

The background of the cover is a photograph of a port. A large container ship is docked at a pier, with a tall gantry crane positioned behind it. The ship's name 'EIMSKIP' is visible on its side. The water is calm and blue, reflecting the sky. In the foreground, there are large, light-colored rocks with some yellow lichen. The sky is blue with scattered white clouds. A blue decorative shape is in the top-left corner.

Eimskipafélag Íslands hf. Condensed Consolidated Interim Financial Statements

1 January to 31 March 2024 | EUR

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Endorsement and Statement by the Board of Directors and the CEO

Eimskip is a leading transportation company in the North Atlantic providing container and reefer liner services with connections to international markets and is specialized in worldwide freight forwarding with focus on frozen and chilled commodities. Eimskip offers its customers a broad range of services related to shipping, logistics and supply chain management solutions on land, sea and air. Eimskip currently operates 56 offices in 20 countries. The Condensed Consolidated Interim Financial Statement of the Group includes the financials of the parent company and its subsidiaries. The Group consists of a total of 62 companies. The Company operates branch offices in Norway, Denmark, the UK, Netherlands and Germany.

The Condensed Consolidated Interim Financial Statements of Eimskipafélag Íslands hf. and its subsidiaries (together referred to as "Eimskip" or the "Group") for the period 1 January to 31 March 2024 are prepared and presented in accordance with International Financial Reporting Standards (IFRS) for Interim Financial Statements (IAS 34) as adopted by the EU and additional requirements for listed Icelandic companies. The Financial Statements are presented in thousands of EUR. The Condensed Consolidated Interim Financial Statements have not been audited or reviewed by the Company's independent auditors and should be read in conjunction with the Group's Annual Consolidated Financial Statement as at and for the year ended 31 December 2023.

Net earnings for the first three months of the year 2024 amounted to EUR 0.5 million according to the Consolidated Income Statement. Total equity at 31 March 2024 amounted to EUR 285.7 million according to the Consolidated Statement of Financial Position.

Operations and significant matters

In the first quarter of 2024, revenue amounted to EUR 195.9 million and decreased by 18.7 million from previous year, mainly due to lower Trans-Atlantic rates and volume and generally lower import volume to Iceland and Faroe Islands due to economic slowdown. Furthermore, revenues were affected by special market dynamics in the Company's home market, including a sharp contraction in import of automobiles to Iceland, no capelin season in Iceland as opposed to a sizeable capelin season in 2023 and the lowest cod quota since 2008 in Norway.

Meanwhile, total operating expenses decreased marginally, from EUR 182.7 million in the first quarter 2023 to EUR 181.7 million in the first quarter 2024. The aforementioned decrease in revenue, driven by volume and rates, adversely affected the results of Eimskip's liner services which delivered EBITDA of EUR 8.3 million, representing a 66% drop in EBITDA compared to the first quarter of 2023. In the International forwarding operations, handled volume increased while margins decreased, resulting in an EBITDA of EUR 6.0 million which is a solid performance, despite a decrease by EUR 1.5 million or 20.4% from previous year due to changes in market conditions.

The outlook for coming months is somewhat marked by uncertainty. There are signs that the world economy is recovering after a period of high inflation and interest rate hikes which have impacted both private consumption and capital markets. However, Eimskip's important market in Iceland is facing challenges due to persistent inflation and high Central Bank interest rates, and in the Faroe Islands, private consumption has not yet picked up after a considerable contraction in mid-2023.

Despite this mixed macro-economic outlook, Eimskip is well positioned in its home market in the North Atlantic, with focus on transportation of frozen and chilled commodities. The Company remains operationally focused and cost conscious while also committed to business development to support sustainable growth that is built on strong relationships with all stakeholders. Although the Company is not immune to the effects of economic factors impacting global trade and demand for shipping and transportation, the solid financial position of the Company is an advantage in this respect, enabling the Company to weather economic cycles with greater resilience.

