

INTERIM REPORT

1 January to 30 June 2024

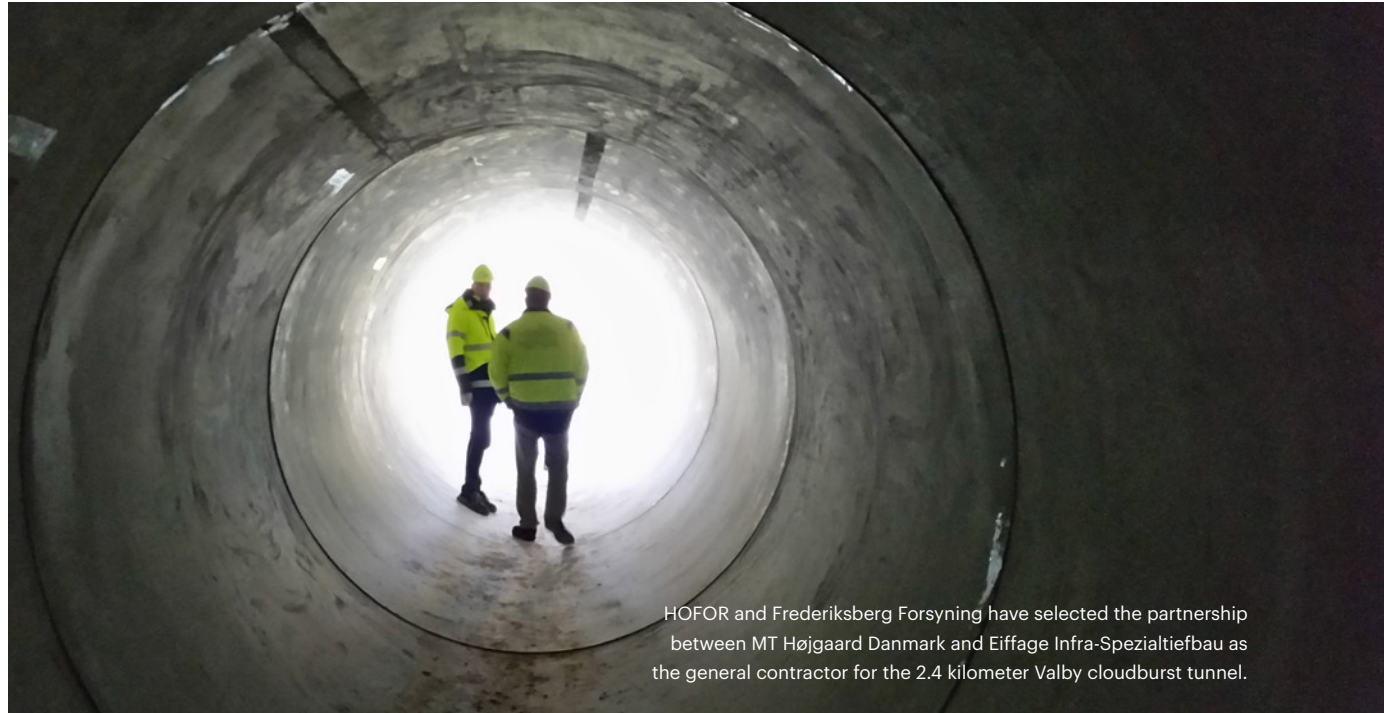


Second-quarter highlights

The Group improved its earnings in the second quarter of 2024, and recorded a growing order intake. The full-year guidance is maintained.

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Cover page photo: MT Højgaard Danmark is carrying out part of the E45 motorway extension for the Danish Road Directorate. The works are distributed on several contracts and include a section near Hedensted and four new bridges at Aarhus Nord.



HOFOR and Frederiksberg Forsyning have selected the partnership between MT Højgaard Danmark and Eiffage Infra-Spezialtiefbau as the general contractor for the 2.4 kilometer Valby cloudburst tunnel.

REVENUE

2.7 DKK billion
Q2 2023: DKK 2.5 billion

Consolidated revenue rose 8% organically. MT Højgaard Danmark was the main growth driver recording revenue growth of 8%, while Enemærke & Petersen and MT Højgaard Property Development recorded growth rates of 1% and 6%, respectively.

EBIT

124 DKK million
Q2 2023: DKK 84 million

EBIT grew 49% and the operating margin rose by 1.3 percentage points to 4.7%. All three business units improved their earnings, and notably in MT Højgaard Danmark.

ORDER INTAKE

2.8 DKK billion
Q2 2023: DKK 2.4 billion

The order intake rose 16% to a five-quarter high, driven by large infrastructure, energy, climate and housing refurbishment projects. MT Højgaard Danmark and Enemærke & Petersen both recorded rising order intakes.

ORDER BOOK

12.6 DKK billion
Q2 2023: DKK 15.1 billion

In addition to the DKK 12.6 billion order book, the Group had orders awarded but not yet contracted for DKK 0.9 billion, future production in strategic construction partnerships and framework agreements with an estimated value of DKK 5.4 billion and orders in joint ventures for DKK 0.8 million.

OUTLOOK FOR 2024

400-425 DKK million
2023: DKK 389 million

The outlook is unchanged: Operating profit (EBIT) is expected to be in the DKK 400-425 million range on revenue of DKK 10-10.5 billion. The outlook is supported by a healthy order book, a solid pipeline and a strong exposure to the growth segments of the market.

Consolidated financial highlights

Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD	2023 Full year	Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD	2023 Full year
INCOME STATEMENT						OTHER INFORMATION					
Revenue	2,665	2,473	4,958	4,628	9,788	Order intake	2,780	2,390	4,034	6,389	9,949
Gross profit/(loss)	178	158	340	286	701	Order book, end of period			12,581	15,105	13,505
Operating profit (EBIT)	124	84	219	139	389	Working capital			-499	-111	-669
Net financials	-18	-11	-22	-24	-59	Net interest-bearing deposit/debt (+/-)			87	-438	240
Net profit/(loss) for the period from continuing operations	81	55	152	89	305	EBITDA for the last 12 months (LTM)			568	452	494
Profit/(loss) for the period from discontinued operations	-29	-27	-97	-46	-201	Net interest-bearing debt relative to EBITDA ¹			-0.2	1.0	-0.5
Net profit/(loss) for the period	52	28	54	43	104	Average invested capital incl. goodwill			712	1,255	942
BALANCE SHEET						FINANCIAL RATIOS, %					
Non-current assets			1,185	1,315	1,124	Gross margin	6.7	6.4	6.8	6.2	7.2
Current assets			4,278	3,618	4,194	EBIT margin ²	4.7	3.4	4.4	3.0	4.0
Total assets			5,463	4,933	5,318	Return on invested capital incl. goodwill (ROIC) ³			65.8	27.7	41.3
Share capital			156	156	156	Return on invested capital incl. goodwill after tax ⁴			51.3	21.6	32.2
Equity			906	792	846	Return on equity (ROE)			6.2	5.6	13.1
Non-current liabilities			611	857	776	Solvency ratio			16.6	15.9	15.9
Current liabilities			3,947	3,284	3,696	Solvency ratio incl. subordinated loan			21.0	22.4	21.9
CASH FLOW						SHARE-RELATED RATIOS					
Cash flows from operating activities	-52	116	-97	160	793	Number of shares, end of period, million shares			7.8	7.8	7.8
Cash flows for investing activities, net	-22	-15	-5	-31	-15	Earnings per share (EPS), DKK			7.0	5.5	13.4
Of which for investments in property, plant and equipment	-27	-17	-39	-34	-82	Diluted earnings per share (EPS-D), DKK			7.0	5.4	13.3
Cash flows from financing activities	-15	-19	-103	-31	-228	Earnings per share from continuing operations, DKK			19.6	11.5	39.6
Net increase (decrease) in cash and cash equivalents	-90	82	-205	98	550	Diluted earnings per share from continuing operations, DKK			19.5	11.4	39.1
						Book value per share, DKK			116.3	100.8	108.2
						Total market capitalisation, DKK million			1,402	818	962

¹ Calculated on the basis of LTM EBITDA.

