

NASDAQ Copenhagen A/S  
Nikolaj Plads 6  
DK-1007 Copenhagen K

Announcement no 28 / 2024  
15 November 2024  
Company reg. (CVR) no.  
15701315

### Interim report - Third quarter of 2024

*Summary: SP Group generated revenue of DKK 2,194.9 million in the 9M 2024 reporting period, a 12.4% improvement from DKK 1,953.2 million in 9M 2023. EBITDA was up by 38.1% to DKK 447.3 million from DKK 323.9 million last year, and profit before tax was up by 82.9% to DKK 254.2 million. The earnings improvement was driven by higher sales of own brands. The FY 2024 guidance provided in Announcement no. 11/2024 is narrowed. SP Group now expects FY 2024 revenue to grow by 10-16% (previously 8-18%) for an EBITDA margin of 19-21% and an EBT margin of 11-13%.*

The Board of Directors of SP Group A/S has today considered and approved the interim report for 9M 2024.

Highlights of the interim report:

- 9M 2024 revenue was up by DKK 241.7 million to DKK 2,194.9 million, a 12.4% year-on-year increase. Q3 revenue was up by 21.7%.
- Earnings before depreciation, amortisation and impairment losses (EBITDA) for the 9M 2024 period were DKK 447.3 million, against DKK 323.9 million in 9M 2023. EBITDA grew by DKK 51.5 million in Q3 2024, a 55.0% year-on-year increase.
- Profit before net financials (EBIT) came to DKK 295.8 million in 9M 2024, against DKK 171.9 million in 9M 2023, a 72.1% increase. The Q3 EBIT was DKK 93.3 million against DKK 42.4 million in Q3 2023, a 120.3% increase.
- Net financials were an expense of DKK 41.6 million, a DKK 8.7 million increase compared with the year-earlier period. The increase was due to reduced capital gains relative to 2023.
- Profit before tax was DKK 254.2 million in 9M 2024, against DKK 139.0 million in the year-earlier period, an 82.9% increase. The Q3 EBT was DKK 77.8 million against DKK 31.1 million in Q3 2023, a 150.1% increase.
- Earnings per share (diluted) came to DKK 16.25 in 9M 2024, against DKK 8.90 in 9M 2023, an 82.6% increase.
- Sales of our own brands were up by 47.3% in 9M 2024 to DKK 670.5 million. The earnings improvement was mainly attributable to the increase in sales of own brands, which accounted for 30.6% of 9M 2024 revenue.
- Sales to the healthcare, cleantech and food-related industries increased during the reporting period, whereas sales to the automotive and other demanding industries declined.
- There was a cash inflow from operating activities of DKK 401.5 million in 9M 2024, against a DKK 288.6 million inflow in 9M 2023.
- Net interest-bearing debt (NIBD) amounted to DKK 825.6 million at 30 September 2024, against DKK 965.2 million at 30 September 2023. At 31 December 2023, NIBD amounted to DKK 1,030.6 million. NIBD was 1.5 times LTM EBITDA. NIBD fell by DKK 205.0 million in 9M 2024.
- For now, SP Group expects FY 2024 revenue to grow by 10-16% (previously 8-18%) for an EBITDA margin of 19-21% and an EBT margin of 11-13%.

Statement by Lars Bering, CEO:

*"I am pleased that we have continued to create growth at SP Group. The organisation does a good job of ensuring strong commercial execution, and sales of own products are growing steadily. Customers are welcoming our new solutions and new products."*

#### Further information:

Lars Bering, CEO  
Tel.: +45 70 23 23 79  
[www.sp-group.dk](http://www.sp-group.dk)