On 10 October 2023 the Board of Directors initiated a share buy-back program in accordance with the approval of Eimskip shareholders' meeting on 9 March 2023. The number of shares to be acquired under the buy-back program were up to 2,150,000. During the first quarter Eimskip purchased 401,000 shares with a purchase price of ISK 194.7 million or EUR 1.3 million. The share buy-back was completed on 16 January 2024. The main purpose of the share buy-back was to reduce the Company's share capital.

The Annual General Meeting approved a dividend payment to shareholders as well as a share capital reduction of treasury shares. Please refer to note 13 for further information.

Statement by the Board of Directors and the CEO

According to the best of our knowledge, it is our opinion that these Condensed Consolidated Interim Financial Statements give a true and fair view of the financial performance of Eimskip for the three months ended 31 March 2024, its assets, liabilities and consolidated financial position as at 31 March 2024 and its consolidated cash flows for the three month period ended 31 March 2024.

Endorsement and Statement by the Board of Directors and the CEO

Statement by the Board of Directors and the CEO, continued

The Board of Directors and the CEO have today discussed the Condensed Consolidated Interim Financial Statements of Eimskipafélag Íslands hf. for the period 1 January to 31 March 2024 and confirm them by means of their signatures.

Reykjavík, 7 May 2024.

Board of Directors:

Óskar Magnússon, Chairman

Margrét Guðmundsdóttir, Vice- Chairman

Guðrún Ó. Blöndal, Board Member

Lárus L. Blöndal, Board Member

Ólöf Hildur Pálsdóttir, Board Member

CEO:

Vilhelm Már Thorsteinsson

Consolidated Income Statement

1 January to 31 March 2024

	Notes	2024 1.1. - 31.3.	2023 1.1. - 31.3.
Revenue			
Operating revenue	5	195,897	214,569
Expenses			
Operating expenses		144,174	147,728
Salaries and related expenses		37,480	35,003
	5	181,654	182,731
Operating profit, EBITDA		14,243	31,838
Depreciation and amortization		(15,136)	(16,053)
Results from operating activities, EBIT		(893)	15,785
Finance income		234	599
Finance expense		(3,210)	(2,585)
Net foreign currency exchange (loss) gain		(216)	129
Net finance expense	6	(3,192)	(1,857)
Share of earnings of equity accounted investees		4,232	1,860
Net earnings before income tax		147	15,788
Income tax		344	(3,307)
Net earnings for the period		491	12,481
Net earnings for the period attributable to:			
Equity holders of the Company		451	12,313
Non-controlling interest		40	168
		491	12,481
Earnings per share:			
Basic earnings per share (EUR per share)	7	0.0028	0.0731
Diluted earnings per share (EUR per share)	7	0.0028	0.0730

The notes on pages 10 to 15 are an integral part of these Condensed Consolidated Interim Financial Statements.

Consolidated Statement of Comprehensive Income

1 January to 31 March 2024

	Notes	2024 1.1. - 31.3.	2023 1.1. - 31.3.
Net earnings for the period		491	12,481
Other comprehensive income:			
Items that are or may subsequently be reclassified the income statement			
Foreign currency translation difference of foreign operations		655 (2,051)
Effective portion of changes in fair value of cash flow hedges, net of income tax		(175)	204
Fair value changes of non-controlling put option liability		(462) (906)
Other comprehensive income for the period		18 (2,753)
Total comprehensive income for the period		509	9,728
Total comprehensive income for the period attributable to:			
Equity holders of the Company		463	9,616
Non-controlling interest		46	112
		509	9,728

The notes on pages 10 to 15 are an integral part of these Condensed Consolidated Interim Financial Statements.