² Calculated as EBIT relative to revenue.

³ Based on LTM EBIT relative to the average invested capital for the year.

⁴ Based on LTM NOPAT (EBIT after tax) relative to the average invested capital for the year.

Second-quarter report

The Danish activities continued to experience profitable growth in the second quarter, recording the highest order intake in five quarters. The winding up of the international activities continued, weighing on the overall financial performance.

SECOND-QUARTER RESULTS

The second quarter was characterised by stable production and order book execution, growing order inflows and continued progress in earnings in the continuing, Danish business.

Revenue rose by 8% to DKK 2,665 million; operating profit (EBIT) rose 49% to DKK 124 million; and the operating margin improved to 4.7%. All three business units contributed to the improvement.

MT Højgaard Danmark built on the momentum of recent quarters with robust operations, higher activity and better margins. Enemærke & Petersen delivered a solid and slightly improved financial result, reflecting the decreasing effect of projects with lower earnings. MT Højgaard Property Development improved its earnings by, among other things, selling a large plot in Korsør as part of its ongoing focus on reducing capital tied up in the portfolio of building plots.

ORDER INTAKE

The business units contracted new orders and extra works to the value of DKK 2,780 million in the second quarter, an increase of 16% on the second quarter of 2023. Enemærke & Peters-

en's order intake was 32% higher, while MT Højgaard Danmark saw an increase of 23%. MT Højgaard Property Development, on the other hand, recorded a lower order intake.

The order intake represented a five-quarter high, with growth driven in particular by the construction and refurbishment of social housing. Some of the most important new assignments were:

- Stage four of the expansion of the Port of Rønne, valued at a little over DKK 500 million
- Refurbishment of the Lønstrupgård housing association in Vanløse, with a contract amount of a little over DKK 400 million
- Works to extend the E45 motorway in eastern Jutland, with a total value of around DKK 350 million
- MT Højgaard Danmark also won a joint operations contract for constructing the Valby cloudburst tunnel. The order value is around DKK 490 million, and MT Højgaard Danmark's share is a little over half.

Furthermore, MT Højgaard Danmark entered into a framework agreement on transformer stations in western Denmark. The agreement is

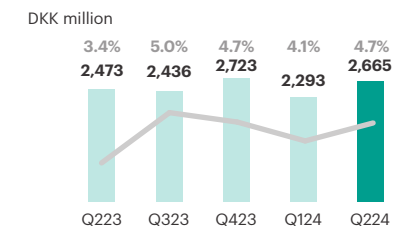
a partnership with Siemens Energy, Bravida and Rambøll, and is expected to run for eight years.

Thirty-three percent of the order intake in the second quarter of 2024 came from partnerships and other collaborative projects, which was an increase of eight percentage points compared to the second quarter of 2023.

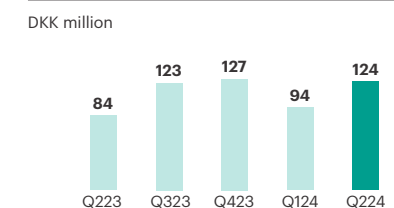
The order intake includes a few projects that were originally expected to be completed in the first quarter, and in the second quarter decisions regarding some orders were deferred to the third quarter or later. In spite of the adjustments, demand basically remains strong in areas such as refurbishment of social housing, capacity expansions in parts of the industry, modernisation of private and public buildings, and civil engineering work such as infrastructure, energy and climate adaptation projects. On the other hand, newbuilds of residential buildings remain affected by the interest rate level, and the tendering market remains characterised by fierce price competition, with many bidders for the projects.

The business units maintain their cautious and

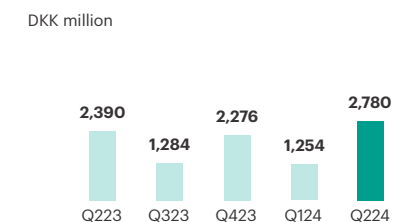
Revenue and operating margin



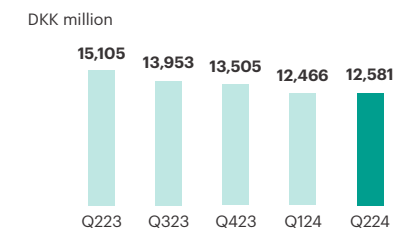
Operating profit



Order intake



Order book



selective approach to new projects, and contribution ratios on new orders have improved gradually during the past 12 months.

ORDER PORTFOLIO

The order book stood at DKK 12.6 billion at 30 June, against DKK 15.1 billion at the end of the first half of 2023. The order book was widely spread across segments, project sizes and geography, and 37% came from partnerships and other collaborative projects.

In addition to the DKK 12.6 billion of final, unconditional orders, the Group had orders awarded but not yet contracted to the value of DKK 0.9 billion, for which contracts are expected to be signed this year. To this figure

should be added future assignments in partnerships and framework agreements with an estimated value of around DKK 5.4 billion, and orders in joint ventures valued at a little over DKK 0.8 billion.

The combined order book of some DKK 20 billion corresponds to twice the expected revenue in 2024, providing continued robustness to market and demand fluctuations.

STRATEGIC FOCUS

MT Højgaard Holding strengthened its strategic focus on the Danish core business in the second quarter.

On 30 June, Enemærke & Petersen acquired 40% of the shares of NemByg, completing the gradual generational change initiated in 2021 with the acquisition of the first 60%. The DKK 80 million payment for the remaining 40% was made on 1 July, i.e. in the third quarter. The reason that the price was higher than previously announced is that the expected annual dividend distribution immediately before the acquisition was not carried out. The Esbjerg-based contractor has undergone a strong development under the ownership of Enemærke & Petersen – most recently reporting strong financial results in the second quarter. The company will continue under its own name focusing on the southern and south-western parts of Jutland.

As part of the settlement of the international activities, the sale of the 60% ownership interest in the Portuguese company Seth was completed on 30 June, which means MT Højgaard Holding no longer has activities in Portugal or Africa. Net proceeds from the sale were DKK 56 million, with the buyer providing a guarantee for the outstanding part of the payment.