In case of any discrepancy the Danish version shall prevail



## Interim report - Third quarter of 2024

### FINANCIAL HIGHLIGHTS AND KEY RATIOS

	Q3 2024 (unaud.)	Q3 2023 (unaud.)	Acc. 9M 2024 (unaud.)	Acc. 9M 2023 (unaud.)	FY 2023 (aud.)
DKK '000 (key ratios excepted)					
<b>Income statement</b>					
Revenue	709,724	583,046	2,194,851	1,953,154	2,606,322
Profit before depreciation, amortisation and impairment losses (EBITDA)	145,225	93,681	447,348	323,931	440,990
Depreciation, amortisation and impairment losses	-51,895	-51,323	-151,551	-152,066	-199,754
Profit before net financials (EBIT)	93,330	42,358	295,797	171,865	241,236
Net financials	-15,516	-11,240	-41,569	-32,845	-40,176
Profit before tax (EBT)	77,814	31,118	254,228	139,020	201,060
Profit for the period	60,593	24,224	198,468	108,500	159,222
Earnings per share (DKK)			16.33	8.90	13.04
Earnings per share, diluted (DKK)			16.25	8.90	13.04
<b>Balance sheet</b>					
Non-current assets			1,826,296	1,748,528	1,839,621
Total assets			3,073,492	2,913,634	3,019,634
Equity including non-controlling interests			1,612,893	1,391,478	1,463,570
Investments in property, plant and equipment (excluding acquisitions)	36,415	46,474	131,923	136,210	235,509
<b>Net working capital (NWC)</b>			755,304	746,269	785,757
<b>Net interest-bearing debt (NIBD)</b>			825,605	965,227	1,030,599
NIBD/EBITDA (LTM)			1.5	2.2	2.3
<b>Cash flows</b>					
Cash flows from:					
- operating activities	144,950	101,754	401,519	288,562	360,372
- investing activities	-30,291	-46,115	-125,490	-120,150	-187,461
- financing activities	-108,589	-60,204	-245,196	-189,001	-216,058
Change in cash and cash equivalents	6,070	-4,565	30,833	-20,589	-43,147
<b>Key ratios</b>					
EBITDA margin (%)	20.5	16.1	20.4	16.6	16.9
EBIT margin (%)	13.2	7.3	13.5	8.8	9.3
Profit before tax (EBT) as a percentage of revenue	11.0	5.3	11.6	7.1	7.7
Return on invested capital including goodwill (%)					9.5
Return on invested capital excluding goodwill (%)					10.9
Return on equity, excluding non-controlling interests (%)					11.6
Equity ratio, excluding non-controlling interests (%)			52.3	47.6	48.3
Equity ratio, including non-controlling interests (%)			52.5	47.8	48.5
Financial gearing			0.5	0.7	0.7
Cash flow per share, DKK			33.02	23.74	29.64
Total dividends for the year per share (DKK)					3.00
Market price, end of period (DKK per share)			336.50	203.00	218.50
Net asset value per share, end of period (DKK)			133.17	114.57	120.49
Market price/net asset value, end of period			2.53	1.77	1.81
Number of shares, end of period			12,490,000	12,490,000	12,490,000
of which treasury shares, end of period			416,466	377,561	377,561
Average no. of employees			2,330	2,370	2,351

The definitions of key ratios are listed on page 96 of the 2023 Annual Report.



## MANAGEMENT COMMENTARY

### 9M PERFORMANCE REVIEW

We saw an increase in sales to many customers across industries and geographies in the first nine months of the year. Our international markets improved, as sales outside Denmark grew by 18.4% in 9M 2024. Sales to our Danish customers were down by 2.5%.

International sales were up by 17.6% in local currencies.

Performance numbers by customer group relative to the corresponding period of 2023:

	Q3 2024	Acc. 9M 2024
Healthcare	47.5%	38.9%
Cleantech	5.8%	5.6%
Food-related	13.6%	8.7%
Automotive	-7.2%	-24.1%
Other demanding industries	15.8%	-10.0%
of which own brands	67.8%	47.3%

Most of the change in revenue for the 9M period was due to higher volume sales. Exchange rate developments reduced revenue by about DKK 10 million (mainly USD and RMB depreciating), equal to 0.5% of revenue.

Organic growth in local currencies was about 12.9% in 9M 2024.

Sales to the healthcare industry were up by 38.9% year-on-year to DKK 884.6 million and now account for 40.3% of consolidated revenue.

Sales to the cleantech industry were up by 5.6% to DKK 647.7 million and now make up 29.5% of consolidated revenue.

Sales to food-related industries were up by 8.7% to DKK 264.5 million and now make up 12.1% of consolidated revenue.

Sales to the automotive sector declined 24.1% to DKK 82.6 million to make up 3.8% of revenue.

Sales to other demanding industries were down by 10.0% to DKK 315.6 million and now account for 14.4% of revenue.