Consolidated Statement of Financial Position

as at 31 March 2024

	Notes	31.03.2024	31.12.2023
Assets:			
Property, vessels and equipment		244,616	246,269
Right-of-use assets		95,096	89,373
Intangible assets		62,047	62,057
Equity accounted investees		48,110	43,898
Finance assets		1,789	2,017
Deferred tax assets		1,406	1,416
Total non-current assets		453,064	445,030
Inventories		11,579	11,401
Trade and other receivables	8	139,753	129,906
Cash and cash equivalents		26,990	32,502
Total current assets		178,322	173,809
Total assets		631,386	618,839
Equity:			
Share capital		1,007	1,010
Share premium		97,754	99,042
Reserves		95,942	115,134
Retained earnings		87,254	92,493
Total equity attributable to equity holders of the parent company		281,957	307,679
Non-controlling interest		3,723	4,393
Total equity	13	285,680	312,072
Liabilities:			
Loans and borrowings	9	105,475	107,551
Lease liabilities	10	69,814	64,636
Other long-term liabilities		606	2,940
Deferred tax liability		5,533	6,953
Total non-current liabilities		181,428	182,080
Loans and borrowings	9	21,596	11,613
Lease liabilities	10	28,140	27,372
Trade and other payables	11	85,758	78,474
Shareholder distribution payables	13	24,844	0
Income tax payable		3,940	7,228
Total current liabilities		164,278	124,687
Total liabilities		345,706	306,767
Total equity and liabilities		631,386	618,839

The notes on pages 10 to 15 are an integral part of these Condensed Consolidated Interim Financial Statements.

Consolidated Statement of Changes in Equity

1 January to 31 March 2024

	Attributable to equity holders of the Company								
	Reserves						Total	Non-controlling interest	Total equity
	Share capital	Share premium	Trans-lation reserve	Other reserves*	Un-distributed profits	Retained earnings			
Changes in Equity 1 January to 31 March 2023:									
Equity at 1 January 2023	1,045	117,046	(5,091)	1,655	98,380	89,091	302,126	7,039	309,165
Share capital reduction	(23)	(12,653)					(12,676)		(12,676)
Dividend paid (0.1340 EUR per share)						(22,717)	(22,717)		(22,717)
Changes in share options reserve				68		14	82	(1,097)	(1,015)
Total comprehensive income for the period			(1,995)	(702)		12,313	9,616	112	9,728
Profit of subsidiaries net of dividend received					(11,438)	11,438	0		0
Equity at 31 March 2023	1,022	104,393	(7,086)	1,021	86,942	90,139	276,431	6,054	282,485
Reserves					80,877				
Changes in Equity 1 January to 31 March 2024:									
Equity at 1 January 2024	1,010	99,042	(10,127)	(838)	126,099	92,493	307,679	4,393	312,072
Treasury shares purchased	(3)	(1,288)					(1,291)		(1,291)
Dividend paid (0.1515 EUR per share)						(24,844)	(24,844)		(24,844)
Changes in share options reserve				(65)		15	(50)	(716)	(766)
Minority Put option exercised				2,333		(2,333)	0		0
Total comprehensive income for the period			649	(637)		451	463	46	509
Profit of subsidiaries net of dividend received					(21,472)	21,472	0		0
Equity at 31 March 2024	1,007	97,754	(9,478)	793	104,627	87,254	281,957	3,723	285,680
Reserves					95,942				

* Other reserves include hedging reserve, share option reserve and reserve for fair value changes of minority put options.

The notes on pages 10 to 15 are an integral part of these Condensed Consolidated Interim Financial Statements.