After the divestments in the first quarter of an operation at Thule Air Base and a company in the Faroe Islands, the Group now only needs to wind up the activities in Greenland, where selling processes are underway for the power and technical activities in Arssarnerit, the contracting business MT Højgaard Grønland, a concrete element factory and two camps. On the last remaining contract – the new airport in Nuuk – the terminal and the traffic control tower were handed over to the client, and a service building is close to completion, which means the airport may be taken into use as scheduled in the fourth quarter.

The aim is still to settle all international activities by the end of the year.

RESULTS IN THE FIRST HALF

Comparative figures for the first half of 2023 are shown in brackets.

Revenue was up by 7% to DKK 4,958 million in the first half (2023: DKK 4,628 million), driven by 9% growth in MT Højgaard Danmark. Enemærke & Petersen raised its top line by 1%, while revenue for MT Højgaard Property Development was down 30%.

Amounts in DKK million	YTD 2024				YTD 2023			
	Revenue	EBIT	Order intake	Order book	Revenue	EBIT	Order intake	Order book
MT Højgaard Danmark	2,865	162	2,122	6,897	2,618	97	4,143	9,001
Enemærke & Petersen	1,976	63	1,881	5,109	1,958	73	2,034	5,747
MT Højgaard Property Development	164	1	46	599	233	-5	235	475
Other, including eliminations	-47	-7	-15	-24	-181	-26	-23	-118
MT Højgaard Holding Group	4,958	219	4,034	12,581	4,628	139	6,389	15,105

Amounts in DKK million	Q2 2024				Q2 2023			
	Revenue	EBIT	Order intake	Order book	Revenue	EBIT	Order intake	Order book
MT Højgaard Danmark	1,538	90	1,593	6,897	1,429	55	1,293	9,001
Enemærke & Petersen	1,030	40	1,156	5,109	1,023	40	877	5,747
MT Højgaard Property Development	115	5	43	599	109	-3	226	475
Other, including eliminations	-18	-11	-12	-24	-88	-8	-6	-118
MT Højgaard Holding Group	2,665	124	2,780	12,581	2,473	84	2,390	15,105

Partnerships and other collaboration projects contributed 43% of revenue, which was an increase of 7 percentage points.

Operating profit (EBIT) rose 57% to DKK 219 million (2023: DKK 139 million), and the operating margin improved to 4.4% (2023: 3.0%). The improvement was driven in particular by MT Højgaard Danmark, which raised its operating margin to 5.7% (2023: 3.7%).

MT Højgaard Property Development also improved its earnings, and there was a contribution from a drop in unallocated costs in Holding. On the other hand, Enemærke & Petersen saw a drop in earnings because of a few projects with lower earnings, but the effect waned from the first quarter to the second quarter.

The operating profit also included income from the settlement of old disputes.

Return on invested capital (ROIC) incl. goodwill after tax improved to 51.3% (2023: 21.6%), owing to efforts to increase operating profits and improve working capital management.

Net financials showed a loss of DKK 22 million (2023: loss of DKK 24 million). Higher interest income from cash deposits partly offset an adjustment of DKK -11 million on the debt obligation to buy the remaining shares in NemByg, because Enemærke & Petersen acquired the shares on the basis of a performance-based earn-out model.

The profit after tax from continuing operations rose to DKK 152 million (2023: DKK 89 million). This improvement was partly offset by a higher loss from discontinuing operations of DKK 97 million (2023: DKK 46 million), which was mainly attributable to Greenland and included additional costs of completing the airport in Nuuk and other projects to unwind the activities there. The profit from discontinued operations also included a foreign exchange effect of DKK -8 million for Seth in connection with the divestment of the company. The effect was caused by the accumulated impact of translation from functional currency to presentation currency over the course of the years.

Profit for the period was therefore DKK 54 million (2023: DKK 43 million).

EQUITY

Equity increased to DKK 906 million from DKK 846 million at 31 December 2023 and DKK 792 million at 30 June 2023. The solvency ratio was 16.6% (2023: 15.9%) and 21.0% including a subordinated loan from Knud Højgaards Fond. During the half-year period, the loan from the foundation was reduced from DKK 320 million to DKK 240 million in line with a repayment schedule.

CASH FLOWS AND DEBT

Cash flows from operating activities showed an outflow of DKK 97 million (2023: inflow of DKK 160 million). The fall was mainly due to the large operating loss in discontinuing operations, changes in working capital, and tax payments.

Compared with the end of the first half of 2023, working capital improved by DKK 388 million, but relative to 31 December it had reduced by DKK 170 million. The reduction since the turn of the year was due primarily to an increase in receivables.

The net interest-bearing debt was a deposit of DKK 87 million: a decrease of DKK 153 million from 31 December but an increase of DKK 526 million from the first half of 2023, driven especially by the improved working capital.

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MT Højgaard Property Development is transforming the old Dalum Papirfabrik into a new, 'green' district with residential rental apartments, owner-occupied residential units, senior co-living units, shops and commercial units. The residential rental flats are certified to the DGNB Gold standard, while the owner-occupied residential units are certified to the Nordic Swan Label standard.



Outlook for 2024

MT Højgaard Holding still expects to improve its operating profit for the sixth consecutive year.

The Group retains its guidance for the full year on the basis of the strong results of the first half of 2024 and the bright outlook for the second half of the year. Revenue is still expected to be in the range of DKK 10-10.5 billion, for a 2%-7% increase on 2023. Operating profit (EBIT) is still expected to be in the range of DKK 400-425 million, which will be an improvement of 3%-9% relative to 2023.

The outlook is supported by a healthy order book, a solid pipeline and a strong exposure to the growth segments of the market. At the end of June, 92% of the Group's expected revenue from construction and engineering projects was contracted. At 96%, order coverage was highest in Enemærke & Petersen, which had the lowest order coverage after the first quarter. In addition, the Group has orders awarded but not

yet contracted to the value of about DKK 0.9 billion, for which contracts are expected to be signed this year. In other words, expectations are resilient to demand and market fluctuations.

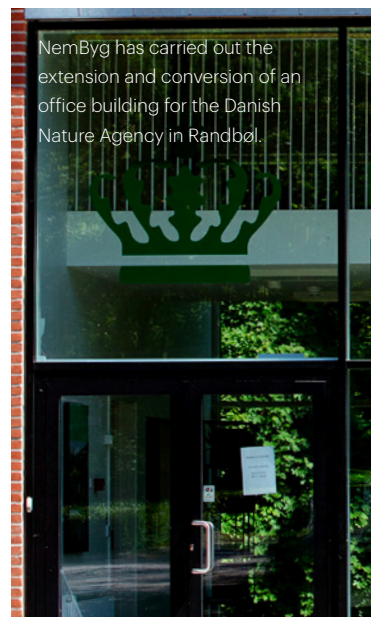
Based on the known phasing of projects and orders, the level of activity in the second half of the year is expected to be on a par with the first half, although the first quarter was impacted by income from the settlement of old disputes. MT Højgaard Danmark is expected to provide the largest contribution to earnings growth through improved capacity utilisation, higher contribution ratios and optimised project processes. Enemærke & Petersen and MT Højgaard Property Development experienced a slow start to the year, but both are expected to see earnings stabilise in the second half.