Sales of our own brands were up by 47.3% to make up 30.6% of consolidated revenue,

driven by improved sales of SP Medical's guidewires, MedicoPack's medical packaging, TPI's farm ventilation components and Ergomat's ergonomic products.

SP Group continued to step up marketing efforts towards existing and potential customers. We won new customers in the first nine months of the year, and are continuing our proactive approach to developing and marketing a number of new solutions, including for the healthcare, cleantech and food-related industries, which we believe hold an attractive growth potential for our Company.

Volume sales to the healthcare industry are growing, and SP Group has won orders for many new plastic components for regular shipment.

International sales made up 75.1% of revenue (compared with 71.3% in 9M 2023).

SP Group continually seeks to optimise its business under the prevailing market conditions by raising production efficiency, aligning capacity and pursuing tight cost management.

In addition to capacity adjustments, we focus on adjusting our general costs on an ongoing basis. Our goal at SP Group is for all of our production facilities to manufacture and deliver a better quality, cheaper and faster. We continually take steps to cut consumption of input materials and resources (reducing carbon emissions etc.) and to reduce the time necessary to commission equipment as well as switch-over times in production. The current LEAN process will continue with the focus on improving processes and flows and strengthening our employees' competencies.

Currently, 70% of our staff are employed outside Denmark.

The Group's headcount grew by 68 during the nine months to 30 September 2024, due to a higher level of business activity.

The headcount mainly grew in Denmark (26), Poland (25), the USA (11) and Latvia (5), whereas the headcount was reduced in Sweden (6). There was a net increase of seven employees in the rest of the world.

At 30 September 2024, SP Group had 2,404 employees worldwide.



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SP Group has extended its credit facilities with its primary bankers until spring 2025. The financial covenants are unchanged:

- Net interest-bearing debt (NIBD) may be up to 3.5x LTM EBITDA, but up to 4.0x EBITDA during the initial three quarters following a debt-funded acquisition.
- The equity ratio must never be below 25%.

NIBD/EBITDA is expected to be approximately 1.5 by 31 December 2024.

The Company has not sold treasury shares to cover warrants exercised in 2024.

At the Company's annual general meeting held on 25 April 2024, it was resolved to distribute a dividend of DKK 3.00 per share, a total of DKK 37.5 million, to the shareholders. The dividend was paid out at the end of April 2024.

SP Group is committed to continuing its aggressive expansion strategy through M&A and establishing own new factories. In recent years, SP Group has made value-adding acquisitions that have contributed to increasing the scale and diversification of the Group, and we have established new, own factories for serving new and existing customers.

### FINANCIAL PERFORMANCE REVIEW

Revenue for the first nine months of 2024 amounted to DKK 2,194.9 million, a 12.4% improvement from DKK 1,953.2 million in the year-earlier period. Exchange rate developments reduced revenue growth by about 0.5 of a percentage point.

The consolidated 9M 2024 EBITDA was DKK 447.3 million compared with DKK 323.9 million in 9M 2023.

The EBITDA margin was 20.4%, against 16.6% in 9M 2023.

Profit before net financials (EBIT) came to DKK 295.8 million in 9M 2024, against DKK 171.9 million in H1 2023. The EBIT margin was 13.5% in 9M 2024 compared with 8.8% in 9M 2023.

Net financials were an expense of DKK 41.6 million in 9M 2024, a DKK 8.7 million increase relative to 9M 2023. The increase was due to reduced capital gains relative to 2023.

Profit before tax (EBT) amounted to DKK 254.2 million in 9M 2024, against DKK 139.0 million in 9M 2023. The 9M 2024 EBT margin was 11.6%, against 7.1% in the same period of last year.

The increase in revenue and earnings was primarily driven by increased sales of own brands.

The tax rate fell slightly to 21.9% from 22.0%.

Total assets amounted to DKK 3,073.5 million at 30 September 2024, compared with DKK 2,913.6 million at 30 September 2023 and DKK 3,019.6 million at 31 December 2023.

Total assets grew by DKK 53.9 million during the first nine months of the year. The amount breaks down as follows: an increase in gross working capital (DKK 36.4 million), an increase in cash and cash equivalents (DKK 30.8 million), a drop in intangible assets (DKK 11.1 million), a drop in property, plant and equipment (DKK 2.3 million) and an increase in financial assets (DKK 0.1 million).