Consolidated Statement of Cash Flows

1 January to 31 March 2024

	Notes	2024 1.1. - 31.3.	2023 1.1. - 31.3.
Cash flows from operating activities:			
Net earnings for the period		491	12,481
Adjustments for:			
Depreciation and amortization		15,136	16,053
Net finance expense	6	3,192	1,857
Share of earnings of equity accounted investees		(4,232)	(1,860)
Change in deferred taxes		(1,434)	302
Other changes		(55)	(44)
		13,098	28,789
Changes in current assets and liabilities:			
Inventories, change		(120)	39
Trade and other receivables, change		(9,705)	8,761
Trade and other payables, change		8,791	(1,280)
Change in current assets and liabilities		(1,034)	7,520
Interest paid		(3,210)	(2,585)
Interest received		234	599
Taxes paid		(4,024)	(45)
Net cash from operating activities		5,064	34,278
Cash flows used in investing activities:			
Acquisition of property, vessels and equipment		(4,278)	(4,836)
Acquisition of intangible assets		(1,120)	(1,294)
Proceeds from the sale of property, vessels and equipment		283	366
Proceeds from the sale of equity accounted investees		0	815
Investment in subsidiaries net of cash acquired		0	(622)
Minority put option exercised		(2,576)	0
Changes in finance assets		213	234
Net cash used in investing activities		(7,478)	(5,337)
Cash flows from financing activities:			
Dividend paid to non-controlling interest and other changes		(716)	(1,096)
Purchased treasury shares		(1,291)	0
Proceeds from current loans and borrowings	9	10,000	0
Repayment of non-current loans and borrowings		(2,144)	(2,498)
Repayment of lease liabilities		(8,187)	(9,172)
Short term borrowings, change		(16)	0
Net cash used in financing activities		(2,354)	(12,766)
Changes in cash and cash equivalents		(4,768)	16,175
Cash and cash equivalents at the beginning of the year		32,502	69,937
Effects of exchange rate fluctuations on cash held		(744)	655
Cash and cash equivalents at the end of the period		26,990	86,767
Investing and financing activities not affecting cash flows:			
Acquisition of right-of-use assets		(15,169)	(5,508)
New or renewed leases	10	15,169	5,508
Dividend declared	13	24,844	22,717
Payables, change		(24,844)	(22,717)
Share capital reduction	13	0	12,676
Payables, change		0	(12,676)
Proceeds from sale of investment		0	27
Receivables, change		0	(27)

Notes

1. Reporting entity

Eimskipafélag Íslands hf. reg. no. 690409-0460 (the "Company" or the "Parent Company") is a public limited liability company domiciled in Iceland. The address of the Company's registered office is Sundabakki 2, 104 Reykjavík. The Condensed Consolidated Interim Financial Statements of the Company for the period 1 January to 31 March 2024 comprise the Company and its subsidiaries (together referred to as "Eimskip" or the "Group"). The Parent Company is an investment company focused on investments in shipping and logistics services. The Company's shares are listed at Nasdaq Iceland.

2. Basis of preparation

a. Statement of compliance

The Condensed Consolidated Interim Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU for interim financial statements (IAS 34) and additional Icelandic disclosure requirements for consolidated financial information of listed companies in accordance with Icelandic Financial Statements Act No. 3/2006 and rules for issuers of financial instruments on Nasdaq Iceland.

The Condensed Consolidated Interim Financial Statements do not include all of the information required for a complete set of IFRS financial statements and should be read in conjunction with the Consolidated Financial Statements of the Company as at and for the year ended 31 December 2023, which is available on the Company's website, www.eimskip.is, and in the company's news release distribution network of Nasdaq Nordic.

These Condensed Consolidated Interim Financial Statements were approved and authorized for issue by the Company's Board of Directors on 7 May 2024.

b. Functional and presentation currency

These Condensed Consolidated Interim Financial Statements are presented in Euro (EUR), which is the Company's functional currency. All financial information presented in EUR has been rounded to the nearest thousand.

3. Significant accounting policies

The accounting policies applied in these Condensed Consolidated Interim Financial Statements are the same as those applied in the Group's Consolidated Financial Statements as at and for the year ended 31 December 2023. IFRS standards effective as at 1 January 2024 had immaterial effects on the Consolidated Financial Statements.

4. Use of estimates and judgements

The preparation of the Condensed Consolidated Interim Financial Statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these Condensed Consolidated Interim Financial Statements, the significant judgements made by management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those described in the last annual Consolidated Financial Statements as at and for the year ended 31 December 2023.

