 March, 2012	1 January - 31 March, 2011	1 January - 31 December, 2011
Profit (loss) attributable to shareholders (NOK 1000)	(9 934)	(12 420)	(38 691)
Weighted average basic number of shares in issue	309 919 642	278 775 950	284 578 310
Weighted average diluted number of shares	315 252 443	283 346 702	296 445 637
Profit (loss) per share, basic and diluted	(NOK 0.03)	(NOK 0.04)	(NOK 0.14)

When the period result is a loss, the loss per diluted number of shares shall not be reduced by the higher diluted number of shares, but the diluted result per share equals the result per basic number of shares.

The diluted number of shares has been calculated by the treasury stock method. If the exercise price of subscription rights exceeds the average share price in the period, the subscription rights are not counted as being dilutive.

Note 6 Contingent assets and liabilities

Thinfilm does not have any contingent assets or liabilities. Thinfilm has not issued any guarantees.

Note 7 Related party transactions

In the period 1 January - 31 March 2012, Thinfilm has recorded NOK 265 thousand for legal services provided by law firm Ræder, in which Thinfilm's chairman is a partner. John Markus Lervik, who at the date of this report controls about 8 per cent of the shares in Thinfilm, has charged NOK 350 thousand plus expenses for services provided January 1– March 31 2012.

Note 8 Events occurring after the balance sheet date

Between 31 March 2012 and the presentation of this condensed consolidated financial information, no events having any material impact on the result for the first quarter 2012 or the value of Thinfilm's assets and liabilities at 31 March 2012 have occurred.