Net interest-bearing debt amounted to DKK 825.6 million at 30 September 2024, against DKK 1,030.6 million at the beginning of 2024 and DKK 965.2 million at 30 September 2023.

Being focused on working capital, the Group has sold selected trade receivables. Net interest-bearing debt was 1.5x the LTM EBITDA of DKK 564.4 million. LTM EBITDA was the highest EBITDA reported for a 12-month period in company history. NIBD/EBITDA at 31 December 2023 was 2.3. We remain strongly committed to reducing the interest-bearing debt by increasing cash flows from operating activities.

Equity amounted to DKK 1,612.9 million at 30 September 2024 against DKK 1,391.5 million at 30 September 2023 and DKK 1,463.6 million at 31 December 2023.

Equity was adversely impacted by the purchase of treasury shares in the reporting period for DKK 10.0 million.

Equity increased by DKK 149.3 million in 9M 2024.

The equity ratio rose to 52.5% from 47.8% at 30 September 2023 and 48.5% at 1 January 2024.

### Cash flows

Cash flows from operating activities were DKK 401.5 million in 9M 2024, a year-on-year increase of DKK 113.0.

In the 9M 2024 period, the Group spent DKK 125.5 million on investments, a net amount of DKK 159.4 million on reducing long-term loans and DKK 10.0 million on buying treasury shares, increased its deposits by DKK 0.1 million, paid DKK 36.3 million in dividends, increased its short-term bank debt by DKK 119.5 million and raised long-term loans of DKK



## Interim report - Third quarter of 2024

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80.0 million. The resulting change in cash and cash equivalents was DKK 30.8 million.

Management believes that the Company's capital resources remain sound relative to its operations and that it has sufficient cash resources to meet its current and future liabilities. The Company has good, long-standing and constructive relationships with its financial cooperative partners, which are expected to continue.

### **OUTLOOK FOR THE REST OF 2024**

We plan to continue launching new products and solutions for our customers, particularly in the healthcare, cleantech and food-related industries. These new solutions are expected to contribute to growth and earnings.

We are well positioned to contribute to the green transition with our advanced solutions, and we expect to see a revival of growth in the wind turbine industry in the coming years.

We are pleased to see sales growth for Q4 2023 and 9M 2024 and a continual increase in our order inflow. Based on these factors, we believe that we can generate profitable growth during the coming months of the year.

We intend to maintain a high level of investment in 2024. Our largest investments are made in the healthcare operations with a new factory and new equipment in Atlanta, USA. This factory will allow us to offer a wide selection of our production technologies to customers on three continents.

Depreciation is expected to be at the level of 2023.

Financial expenses are expected to be higher than in 2023.

By combining these factors with tight cost management and swift capacity alignment, and by maintaining a strong focus on risk management, cash management and capital management, our Group is strongly positioned for the future.

For now, SP Group expects FY 2024 revenue to grow by 10-16% (previously 8-18%) for an EBITDA margin of 19-21% and an EBT margin of 11-13%.

### **OTHER MATTERS AND EVENTS OCCURRING DURING THE REPORTING PERIOD**

In the USA, the setup of our new injection moulding factory in Atlanta is well under way. We have hired the first employees and have contracted with the first customers. The first pieces of new machinery have been delivered and are expected to be in production in Q4 2024.

In Denmark, we commenced the relocation of Neptun Plast's production to SP Moulding's existing factories in Poland and Denmark. We expect the relocation to be completed in Q1 2025.

### **OTHER MATTERS AND EVENTS AFTER THE BALANCE SHEET DATE**

No significant events have occurred after the balance sheet date until the publication of this interim report that have not been disclosed in this interim report.



## Interim report - Third quarter of 2024

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### STATEMENT BY MANAGEMENT

The Board of Directors and the Executive Board have today considered and approved the interim report of SP Group A/S for the period 1 January–30 September 2024.

The interim report, which has been neither audited nor reviewed by the Company's auditors, was prepared in accordance with IAS 34, 'Interim Financial Reporting', as adopted by the EU. Furthermore, the interim report was prepared in accordance with additional Danish statutory and disclosure requirements for the interim reports of listed companies.

In our opinion, the interim financial statements give a true and fair view of the Group's assets, liabilities and financial position at 30 September 2024 and of the results of the Group's operations and cash flows for the nine months ended 30 September 2024.