Intangible assets

Eimskip annually tests whether the carrying amount of intangible assets is impaired. At the end of each reporting period, the Company assesses whether there is any indication of impairment. Management has reviewed the impairment tests performed at year-end 2023. Please refer to note 12 in the Financial Statements of 2023. To date, there is no indication of impairment.

Impairment loss on trade receivables and finance assets

Eimskip establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables and finance assets. The main components of this allowance are a specific loss component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that have been incurred but not yet identified. The collective loss allowance is determined based on historical data of payment statistics for similar financial assets.

Notes

5. Segment reporting

Business segments

Eimskip has two reportable segments, as described below, which are Eimskip's strategic business units. The strategic business units offer different products and services on different markets and are managed separately. The segment reporting is based on an internal reporting function of Eimskip. The following summary describes the operations in each of Eimskip's reportable segments:

Liner services: The main emphasis in Eimskip's operations is the sale of transportation of goods to and from Iceland, Norway and the Faroe Islands through its service routes in the North Atlantic. These services include sea transportation, trucking, warehousing and logistic services.

Forwarding services: The second segment represents transportation solutions outside Eimskip's own operating system, utilizing the global network of Eimskip's offices and associates, mainly in the reefer sector.

	Liner services	Forwarding services	Elimination	Consoli- dated
1 January to 31 March 2024				
Revenue, external	132,447	63,450		195,897
Inter-segment revenue	1,482	8,750	(10,232)	0
Total	133,929	72,200	(10,232)	195,897
Expenses, external	(116,901)	(64,753)		(181,654)
Inter-segment expense	(8,750)	(1,482)	10,232	0
EBITDA	8,278	5,965	0	14,243
Depreciation and amortization	(13,172)	(1,964)		(15,136)
EBIT	(4,894)	4,001		(893)
Net finance expense	(3,043)	(149)		(3,192)
Share of earnings of equity accounted investees	4,219	13		4,232
Income tax	1,350	(1,006)		344
Net earnings for the period	(2,368)	2,859		491

	Liner services	Forwarding services	Elimination	Consoli- dated
1 January to 31 March 2023				
Revenue, external	150,232	64,337		214,569
Inter-segment revenue	2,148	8,028	(10,176)	0
Total	152,380	72,365	(10,176)	214,569
Expenses, external	(120,010)	(62,721)		(182,731)
Inter-segment expense	(8,028)	(2,148)	10,176	0
EBITDA	24,342	7,496	0	31,838
Depreciation and amortization	(14,337)	(1,716)		(16,053)
EBIT	10,005	5,780		15,785
Net finance expense	(1,201)	(656)		(1,857)
Share of earnings of equity accounted investees	1,847	13		1,860
Income tax	(2,534)	(773)		(3,307)
Net earnings for the period	8,117	4,364		12,481

Notes

5. Segment reporting, continued

	Liner services	Forwarding services	Elimination	Consoli- dated
Information on assets and liabilities				
Segment assets as at 31.03.2024	506,478	124,908		631,386
Segment assets as at 31.12.2023	501,467	117,372		618,839
Segment liabilities as at 31.03.2024	290,331	55,375		345,706
Segment liabilities as at 31.12.2023	262,487	44,280		306,767
Non-lease capital expenditure				
for the period 1 January to 31 March 2024	4,282	1,116		5,398
Non-lease capital expenditure				
for the period 1 January to 31 March 2023	5,390	740		6,130

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is presented based on the geographical location of the entity issuing invoices. Non-current assets (fixed assets, right of use assets, intangible assets), which can not be easily moved (e.g terminal and cranes) are based on the geographical location of assets. For all other non-current assets geographical location is based on the legal ownership. These assets consist mainly of vessels and containers.