The Group will remain focused on achieving a reasonable return on the invested capital and on consolidating recent years' improvements in working capital and cash flows. The Group will also still focus on enhancing value chain efficiency, from submission of tenders to handover of the final projects.

The loss from "Discontinuing operations" is expected to be lower than in 2023, following the sale of Scandi Byg, RTS Contractors and Seth. Focus is now exclusively on settling the remaining activities in Greenland.

FORWARD-LOOKING STATEMENTS

The interim report contains forward-looking statements, including projections of financial performance in 2024, which, by their nature, involve risks and uncertainties that may cause actual performance to differ from that contained in the forward-looking statements. Reference is made to the risk section on pages 35-37 of the annual report.



REVENUE

10.0-10.5 DKK billion

Outlook 2024 10,0-10,5 DKK billion

Realised 2023 9,8 DKK billion

OPERATING PROFIT (EBIT)

400-425 DKK million

Outlook 2024 400-425 DKK million

Realised 2023 389 DKK million

OTHER ASSUMPTIONS

Key assumptions relating to the Danish market in 2024:

- No growth is expected in overall demand for construction and civil engineering projects, but there will be growth pockets in the market representing good opportunities for MT Højgaard Holding's business units.
- Demand is expected to remain fairly strong for civil engineering and infrastructure projects, underpinned by public investments in infrastructure, climate adaptation, expansion of the energy grid and the green transition.
- More public funds are expected to be allocated to modernising the buildings of the Danish Armed Forces and to investments in eldercare and healthcare. Schools and day care centres are expected to remain a large activity area.
- Within commercial buildings, growth opportunities are expected in selected segments,

generally within refurbishment and green transition projects.

- Expectations are for solid activity in the refurbishment of private and social residential buildings, while newbuilds of private residential buildings are likely to still be affected by high interest rates. If inflation remains under control, additional rate cuts are expected in the second half of the year.
- Strong interest is expected in collaboration-based projects in which clients, contractors and advisers join forces to develop projects and ensure buildability within agreed scopes and terms.
- Postponements of project start-ups or delays in contract signing may occur, but the effect is assumed to be limited.

Acquisition or divestment of enterprises and activities may affect the full-year outlook.



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HEADQUARTERS,
VANDMILJØ RANDERS

The period in numbers

REVENUE

1,538
DKK million

OPERATING PROFIT

90
DKK million

ORDER INTAKE

1,593
DKK million

ORDER BOOK

6,897
DKK million

GOOD FIRST HALF-YEAR WITH A HIGH LEVEL OF ACTIVITY

MT Højgaard Denmark is looking back at a successful first half-year of strong activity. The financial results of the period continued to show stable and robust production and operations. The strong revenue, especially in the second quarter, was driven by the many ongoing projects with several large projects in the construction phase resulting in high activity.

Second-quarter revenue was DKK 1,538 million (2023: DKK 1,429 million), and first-half revenue amounted to DKK 2,865 million (2023: DKK 2,618 million). Operating profit in the second quarter was DKK 90 million (2023: DKK 55 million), and first-half operating profit was DKK 162 million (2023: DKK 97 million).

SPECIAL PROJECTS AND INITIATIVES

In the second quarter, MT Højgaard Denmark signed a new framework agreement with Energinet. Running for up to eight years, the agreement covers a collaboration with Siemens Energy, Bravida and Rambøll to extend and refurbish transformer stations in western Denmark. The agreement is the result of MT Højgaard Denmark's focus on the energy sector and the green transition, while also underlining the importance of being able to form the right partnerships on large project portfolios.

At the beginning of June, the contract for stage four of the Port of Rønne was finalised. In continuation of the collaboration with the client on the completed stage two and ongoing stage three of the project, MT Højgaard Denmark will be in charge of the further future-proofing of the port. The hydraulic engineering project is one of Denmark's largest ongoing port projects.

In the second quarter, MT Højgaard Denmark entered into a joint operations project with French contracting group Eiffage, to build a new cloudburst tunnel in Valby. The tunnel is scheduled for completion in 2028.

ORDER INTAKE AND ORDER BOOK

The second-quarter order intake was DKK 1,593 million (2023: DKK 1,293 million), and the total first-half order intake was DKK 2,122 million (2023: DKK 4,143 DKK million). In the first half of 2023, the order intake was extraordinarily high due to a single order of DKK 2 billion.

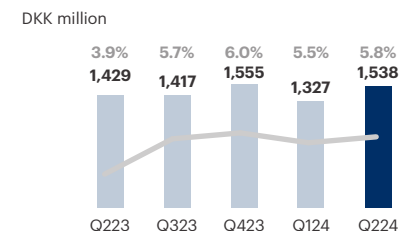
MT Højgaard Denmark continues to look into a large pool of new tender opportunities. Many new and attractive projects are underway in the market, especially within energy, infrastructure, residential refurbishment and the pharma industry.

At the end of the first half of the year, the order book amounted to DKK 6,897 million (2023: DKK 9,001 million), excluding joint ventures and long-term framework agreements.

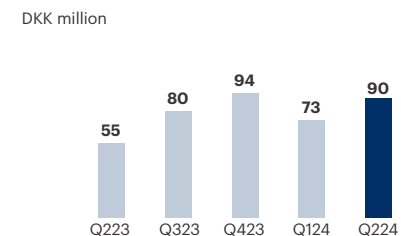
MAJOR NEW PROJECTS IN Q2

- Refurbishment of residential rental units at Håndværkerparken in Aarhus
- New university college for UCL at the port of Svendborg
- Expansion of the Port of Rønne, stage four
- 2-kilometer expansion of the E45 motorway at Hedensted
- Engineering works for Valby cloudburst tunnel (joint operations with Eiffage)
- Framework agreement on Energinet's transformer stations in western Denmark (partnership with Siemens Energy, Bravida and Rambøll)

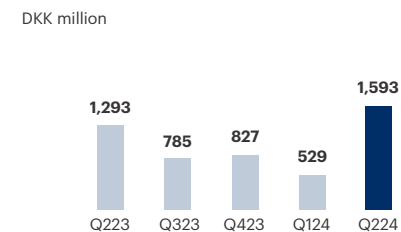
Revenue and operating margin



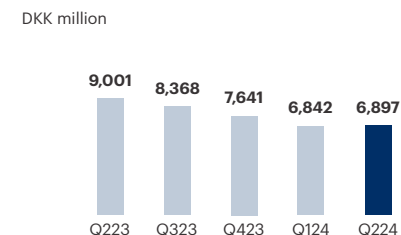
Operating profit



Order intake



Order book





RESIDENTIAL CONSTRUCTION
DALUM PAPIRFABRIK
Photo: Pernille Greve

STRONG SECOND QUARTER, BUT PROJECT EARNINGS UNDER PRESSURE IN SOME AREAS

First-half revenue was DKK 1,976 million (2023: DKK 1,958 million) and thus on a par with the same period last year, driven especially by strong activity in Enemærke & Petersen A/S. Revenue in the second quarter was DKK 1,030 million, which was an improvement on the first quarter of 2024 and on a level with the same quarter last year.