Furthermore, in our opinion, the Management Commentary gives a true and fair review of the development of the Group's activities and financial affairs, the financial results for the period and the Group's financial position in general as well as a true and fair description of the principal risks and uncertainties which the Group faces.

Søndersø, 15 November 2024

### Executive Board

Lars Bering  
CEO

Søren Ulstrup  
Executive Vice President

Tilde Kejlhof  
CFO

### Board of Directors

Hans W. Schur  
Chairman

Erik P. Holm  
Deputy Chairman

Hans-Henrik Eriksen

Bente Overgaard

Marie Bakholdt Lund



## Interim report - Third quarter of 2024

### INCOME STATEMENT (summary)

	Q3 2024 (unaud.)	Q3 2023 (unaud.)	Acc. 9M 2024 (unaud.)	Acc. 9M 2023 (unaud.)	FY 2023 (audited)
DKK '000					
Revenue	709,724	583,046	2,194,851	1,953,154	2,606,322
Production costs	-451,773	-391,574	-1,388,382	-1,311,484	-1,748,011
<b>Contribution margin</b>	<b>257,951</b>	<b>191,472</b>	<b>806,469</b>	<b>641,670</b>	<b>858,311</b>
<b>Profit before depreciation, amortisation and impairment losses (EBITDA)</b>	<b>145,225</b>	<b>93,681</b>	<b>447,348</b>	<b>323,931</b>	<b>440,990</b>
Depreciation, amortisation and impairment losses	-51,895	-51,323	-151,551	-152,066	-199,754
<b>Profit before net financials (EBIT)</b>	<b>93,330</b>	<b>42,358</b>	<b>295,797</b>	<b>171,865</b>	<b>241,236</b>
Net financials	-15,516	-11,240	-41,569	-32,845	-40,176
<b>Profit before tax (EBT)</b>	<b>77,814</b>	<b>31,118</b>	<b>254,228</b>	<b>139,020</b>	<b>201,060</b>
Tax on profit for the period	-17,221	-6,894	-55,760	-30,520	-41,838
<b>Profit for the period</b>	<b>60,593</b>	<b>24,224</b>	<b>198,468</b>	<b>108,500</b>	<b>159,222</b>
<b>Attributable to:</b>					
Parent company shareholders	60,172	24,072	197,538	108,142	158,507
Non-controlling shareholders	421	152	930	358	715
Earnings per share (DKK)			16.33	8.90	13.04
Earnings per share, diluted (DKK)			16.25	8.90	13.04

### STATEMENT OF COMPREHENSIVE INCOME

	Q3 2024 (unaud.)	Q3 2023 (unaud.)	Acc. 9M 2024 (unaud.)	Acc. 9M 2023 (unaud.)	FY 2023 (audited)
DKK '000					
<b>Profit for the period</b>	<b>60,593</b>	<b>24,224</b>	<b>198,468</b>	<b>108,500</b>	<b>159,222</b>
<i>Items that may be reclassified to the income statement:</i>					
Exchange rate adjustments relating to foreign companies	-14,076	-4,708	-3,487	-1,084	11,589
Net fair value adjustment of financial instruments entered into to hedge future cash flows	-810	-25,561	-2,916	62,231	69,598
<b>Other comprehensive income</b>	<b>-14,886</b>	<b>-30,269</b>	<b>-6,403</b>	<b>61,147</b>	<b>81,187</b>
<b>Comprehensive income</b>	<b>45,707</b>	<b>-6,045</b>	<b>192,065</b>	<b>169,647</b>	<b>240,409</b>
<b>Allocation of comprehensive income for the period:</b>					
Parent company shareholders	45,282	-6,222	191,151	169,311	239,683
Non-controlling shareholders	425	177	914	336	726