Geographical split:	External Revenue		Non-Current assets	
	2024	2023	2024	2023
	1.1. - 31.3.	1.1. - 31.3.	31.03	31.12
Iceland	103,928	111,172	201,860	201,561
Norway	11,708	17,248	37,830	31,133
Faroe Island	13,988	12,380	107,587	109,377
Europe - other	42,246	50,090	40,998	41,672
North - America	6,654	11,242	12,056	12,473
Asia	17,373	12,437	1,428	1,483
	195,897	214,569	401,759	397,699

6. Finance income and expense

	2024	2023
	1.1. - 31.3.	1.1. - 31.3.
Finance income is specified as follows:		
Interest income	234	566
Dividend received	0	33
Finance income	234	599
Finance expense is specified as follows:		
Interest on long-term loans	(1,455)	(1,116)
Interest on lease liabilities	(1,548)	(1,269)
Other finance expense	(207)	(200)
Finance expense	(3,210)	(2,585)
Net foreign currency exchange (loss) gain	(216)	129
Net finance expense	(3,192)	(1,857)

7. Earnings per share

Basic and diluted earnings per share

The calculation of basic earnings per share was based on earnings attributable to shareholders and a weighted average number of shares outstanding during the period. The Company has one category of dilutive potential ordinary shares: share options. For the share options a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price year to date of the Company's shares) based on the monetary value of the subscription rights attached to outstanding share options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

Notes

7. Earnings per share, continued

	2024	2023
	1.1. - 31.3.	1.1. - 31.3.
Earning per share is calculated as follows:		
Net earnings attributable to equity holders of the Company	451	12,313
Number of issued shares at 1 January in thousands	167,850	173,050
Effect of treasury shares at 1 January in thousands	(3,474)	(3,461)
Effect of share capital reduction	(402)	(1,040)
Effect of treasury shares purchased in thousands	(359)	0
Weighted average number of outstanding shares in thousands	163,615	168,549
Adjustment for share options	0	24
Weighted average number of outstanding shares for diluted earnings per share	163,615	168,573
Basic earnings per share (EUR)	0.0028	0.0731
Diluted earnings per share (EUR)	0.0028	0.0730

8. Trade and other receivables

	31.3.2024	31.12.2023
Trade and other receivables are specified as follows:		
Trade receivables	120,582	111,871
Restricted cash	718	535
Other receivables	18,453	17,500
Trade and other receivables total	139,753	129,906

9. Loans and borrowings

This note provides information on the contractual terms of Eimskip's interest bearing loans and borrowings.

Loans and borrowings consist of the following:

	31.3.2024	31.12.2023
Secured bank loans	116,908	118,985
Bank overdraft and short term borrowing	10,163	179
Current maturity	(21,596)	(11,613)
Total non-current loans and borrowings	105,475	107,551
Current loans and borrowings:		
Current maturities of secured bank loans	11,433	11,434
Bank overdraft and short term borrowing	10,163	179
Total current loans and borrowings	21,596	11,613
Total loans and borrowings	127,071	119,164

The loan agreements of Eimskip contain restrictive covenants. At the end of March 2024 and at the year-end 2023 Eimskip complied with all restrictive covenants.

During the period Eimskip drew down EUR 10.0 million on the revolving loan facility. In April the Company renewed an outstanding revolving loan facility amounting to EUR 20.0 million and added a new EUR 10.0 million revolving loan facility. The total committed revolving loan facilities currently amounts to EUR 40.0 million (31.12.2023: EUR 30.0 million).