Operating profit in the first half of the year was DKK 63 million (2023: DKK 73 million). The year-on-year reduction was due primarily to a few negative project adjustments in Enemærke & Petersen. Operating profit in the second quarter was DKK 40 million (2023: DKK 40 million), with NemByg delivering a particularly strong result with some projects appreciating in value.

SPECIAL PROJECTS AND INITIATIVES

In the second quarter, Enemærke & Petersen handed over the refurbishment of the Bartholin building at Aarhus University. The building houses research and teaching facilities at the Department of Biomedicine. All laboratory buildings underwent complete energy renovation, while the interiors of three of the buildings were totally refurbished.

Both Enemærke & Petersen and Raunstrup completed major construction projects at Dalum Papirfabrik in the second quarter. Enemærke & Petersen handed over Kalendarhuset as the first project in the building partnership LIVA with Civica. Raunstrup handed over the ninth and final residential block with 80 owner-occupied flats to Niam, which has now taken over all 301 flats in Dalum.

In the second quarter, NemByg handed over a newly constructed office building and a small conversion of an existing office building for the Danish Nature Agency in Randbøl. The new office building is a two-storey building, housing around 42 office workspaces.

ORDER INTAKE AND ORDER BOOK

The order intake for the first half of 2024 was DKK 1,881 million (2023: DKK 2,034 million). The lower order intake was primarily due to the postponement of decisions to award orders both in the tendering market and in the Liva partnership. At the end of June, Enemærke & Petersen entered into a new agreement in the &os partnership on the refurbishment of the Lønstrupgård housing association in Valby. With a contract amount of more than DKK 400 million, Lønstrupgård is the largest single order in Enemærke & Petersen's strategic building partnerships.

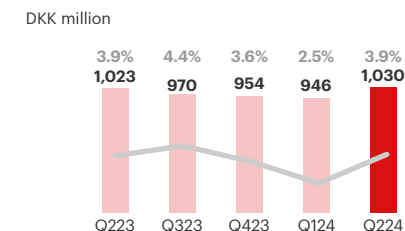
Prospects for the tendering market continue to look favourable, with tenders for many attractive projects for Enemærke & Petersen and the subsidiaries Raunstrup and NemByg. New orders from the Trust 2 building partnership are not expected to be awarded before the end of 2024.

The order book at the end of the first half-year amounted to DKK 5,109 million (2023: DKK 5,747 million). The lower order book relative to the same time last year was due especially to the effect of the lower order intake in the second half of 2023 and a low order intake in the first quarter of 2024.

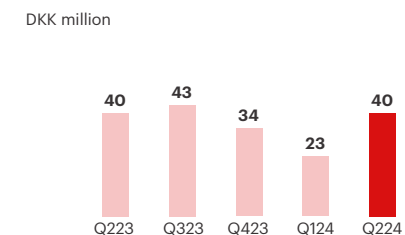
MAJOR NEW PROJECTS IN Q2

- Refurbishment of AAB Afd. 17, Copenhagen (E&P)
- New office property at Nordhavn for NREP (E&P)
- Refurbishment of Lønstrupgård in Vanløse for the &os partnership (E&P)
- Conversion of office building interior for Tetrapak in Højbjerg (Raunstrup)
- Refurbishment of community centre in Ølgod for the Municipality of Varde (NemByg)
- Construction of new day care centre for the Municipality of Vejen (NemByg)
- Refurbishment of roofs, facades and flats for AAB Kolding/Bovia, afd. 23 (NemByg)

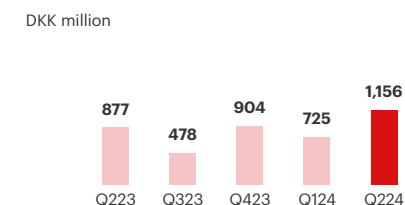
Revenue and operating margin



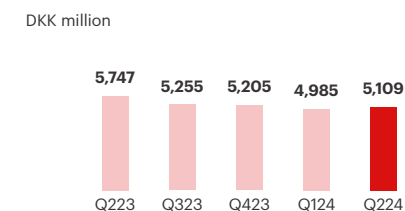
Operating profit



Order intake



Order book



The period in numbers

REVENUE

1,030
DKK million

OPERATING PROFIT

40
DKK million

ORDER INTAKE

1,156
DKK million

ORDER BOOK

5,109
DKK million



^
COHOUSING COMMUNITY RULLESTENEN, ROSKILDE

PERFORMANCE IN LINE WITH EXPECTATIONS

MT Højgaard Property Development's results developed as expected in the first half of the year. Revenue amounted to DKK 164 million (2023: DKK 233 million) due to a lower level of activity in the first quarter compared with the same period last year. Second-quarter revenue was DKK 115 million (2023: DKK 109 million).

Operating profit in the first half of the year was DKK 1 million (2023: loss of DKK 5 million), while the operating profit in the second quarter was DKK 5 million. The positive performance was driven by the sale of several properties and positive operational performance in the PPP businesses. Revenue and operating profit are both expected to develop favourably as a number of large projects will be realised over the course of the second half of 2024.

The value of the portfolio of building plots was DKK 285 million at the end of the first half of 2024 (2023: DKK 348 million). The decline was due to the selling of properties during 2023; the selling of residential buildings for private customers; and the sale of a property in Korsør during the first half of 2024.

SPECIAL PROJECTS AND INITIATIVES

During the first two quarters of the year, MT Højgaard Property Development focused on assessing the development potential of a number of plots and properties in its own portfolio. One result of the review was the divestment of an undeveloped plot in Korsør. The sustained prioritisation of plots and properties may result in additional divestments in the second half of the year, subject to the right commercial conditions.

Driven by interest rate developments and other factors, housing sales recovered in the second quarter, leading to the sale of a number of residential buildings at Teglsøerne in Nivå and Rullestene in Roskilde. The positive performance also affected housing sales at Dalum Papirfabrik, where the erection of terraced houses, initially in two stages, is underway, while a third stage is currently projected to commence during the second half of 2024.

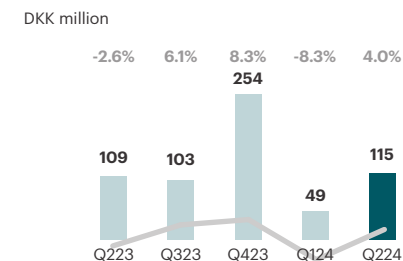
The erection of a 22,000 sqm mixed-use property in Copenhagen's South Harbour district is proceeding as planned. Containing office, residential and retail units, the property will start to be visible above ground within the next six months.

In MT Højgaard Property Development's sustainability department, the first two quarters of the year were spent, among other things, on a number of interesting external assignments, complementing the portfolio of in-house assignments. There is still a focus on building certification projects, but there is also a growing demand for advice on the EU Taxonomy and how it should be incorporated into projects at an early stage. Furthermore, there is a growing amount of interest in how to incorporate nature and biodiversity considerations as part of the designing and planning of new development areas.