## Interim report - Third quarter of 2024

### BALANCE SHEET (summary)

DKK '000	30.09. 2024 (unaud.)	30.09. 2023 (unaud.)	31.12. 2023 (audited)
Intangible assets*	430,418	443,663	441,530
Property, plant and equipment	1,384,467	1,294,111	1,386,756
Financial assets	1,702	1,309	1,626
Deferred tax assets	9,709	9,445	9,709
<b>Total non-current assets</b>	<b>1,826,296</b>	<b>1,748,528</b>	<b>1,839,621</b>
Inventories	614,567	661,725	676,895
Receivables*	551,519	430,546	452,841
Cash	81,110	72,835	50,277
<b>Total current assets</b>	<b>1,247,196</b>	<b>1,165,106</b>	<b>1,180,013</b>
<b>Total assets</b>	<b>3,073,492</b>	<b>2,913,634</b>	<b>3,019,634</b>
Equity including non-controlling interests	1,612,893	1,391,478	1,463,570
Non-current liabilities	668,178	727,970	710,649
Current liabilities*	792,421	794,186	845,415
<b>Equity and liabilities</b>	<b>3,073,492</b>	<b>2,913,634</b>	<b>3,019,634</b>

\* See notes 3, 4 and 5 to the financial statements on pp. 13 and 14 for changes in goodwill, the fair value of derivative financial instruments and capital position.





## Interim report - Third quarter of 2024

### CASH FLOW STATEMENT (summary)

	Q3 2024 (unaud.)	Q3 2023 (unaud.)	Acc. 9M 2024 (unaud.)	Acc. 9M 2023 (unaud.)	FY 2023 (audited)
DKK '000					
Profit before net financials (EBIT)	93,330	42,358	295,797	171,865	241,236
Depreciation, amortisation and impairment losses	51,895	51,323	151,551	152,066	199,754
Share-based payment	1,113	1,329	3,555	3,591	4,924
Value adjustments, etc.	-9,948	4,444	-4,600	22,099	-699
Change in working capital	36,182	25,962	27,535	12,277	5,010
Interest expenses paid	-13,517	-15,838	-41,676	-43,304	-40,176
Income tax received/paid	-14,105	-7,824	-30,643	-30,032	-49,677
<b>Cash flows from operating activities</b>	<b>144,950</b>	<b>101,754</b>	<b>401,519</b>	<b>288,562</b>	<b>360,372</b>
Acquisition of intangible assets, net	-875	359	-6,163	-1,605	-5,870
Acquisition of property, plant and equipment, net	-29,416	-46,474	-119,327	-118,545	-181,591
<b>Cash flows from investing activities</b>	<b>-30,291</b>	<b>-46,115</b>	<b>-125,490</b>	<b>-120,150</b>	<b>-187,461</b>
Dividends paid	0	0	-36,337	-36,337	-36,337
Deposits, adjustment	659	-35	-74	457	71
Acquisition of treasury shares	-9,959	0	-9,959	-14,161	-14,163
Sale of treasury shares	0	0	0	2,636	2,636
Raising of long-term loans	70,260	0	80,040	34,128	34,131
Instalments on non-current liabilities	-45,219	-49,110	-159,386	-189,801	-251,702
Short-term bank debt, adjustment	-124,330	-11,059	-119,480	14,077	49,306
<b>Cash flows from financing activities</b>	<b>-108,589</b>	<b>-60,204</b>	<b>-245,196</b>	<b>-189,001</b>	<b>-216,058</b>
<b>Change in cash and cash equivalents</b>	<b>6,070</b>	<b>-4,565</b>	<b>30,833</b>	<b>-20,589</b>	<b>-43,147</b>
Cash and cash equivalents at beginning of period	75,040	77,400	50,277	93,424	93,424
<b>Cash and cash equivalents at end of period</b>	<b>81,110</b>	<b>72,835</b>	<b>81,110</b>	<b>72,835</b>	<b>50,277</b>