	31.3.2024	31.12.2023
Revolving loan facilities:		
Committed revolver loan facilities	10,000	30,000
Drawn amount	(10,000)	0
Undrawn amount	0	30,000

Notes

9. Loans and borrowings, continued

Terms and debt repayment schedule:

	31.3.2024		31.12.2023	
	Nominal interest	Carrying amount	Nominal interest	Carrying amount
Secured loans in EUR	5.0%	126,523	3.9%	118,513
Secured loans in ISK	-	182		253
Secured loans in other currencies	-	203		219
Unsecured loans	-	163		179
Total interest-bearing liabilities		127,071		119,164

	31.3.2024	31.12.2023
On demand or within 12 months	21,596	11,613
12 - 24 months	40,297	41,343
24 - 36 months	7,292	7,292
36 - 48 months	7,292	7,292
48 - 60 months	7,286	7,286
After 60 months	43,308	44,338
Total secured bank loans	127,116	119,164

10. Lease liabilities

Lease liabilities are as follows:

Lease Liabilities in EUR	11,729	13,578
Lease Liabilities in USD	28,080	29,347
Lease Liabilities in ISK	21,124	18,529
Lease Liabilities in NOK	31,506	24,444
Lease Liabilities in other currencies	5,515	6,110
Total	97,954	92,008
Current maturities	(28,140)	(27,372)
Non-current maturities	69,814	64,636

Maturity analysis:

Within 12 months	28,140	27,372
12 - 24 months	12,760	14,626
24 - 36 months	4,829	5,729
36 - 48 months	3,247	3,310
48 - 60 months	1,677	1,591
After 60 months	47,301	39,380
Total	97,954	92,008

11. Trade and other payables

Trade and other payables are attributable to the following:

Trade payables	52,502	48,843
Other payables	33,256	29,631
Total	85,758	78,474

12. Group entities

At period-end the Company owned directly nine subsidiaries that are all included in the consolidation. The direct subsidiaries owned 52 subsidiaries at period-end. The Company holds the majority of voting power in all of its subsidiaries. Assets, liabilities, revenues and expenses in Consolidated Interim Financial Statements that include a non-controlling interest are immaterial to the Group.

Notes

The Group's direct subsidiaries are as follows:

	Country of incorporation	Ownership Interest	Ownership Interest
		31.3.2024	31.12.2023
Eimskip Ísland ehf.	Iceland	100%	100%
TVG-Zimsen ehf.	Iceland	100%	100%
Eimskip USA, Inc.	USA	100%	100%
Eimskip UK Ltd.	England	100%	100%
Eimskip Holding B.V.	The Netherlands	100%	100%
Eimskip Asia B.V.	The Netherlands	80%	80%
P/f Skipafélagid Føroyar	Faroe Islands	100%	100%
Harbour Grace CS Inc.	Canada	51%	51%
Sæferdir ehf.	Iceland	100%	100%

13. Shareholder distributions

Dividend payment

The Annual General Meeting of Eimskip approved on 7 March 2024 a dividend payment of ISK 22.53 per share to shareholders. The dividend payment amounted to ISK 3,7 billion or EUR 24.8 million. The payment date was 17 April 2024.

Reduction of treasury shares

The share capital reduction by reducing treasury shares consisted of a share capital reduction of 2,150,000 shares or from 167,850,000 to 165,700,000 issued shares. Treasury shares amounted to 2.31% of total issued shares but will after the reduction amount to 1.04% of total issued shares. The reduction was executed on 27 March 2024.

Subsequent to the shareholder distributions above share capital is ISK 165,700,000 and each share is divided into one ISK. Treasury shares are ISK 1,725,320 and outstanding shares are ISK 163,974,680.

14. Other matters

With reference to note 26 in the Consolidated Financial Statements 2023, an investigation from the Icelandic District Prosecutor is currently open. No changes have been in the case during the period.

The Company received summons from Samskip in April 2024 where the Chairman of the Board of Directors on behalf of the Company and the CEO are being summoned for recognition of liability for compensation, without an amount, for alleged wrongful and negligent actions in connection with the settlement which Eimskip made with the Icelandic Competition Authority in year 2021.

15. Subsequent events

There are no subsequent events to report.