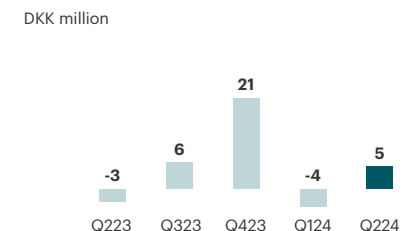
ORDER INTAKE AND ORDER BOOK

The order intake for the first half of 2024 was DKK 46 million (2023: DKK 235 million). The order book at 30 June amounted to DKK 599 million (2023: DKK 475 million).

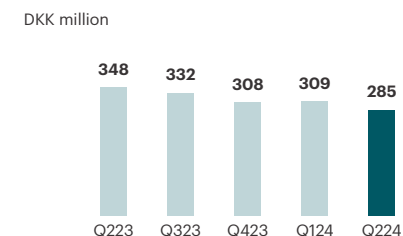
Revenue and operating margin



Operating profit



Portfolio of building plots*



* Excluding own building projects

The period in numbers

REVENUE

115
DKK million

OPERATING PROFIT

5
DKK million

ORDER INTAKE

43
DKK million

ORDER BOOK

599
DKK million



1 JANUARY TO 30 JUNE 2024

Consolidated financial statements

<

In June, MT Højgaard Danmark was granted permission to commence the next stage of the expansion of the Port of Rønne. In the first stage of the expansion, the existing outer pier was demolished.

Income statement

Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD	2023 Full year
Revenue	2,664.7	2,472.5	4,957.7	4,628.3	9,788.2
Production costs	-2,487.0	-2,314.9	-4,618.2	-4,342.1	-9,087.5
Gross profit/(loss)	177.7	157.6	339.5	286.2	700.7
Distribution costs	-33.0	-28.7	-63.1	-54.0	-105.8
Administrative expenses	-34.5	-51.5	-87.4	-103.7	-248.3
Profit/(loss) before share of profit/(loss) of joint ventures	110.2	77.4	189.0	128.5	346.6
Share of profit/(loss) of joint ventures	14.2	6.2	29.6	10.8	42.5
EBIT	124.4	83.6	218.6	139.3	389.1
Financial income	5.3	3.7	13.6	6.3	13.7
Financial expense	-23.6	-14.5	-35.6	-30.1	-72.7
Profit/(loss) before tax from continuing operations	106.1	72.8	196.6	115.5	330.1
Tax on profit/(loss) for the period from continuing operations	-25.5	-18.0	-45.0	-27.0	-25.2
Net profit/(loss) for the period from continuing operations	80.6	54.8	151.6	88.5	304.9
Profit/(loss) for the period after tax from discontinued operations	-28.8	-26.9	-97.2	-45.9	-201.3
Net profit/(loss) for the period	51.8	27.9	54.4	42.6	103.6
Attributable to:					
Shareholders of MT Højgaard Holding A/S	51.8	28.0	54.4	42.4	103.2
Non-controlling interests	-	-0.1	-	0.2	0.4
Total	51.8	27.9	54.4	42.6	103.6

Statement of comprehensive income

Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD	2023 Full year
Net profit/(loss) for the period	51.8	27.9	54.4	42.6	103.6
Other comprehensive income					
Items that may be reclassified to the income statement:					
Foreign exchange adjustments arising on translation of foreign entities	-0.1	-	0.7	-0.6	-2.6
Reclassification of foreign exchange adjustments to the income statement in connection with divestments, discontinued operations	7.8	-	7.8	-	-
Other comprehensive income after tax	7.7	-	8.5	-0.6	-2.6
Total comprehensive income	59.5	27.9	62.9	42.0	101.0
Attributable to:					
Shareholders of MT Højgaard Holding A/S	59.5	28.0	62.9	41.8	100.6
Non-controlling interests	-	-0.1	-	0.2	0.4
Total	59.5	27.9	62.9	42.0	101.0

Balance sheet

Amounts in DKK million	2024 30-06	2023 30-06	2023 31-12
ASSETS			
Non-current assets			
Intangible assets	393.0	413.8	399.8
Property, plant and equipment	273.5	331.2	248.4
Lease assets	156.1	258.0	133.8
Investments in joint ventures	66.0	74.3	51.8
Other investments	26.8	-	26.9
Receivables	84.0	49.8	78.8
Deferred tax assets	185.4	187.8	184.2
Total non-current assets	1,184.8	1,314.9	1,123.7
Current assets			
Inventories	410.9	508.8	393.6
Receivables	2,160.7	2,110.4	2,006.1
Contract assets	647.9	373.1	450.8
Income tax	-	-	0.1
Prepayments	65.8	33.0	29.6
Cash and cash equivalents	731.5	484.8	936.4
	4,016.8	3,510.1	3,816.6
Assets held for sale	261.6	107.5	377.4
Total current assets	4,278.4	3,617.6	4,194.0
Total assets	5,463.2	4,932.5	5,317.7

Amounts in DKK million	2024 30-06	2023 30-06	2023 31-12
EQUITY AND LIABILITIES			
Equity			
Share capital	155.7	155.7	155.7
Translation reserve	-0.1	1.2	-0.8
Retained comprehensive income	749.9	627.9	689.3
Equity attributable to shareholders	905.5	784.8	844.2
Non-controlling interests	-	7.3	1.3
Total equity	905.5	792.1	845.5
Non-current liabilities			
Deferred tax liabilities	34.7	40.7	36.4
Provisions	138.3	145.9	142.4
Mortgage debt	29.9	35.0	30.6
Lease liabilities	154.6	226.4	152.5
Subordinated loan	160.0	240.0	240.0
Other liabilities	93.0	168.5	174.2
Total non-current liabilities	610.5	856.5	776.1
Current liabilities			
Mortgage debt	1.5	1.8	1.5
Bank loans	-	104.1	0.4
Lease liabilities	63.3	69.0	58.7
Subordinated loan	80.0	80.0	80.0
Contract liabilities	1,582.6	1,134.3	1,306.4
Trade payables	1,536.0	1,339.0	1,499.9
Other liabilities	383.5	298.1	384.7
Income tax	37.7	37.4	15.6
Provisions	103.3	104.5	146.8
Deferred income	2.3	2.2	3.6
	3,790.2	3,170.4	3,497.6
Liabilities related to assets held for sale	157.0	113.5	198.5
Total current liabilities	3,947.2	3,283.9	3,696.1
Total liabilities	4,557.7	4,140.4	4,472.2
Total equity and liabilities	5,463.2	4,932.5	5,317.7