## Interim report - Third quarter of 2024

### CHANGES IN EQUITY since 1 January:

	Equity attributable to parent company shareholders		Equity attributable to non-controlling interests		Equity including non-controlling interests	
	2024 (unaud.)	2023 (unaud.)	2024 (unaud.)	2023 (unaud.)	2024 (unaud.)	2023 (unaud.)
DKK '000						
<b>Balance at 1 January</b>	<b>1,459,390</b>	<b>1,262,648</b>	<b>4,180</b>	<b>3,454</b>	<b>1,463,570</b>	<b>1,266,102</b>
<b>Profit for the period</b>	<b>197,538</b>	<b>108,142</b>	<b>930</b>	<b>358</b>	<b>198,468</b>	<b>108,500</b>
<b>Other comprehensive income:</b>						
Exchange rate adjustments, foreign companies	-3,471	-1,062	-16	-22	-3,487	-1,084
Value adj., derivative financial instruments	-2,916	62,231	0	0	-2,916	62,231
<b>Total other comprehensive income</b>	<b>-6,387</b>	<b>61,169</b>	<b>-16</b>	<b>-22</b>	<b>-6,403</b>	<b>61,147</b>
<b>Comprehensive income for the period</b>	<b>191,151</b>	<b>169,311</b>	<b>914</b>	<b>336</b>	<b>192,065</b>	<b>169,647</b>
Share-based payment	3,555	3,591	0	0	3,555	3,591
Acquisition of treasury shares	-9,959	-14,161	0	0	-9,959	-14,161
Sale of treasury shares	0	2,636	0	0	0	2,636
Dividends paid	-36,337	-36,337	0	0	-36,337	-36,337
<b>Transactions with shareholders</b>	<b>-42,741</b>	<b>-44,271</b>	<b>0</b>	<b>0</b>	<b>-42,741</b>	<b>-44,271</b>
<b>Balance at 30 September</b>	<b>1,607,800</b>	<b>1,387,688</b>	<b>5,094</b>	<b>3,790</b>	<b>1,612,894</b>	<b>1,391,478</b>



### **Warrant programme for the Company's Executive Board and senior managers**

The Board of Directors resolved on 21 March 2024 to set up an incentive programme for the Company's Executive Board and 39 senior managers. The programme is based on warrants to be issued by the Board of Directors exercising the authorisation provided in article 5(5) of the articles of association and granted at the 2019 Annual General Meeting, on which occasion the programme was presented to the shareholders. A total of 120,000 warrants were issued, of which 22,500 were awarded to members of the Executive Board and the rest were awarded to the senior managers.

The reason for the award was a desire to align the interests of the senior managers with those of the Group.

The exercise price was fixed at DKK 190.00 per share with a nominal value of DKK 2 plus a 7.5% premium calculated from 1 April 2024 and until the date of exercise. The exercise price was fixed on the basis of market conditions applying on 20 March 2024.

Warrants issued under the programme may be exercised to buy shares in the Company during the period from 1 April 2027 to 31 March 2030, always provided that warrants can only be exercised during the first two weeks of a trading window in which the Company's in-house rules allow management to trade in the Company's shares.

Warrants to be issued are expected to have a value of DKK 30.61 each for an aggregate market value of DKK 3,673,553.00. The market value of the warrants issued was calculated using the Black-Scholes model with volatility of 34.1% calculated on the basis of the price of the Company's shares during the past 12 months, a level of interest rates of 2.62%, a share price of DKK 182.80 (closing price at 20 March 2024) and assuming that warrants awarded are exercised in April 2027. Allowance is made for any dividend payments to be made during the period.

No warrants have been exercised in 2024. A total of 90,645 warrants from the 2018 programme were not exercised and have therefore expired.

SP Group currently has incentive programmes consisting of 137,221 warrants (2019 programme) that are exercisable as from 2022, 107,500 warrants (2021 programme) that are exercisable as from 2024, 115,000 warrants (2022 programme) that are exercisable as from 2025, 120,000 warrants (2023 programme) that are exercisable as from 2026, and 120,000 warrants (2024 programme) that are exercisable as from 2027.

If a participant resigns from the group company in which he or she is employed, the number of warrants will be reduced on a pro rata basis so as to reflect that the participant was only associated with the Group for a part of the term of the programme. This does not apply if a participant has bought and paid for his or her warrants.



## Interim report - Third quarter of 2024

### Note 1. Accounting policies

The interim report for the nine months to 30 September 2024 is presented in accordance with IAS 34, 'Interim Financial Reporting', as adopted by the EU, and Danish disclosure requirements for listed companies. The accounting policies are consistent with those applied in Annual Report 2023, in which the accounting policies are set out in their entirety in note 1 to the financial statements.

### Implementation of new or amended standards and interpretations

- Classification of liabilities as current and non-current liabilities with covenants – amendments to IAS 1
- Supplier finance arrangements – amendments to IAS 7 and IFRS 7

SP Group has implemented the standards and interpretations taking effect in the EU for 2024. None of these have affected recognition and measurement in 2024 nor are they expected to affect SP Group.