Quarterly statements

Year 2024	Q1 2024				
Revenue	195,897				
Expenses	181,654				
Operating profit, EBITDA	14,243				
Depreciation and amortization	(15,136)				
Results from operating activities, EBIT	(893)				
Net finance expense	(3,192)				
Share of earnings of equity accounted investees	4,232				
Net earnings before income tax	147				
Income tax	344				
Net earnings	491				
Year 2023	Q1 2023	Q2 2023	Q3 2023	Q4 2023	2023
Revenue	214,569	209,516	201,967	201,479	827,531
Expenses	182,731	175,191	167,469	178,779	704,170
Operating profit, EBITDA	31,838	34,325	34,498	22,700	123,361
Depreciation and amortization	(16,053)	(14,914)	(15,626)	(15,773)	(62,366)
Results from operating activities, EBIT	15,785	19,411	18,872	6,927	60,995
Net finance expense	(1,857)	(1,893)	(2,186)	(2,105)	(8,041)
Share of earnings of equity accounted investees	1,860	3,827	4,383	3,329	13,399
Net earnings before income tax	15,788	21,345	21,069	8,151	66,353
Income tax	(3,307)	(4,368)	(4,463)	291	(11,847)
Net earnings	12,481	16,977	16,606	8,442	54,506

Key figures by quarter

Amounts are in thousands of EUR

OPERATING RESULTS	Q1 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023
Revenue	195,897	201,479	201,967	209,516	214,569
Expenses	181,654	178,779	167,469	175,191	182,731
<i>Salaries and related expense</i>	<i>37,480</i>	<i>36,850</i>	<i>35,118</i>	<i>36,801</i>	<i>35,003</i>
EBITDA	14,243	22,700	34,498	34,325	31,838
EBIT	(893)	6,927	18,872	19,411	15,785
Net earnings for the period	491	8,442	16,606	16,977	12,481
EBITDA ratio	7.3%	11.3%	17.1%	16.4%	14.8%
EBIT ratio	(0.5%)	3.4%	9.3%	9.3%	7.4%
Profit ratio	0.3%	4.2%	8.2%	8.1%	5.8%
Basic earning per share (in EUR)	0.0028	0.0510	0.0999	0.1006	0.0731
Diluted earning per share (in EUR)	0.0028	0.0510	0.0999	0.1006	0.0730
Average FTE's	1,720	1,719	1,709	1,732	1,719
BALANCE SHEET	31.03.2024	31.12.2023	30.09.2023	30.06.2023	31.03.2023
Assets	631,386	618,839	651,390	638,496	668,436
Equity	285,680	312,072	314,569	297,942	282,485
Liabilities	345,706	306,767	336,821	340,554	385,951
Interest-bearing debt	225,025	211,172	222,285	228,265	229,329
<i>Loans and borrowings</i>	<i>127,071</i>	<i>119,164</i>	<i>122,814</i>	<i>124,893</i>	<i>131,237</i>
<i>Lease liabilities</i>	<i>97,954</i>	<i>92,008</i>	<i>99,471</i>	<i>103,372</i>	<i>98,092</i>
Net debt	196,164	176,610	172,801	179,385	139,768
Equity ratio	45.2%	50.4%	48.3%	46.7%	42.3%
Leverage ratio	1.85	1.43	1.24	1.16	0.85
Current ratio	1.16	1.39	1.40	1.39	1.32
CASH FLOW	Q1 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023
Net cash from operating activities	5,064	12,091	29,330	22,199	34,278
Net cash used in investing activities	(7,478)	(8,948)	(16,711)	(12,109)	(5,337)
Net cash used in financing activities	(2,354)	(17,816)	(11,388)	(50,095)	(12,766)
Cash and cash equivalents at the end of the period	26,990	32,502	47,096	46,336	86,767
New investments	1,036	5,547	6,021	5,130	1,107
Maintenance capex	5,328	3,609	10,916	4,777	6,088
Distribution to shareholders	0	0	0	35,393	0
Share buy back	1,291	5,363	0	0	0