Statement of cash flows

Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD	2023 Full year	Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD	2023 Full year
Operating profit (EBIT)	124.4	83.6	218.6	139.3	389.1	Purchase of intangible assets	-1.2	-0.4	-2.4	-2.7	-6.9
Operating profit (EBIT) from discontinued operations	-20.1	-43.5	-85.2	-67.0	-263.0	Purchase of property, plant and equipment	-27.4	-17.3	-38.9	-34.3	-82.4
Adjustments for non-cash operating items etc.	33.8	59.8	41.1	103.3	265.8	Sale of property, plant and equipment	5.0	0.5	10.0	2.5	29.0
Cash flows from operating activities before working capital changes	138.1	99.9	174.5	175.6	391.9	Sale of companies and activities	-	-	11.7	-	19.9
Changes in working capital						Acquisition of enterprises and activities	-	-	-	-0.2	0.9
Inventories	10.9	-23.8	10.3	-64.7	29.9	Dividends from joint ventures	1.4	2.2	15.3	4.1	4.1
Receivables	-64.7	-171.0	-169.8	-82.3	-52.5	Loans to joint ventures	-0.2	-	-0.8	-	20.7
Construction contracts in progress	-104.2	-57.2	70.0	229.3	262.7	Cash flows from investing activities	-22.4	-15.0	-5.1	-30.6	-14.7
Trade and other current payables	-20.1	275.2	-143.8	-75.9	211.0	Loan financing:					
Cash flows from operations (operating activities)	-40.0	123.1	-58.8	182.0	843.0	Decrease in bank loans	-0.4	-0.5	-1.2	-1.3	-132.3
Financial income	5.3	3.7	13.6	6.3	13.7	Decrease in lease debt	-15.9	-18.8	-30.9	-39.9	-106.6
Financial expense	-13.5	-14.0	-26.0	-29.8	-61.1	Decrease in loans from related parties	-	-	-80.0	-80.0	-80.0
Income taxes paid	-3.8	3.2	-25.3	1.7	-3.0	Raising of debt with credit institutions	0.9	-	8.8	100.0	105.0
Cash flows from operating activities	-52.0	116.0	-96.5	160.2	792.6	Shareholders:					
						Dividends to non-controlling interests	-	-	-	-10.0	-14.0
						Cash flows from financing activities	-15.4	-19.3	-103.3	-31.2	-227.9
						Cash flows for the period	-89.8	81.7	-204.9	98.4	550.0
						Cash and cash equivalents, beginning of period	821.3	403.1	936.4	386.4	386.4
						Cash and cash equivalents, end of period	731.5	484.8	731.5	484.8	936.4

Statement of changes in equity

Amounts in DKK million

2024

	Share capital	Translation reserve	Retained comprehensive income	Equity attributable to shareholders	Non-controlling interests	Total equity
Equity at 01-01	155.7	-0.8	689.3	844.2	1.3	845.5
Net profit/(loss) after tax	-	-	54.4	54.4	-	54.4
Other comprehensive income:						
Foreign exchange adjustments arising on translation of foreign entities	-	0.7	7.8	8.5	-	8.5
Transactions with owners:						
Share-based payments	-	-	-1.6	-1.6	-	-1.6
Disposals non-controlling interests	-	-	-	-	-1.3	-1.3
Equity at 30-06	155.7	-0.1	749.9	905.5	-	905.5

Amounts in DKK million

2023

	Share capital	Translation reserve	Retained comprehensive income	Equity attributable to shareholders	Non-controlling interests	Total equity
Equity at 01-01	155.7	1.8	576.5	734.0	17.1	751.1
Net profit/(loss) after tax	-	-	42.4	42.4	0.2	42.6
Other comprehensive income:						
Foreign exchange adjustments arising on translation of foreign entities	-	-0.6	-	-0.6	-	-0.6
Transactions with owners:						
Share-based payments	-	-	9.0	9.0	-	9.0
Dividends non-controlling interests	-	-	-	-	-10.0	-10.0
Equity at 30-06	155.7	1.2	627.9	784.8	7.3	792.1

Notes

Note 1 Revenue and segment information

Q2 2024							
Amounts in DKK million	MT Højgaard Danmark	Enemærke & Petersen	MT Højgaard Property Devel- opment	Reportable segments	Other	Eliminations	Group
Construction contracts	1,532.5	982.5	99.1	2,614.1	-	-	2,614.1
Project development	-	-	13.5	13.5	-	-	13.5
Services	2.8	32.5	1.7	37.0	0.1	-	37.1
Revenue to external customers	1,535.3	1,015.0	114.3	2,664.6	0.1	-	2,664.7
Intersegment revenue	2.9	15.6	0.6	19.1	23.4	-42.5	-
Total revenue	1,538.2	1,030.6	114.9	2,683.7	23.5	-42.5	2,664.7
Depreciation	-9.9	-9.4	-0.1	-19.4	-4.0	-	-23.4
Profit/(loss) from joint ventures	12.9	-	1.3	14.2	-	-	14.2
Operating profit (EBIT)	89.7	40.0	4.6	134.3	-9.9	-	124.4
Total assets	3,722.0	2,103.5	537.5	6,363.0	974.3	-1,874.1	5,463.2
Total liabilities	2,510.1	1,538.7	435.7	4,484.5	1,947.3	-1,874.1	4,557.7

Q2 2023							
Amounts in DKK million	MT Højgaard Danmark	Enemærke & Petersen	MT Højgaard Property Devel- opment	Reportable segments	Other	Eliminations	Group
Construction contracts	1,385.2	909.6	102.9	2,397.7	-	-	2,397.7
Project development	-	-	-	-	-	-	-
Services	39.9	28.4	4.1	72.4	2.4	-	74.8
Revenue to external customers	1,425.1	938.0	107.0	2,470.1	2.4	-	2,472.5
Intersegment revenue	4.3	85.6	1.2	91.1	31.4	-122.5	-
Total revenue	1,429.4	1,023.6	108.2	2,561.2	33.8	-122.5	2,472.5
Depreciation	-8.8	-8.1	-0.9	-17.8	-8.5	-	-26.3
Profit/(loss) from joint ventures	5.4	-	0.8	6.2	-	-	6.2
Operating profit (EBIT)	55.2	39.5	-2.8	91.9	-8.3	-	83.6
Total assets	2,853.9	1,870.8	752.3	5,477.0	1,149.4	-1,693.9	4,932.5
Total liabilities	1,949.4	1,354.3	661.9	3,965.6	1,868.7	-1,693.9	4,140.4

Notes

Note 1 Revenue and segment information (continued)

							YTD 2024
Amounts in DKK million	MT Højgaard Danmark	Enemærke & Petersen	MT Højgaard Property Devel- opment	Reportable segments	Other	Eliminations	Group
Construction contracts	2,832.0	1,874.4	146.4	4,852.8	-	-	4,852.8
Project development	-	-	13.5	13.5	-	-	13.5
Services	27.0	61.6	2.7	91.3	0.1	-	91.4
Revenue to external customers	2,859.0	1,936.0	162.6	4,957.6	0.1	-	4,957.7
Intersegment revenue	6.4	40.1	1.2	47.7	48.5	-96.2	-
Total revenue	2,865.4	1,976.1	163.8	5,005.3	48.6	-96.2	4,957.7
Depreciation	-17.9	-18.4	-0.1	-36.4	-10.5	-	-46.9
Profit/(loss) from joint ventures	28.0	-0.5	2.1	29.6	-	-	29.6
Operating profit (EBIT)	162.3	63.4	0.6	226.3	-7.7	-	218.6
Total assets	3,722.0	2,103.5	537.5	6,363.0	974.3	-1,874.1	5,463.2
Total liabilities	2,510.1	1,538.7	435.7	4,484.5	1,947.3	-1,874.1	4,557.7