### Note 2. Accounting estimates and judgments

In preparing the interim financial statements, Management makes accounting judgments and estimates that affect the use of accounting policies and recognised assets, liabilities, income and expenses. Actual results may differ from these judgments.

The most significant estimates made by Management when applying the accounting policies and the most significant judgment uncertainty related to preparing these interim financial statements are the same as those used to prepare the consolidated and the parent company financial statements for 2023. Reference is made to the information provided on estimates and judgments in note 2 to the consolidated and the parent company financial statements for 2023.

### Impairment test

Management had not identified evidence of impairment of the carrying amount of intangible assets including goodwill at 30 September 2024.

### Note 3. Intangible assets

#### Goodwill

DKK '000	30.09. 2024 (unaud.)	30.09. 2023 (unaud.)	31.12. 2023 (audited)
Cost at 1 January	332,800	332,079	333,940
Value adjustment	-394	976	-1,140
Additions on acquisitions	0	0	0
Cost at end of period	332,406	333,055	332,800
Amortisation and write-downs at 1 January	1,861	1,861	1,861
Impairment	0	0	0
Value adjustment	0	0	0
Cost at end of period	1,861	1,861	1,861
<b>Carrying amount at end of period</b>	<b>330,545</b>	<b>331,194</b>	<b>330,939</b>



## Interim report - Third quarter of 2024

### Note 4. Fair value measurement of financial instruments

Listed below are relevant disclosure requirements relating to the Group's forward exchange contracts.

Derivative financial instruments are measured in accordance with a recognised valuation method, under which all material data are based on observable market data, i.e. level 2.

DKK '000	30.09.2024 (unaud.)		30.09.2023 (unaud.)		31.12.2023 (audited)	
	Fair value	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount
<b>Financial assets</b>						
Derivative financial instruments to hedge future cash flows	50,365	50,365	42,562	42,562	53,606	53,606
<b>Financial liabilities</b>						
Derivative financial instruments to hedge future cash flows	0	0	0	0	0	0

With a view to hedging the currency risk on future sales of goods in EUR from the Polish entities, derivative financial instruments have been entered into in accordance with the Group's currency policy, as approved by the Board of Directors, which hedge part of the currency risk related to such sales for a period of up to four years.

### Note 5. Capital position

The Group reviews and assesses its debt portfolio on an ongoing basis, including in respect of developments in interest and market rates. As part of these efforts, the Company redeemed an F5 mortgage loan of DKK 12.9 million and an F1 mortgage loan of DKK 0.7 million in Q3, while taking out an F5 mortgage loan of DKK 80.0 million.

The table below lists loans redeemed and taken out:

Raised/redeemed	Currency	Matures in	Loan type	Carrying amount at 30 September 2024
				DKK '000
Raised	DKK	2044	F5	80,040
Redeemed	DKK	2026	F5	1,882
Redeemed	DKK	2028	F5	7,957
Redeemed	DKK	2030	F5	3,030
Redeemed	DKK	2026	F1	748

At 31 March 2024, the Company entered into a five-year interest rate swap agreement to secure its long-term bank debt. The debt and the swap have identical repayment profiles.



### Forward-looking statements

This interim report contains forward-looking statements reflecting Management's current perception of future trends and financial performance. Statements relating to 2024 and the following years are inherently subject to uncertainty, and SP Group's actual results may thus differ from expectations. Factors that may cause actual results to differ from expectations include, but are not limited to, changes in SP Group's activities, raw materials prices, foreign exchange rates, pandemics, the wars in Ukraine and Gaza and economic conditions. This interim report does not constitute an invitation to buy or sell shares in SP Group A/S.

### About SP Group

SP Group manufactures moulded plastics and composite components and applies plastic coatings on plastic and metal surfaces.

SP Group is a leading supplier of plastic manufactured products for the manufacturing industries and has increasing sales and growing production from own factories in Denmark, China, the USA, Latvia, Slovakia, Sweden, Finland, Thailand and Poland. SP Group also has sales and service subsidiaries in Sweden, Norway, the Netherlands and Canada. SP Group is listed on NASDAQ OMX Copenhagen and had some 2,400 employees and about 4,200 registered shareholders at 30 September 2024.

*Dan-Hill-Plast develops, manufactures and sells globally own-brand products, such as fenders and buoys.*