							YTD 2023
Amounts in DKK million	MT Højgaard Danmark	Enemærke & Petersen	MT Højgaard Property Devel- opment	Reportable segments	Other	Eliminations	Group
Construction contracts	2,508.8	1,736.9	219.8	4,465.5	-	-	4,465.5
Project development	-	-	-	-	-	-	-
Services	89.7	57.1	11.0	157.8	5.0	-	162.8
Revenue to external customers	2,598.5	1,794.0	230.8	4,623.3	5.0	-	4,628.3
Intersegment revenue	19.6	164.3	1.9	185.8	61.3	-247.1	-
Total revenue	2,618.1	1,958.3	232.7	4,809.1	66.3	-247.1	4,628.3
Depreciation	-17.1	-15.8	-1.8	-34.7	-16.9	-	-51.6
Profit/(loss) from joint ventures	8.9	-	1.8	10.7	0.1	-	10.8
Operating profit (EBIT)	96.6	72.9	-5.4	164.1	-24.8	-	139.3
Total assets	2,853.9	1,870.8	752.3	5,477.0	1,149.4	-1,693.9	4,932.5
Total liabilities	1,949.4	1,354.3	661.9	3,965.6	1,868.7	-1,693.9	4,140.4

Notes

Note 2 Discontinued operations and assets held for sale

Amounts in DKK million	2024 2.kvartal	2023 2.kvartal	2024 YTD	2023 YTD
Revenue	88.3	180.7	172.4	396.2
Costs, including impairment losses	-108.4	-224.2	-257.6	-463.2
Operating profit/(loss) (EBIT)	-20.1	-43.5	-85.2	-67.0
Net financials	-1.4	-0.6	-1.9	-0.7
Profit/loss before tax	-21.5	-44.1	-87.1	-67.7
Tax on profit/(loss)	0.1	17.2	0.3	21.8
Profit/(loss) after tax	-21.4	-26.9	-86.8	-45.9
Gains/losses on sales	-7.4	-	-10.4	-
Profit/(loss) for the period from discontinued operations, total	-28.8	-26.9	-97.2	-45.9
Attributable to:				
Shareholders of MT Højgaard Holding A/S	-28.8	-26.8	-97.2	-46.1
Non-controlling interests	-	-0.1	-	0.2
Total	-28.8	-26.9	-97.2	-45.9
Cash flows from operating activities	-94.1	-36.9	-91.7	-48.1
Cash flows from investing activities	3.0	-2.1	15.3	-9.9
Cash flows from financing activities	-3.1	-6.4	0.9	-23.6
Total cash flows from discontinued operations	-94.2	-45.4	-75.5	-81.6

In 2024, MT Højgaard International is presented as discontinued operations. In 2023, Scandi Byg, in addition to MT Højgaard International, is presented as discontinued operations.

Assets held for sale	2024 30-6	2023 30-6
Amounts in DKK million		
Property, plant and equipment	87.9	15.6
Financial assets	4.4	-
Inventories	14.2	19.7
Receivables	155.0	72.2
Cash and cash equivalents	0.1	-
Total, assets held for sale	261.6	107.5
Bank loans	34.8	40.7
Provisions	31.8	8.4
Other liabilities	90.4	64.4
Liabilities related to assets held for sale	157.0	113.5

At 30 June 2024, assets held for sale consisted of the Greenlandic companies MT Højgaard Grønland ApS and Arssarnerit A/S and the Portuguese company Seth, all of which were a part of MT Højgaard International.

At 30 June 2023, assets held for sale consisted of Scandi Byg.

Notes

Note 3 Adjustments for non-cash operating items etc.

Amounts in DKK million	2024 Q2	2023 Q2	2024 YTD	2023 YTD
Depreciation, amortisation and impairment losses	23.4	37.5	46.9	74.2
Provisions	16.1	20.9	13.3	30.1
Share of profit/(loss) after tax of joint ventures	-11.8	-5.7	-23.9	-9.0
Other non-cash operating items, net	6.1	7.1	4.8	8.0
Total	33.8	59.8	41.1	103.3

Note 4 Accounting policies

This interim financial report covers the period 1 January to 30 June 2024.

The interim financial report is presented in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU and Danish disclosure requirements for listed companies.

Other than the implementation of amended standards and interpretations, the accounting policies are unchanged from those applied in the consolidated financial statements for 2023.

A full description of the accounting policies is provided in the consolidated financial statements for 2023.

MT Højgaard Holding A/S has previously presented the items special items and special amortisation and depreciation and has also presented the sub-total profit/(loss) before special items, which was defined as operating profit (EBIT) before special items and special amortisation and depreciation. From 1 January 2024, the income statement will no longer include the items special items and special amortisation and depreciation or the sub-total profit/(loss) before special items. Costs in the comparative periods, which were previously presented as special items and special amortisation and depreciation, are now recognised in production costs.

Note 4 Accounting policies (continued)

NEW STANDARDS

MT Højgaard Holding A/S has implemented the following new or amended standards and interpretations with effect from 1 January 2024:

- Amendment to IAS 1 Presentation of Financial Statements
- Amendment to IFRS 16 Leases
- Amendment to IAS 7 - Statement of Cash Flows

MT Højgaard Holding A/S has implemented the standards and interpretations that become effective in the EU for 2024. None of these standards or interpretations has affected recognition or measurement in 2024 or is expected to affect the Group.

Note 5 Accounting estimates and judgments

The preparation of the interim financial statements requires management to make accounting estimates and judgments that affect the application of accounting policies and recognised assets, liabilities, income and expenses. Actual results may differ from such estimates.

The significant estimates made by management applying the Group's accounting policies and the associated significant estimation uncertainties are the same for the preparation of the interim financial statements as for the preparation of the 2023 consolidated financial statements.

Statement by the Executive Board and the Board of Directors

The Board of Directors and the Executive Board have today discussed and approved the interim report of MT Højgaard Holding A/S for the period 1 January to 30 June 2024.

The interim financial statements, which have not been audited or reviewed by the company's auditors, have been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU and the additional disclosure requirements of the Danish Financial Statements Act.

In our opinion, the interim financial statements give a true and fair view of the Group's assets, liabilities and financial position at 30 June 2024 and of the results of the Group's operations and cash flows for the period 1 January to 30 June 2024.

Further, in our opinion, the management's review provides a fair presentation of the development in the Group's activities and financial affairs, the results for the period and the Group's financial position as a whole as well as a description of the most significant risks and uncertainty factors faced by the Group.

Søborg, 22 August 2024

EXECUTIVE BOARD

Steffen Baungaard
President and CEO

Rasmus Untidt
CFO

BOARD OF DIRECTORS

Carsten Dilling
Chairman

Morten Hansen
Deputy Chairman

Anders Lindberg

Knut Aksenvoll

Christine Thorsen

Janda Campos

Pernille Fabricius

Lars Tesch Olsen

Peter Martin Facius

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Enemærke & Petersen was in charge of the refurbishment of the Bartholin building at Aarhus University. The building houses research and teaching facilities and laboratories at the Department of Biomedicine.
Photographer: Pernille Greve



