

Income Statement Borregaard Group Q1 2020

| <i>Amounts in NOK million</i> | 1.1-31.3 | | 1.1-31.12 |
|--|---------------|---------------|---------------|
| | 2020 | 2019 | 2019 |
| Operating revenues | 1 372 | 1 250 | 5 063 |
| Operating expenses | -1 130 | -995 | -4 056 |
| EBITDA | 242 | 255 | 1 007 |
| Depreciation property, plant and equipment | -109 | -98 | -418 |
| Amortisation intangible assets | -1 | -1 | -4 |
| Other income and expenses | 0 | 0 | -27 |
| Operating profit | 132 | 156 | 558 |
| Financial items, net | -21 | -15 | -91 |
| Profit before taxes | 111 | 141 | 467 |
| Income tax expense | -27 | -33 | -116 |
| Profit for the period | 84 | 108 | 351 |
| Profit attributable to non-controlling interests | -18 | -18 | -66 |
| Profit attributable to owners of the parent | 102 | 126 | 417 |
| Earnings per share (NOK) | 1,02 | 1,26 | 4,17 |
| <i>EBITDA margin</i> | <i>17,6 %</i> | <i>20,4 %</i> | <i>19,9 %</i> |

Interim condensed statement of financial position Borregaard Group

| <i>Amounts in NOK million</i> | 31.3. 2020 | 31.12. 2019 |
|----------------------------------|---------------|----------------|
| Assets: | | |
| Intangible assets | 98 | 93 |
| Property, plant and equipment | 3 984 | 3 852 |
| Right-of-use assets | 396 | 380 |
| Other assets | 398 | 251 |
| Investments in joint venture | 94 | 99 |
| Non-current assets | 4 970 | 4 675 |
| Inventories | 942 | 931 |
| Receivables | 1 368 | 991 |
| Cash and cash deposits | 61 | 147 |
| Current assets | 2 371 | 2 069 |
| Total assets | 7 341 | 6 744 |
| Equity and debt: | | |
| Group equity | 2 641 | 3 306 |
| Non-controlling interests | 169 | 158 |
| Equity | 2 810 | 3 464 |
| Provisions and other liabilities | 813 | 294 |
| Interest-bearing liabilities | 1 820 | 1 419 |
| Non-current liabilities | 2 633 | 1 713 |
| Interest-bearing liabilities | 617 | 608 |
| Other current liabilities | 1 281 | 959 |
| Current liabilities | 1 898 | 1 567 |
| Equity and liabilities | 7 341 | 6 744 |
| Equity ratio (%): | 38,3 % | 51,4 % |

Interim condensed cash flow statement Borregaard Group Q1 2020

| <i>Amounts in NOK million</i> | 1.1-31.3 | | 1.1-31.12 |
|---|-------------|-------------|-------------|
| | 2020 | 2019 | 2019 |
| Profit before taxes | 111 | 141 | 467 |
| Amortisation, depreciation and impairment charges | 110 | 99 | 432 |
| Change in net working capital, etc | -298 | -128 | -85 |
| Dividend (share of profit) from JV | -1 | 0 | 5 |
| Taxes paid | -47 | -68 | -122 |
| Cash flow from operating activities | -125 | 44 | 697 |
| Investments property, plant and equipment and intangible assets * | -58 | -123 | -583 |
| Other capital transactions | 2 | 9 | 29 |
| Cash flow from Investing activities | -56 | -114 | -554 |
| Dividends | 0 | 0 | -224 |
| Proceeds from exercise of options/shares to employees | 28 | 19 | 35 |
| Buy-back of shares | -50 | -27 | -60 |
| Gain/(loss) on hedges for net investments in subsidiaries | -160 | 4 | -26 |
| Net paid to/from shareholders | -182 | -4 | -275 |
| Proceeds from interest-bearing liabilities | 650 | 347 | 2 100 |
| Repayment of interest-bearing liabilities | -585 | -216 | -1 971 |
| Change in interest-bearing receivables/other liabilities | 40 | -8 | -3 |
| Change in net interest-bearing liabilities | 105 | 123 | 126 |
| Cash flow from financing activities | -77 | 119 | -149 |
| Change in cash and cash equivalents | -258 | 49 | -6 |
| Cash and cash equivalents at beginning of period | 81 | 86 | 86 |
| Change in cash and cash equivalents | -258 | 49 | -6 |
| Currency effects cash and cash equivalents | 6 | -1 | 1 |
| Cash and cash equivalents at the end of the period | -171 | 134 | 81 |
| * Investment by category: | | | |
| Replacement investments | 35 | 76 | 370 |
| Expansion investments | 23 | 47 | 213 |

Quarterly segment information Borregaard Group

Operating revenues

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.13 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | 4 492 | 4 618 | 1 217 | 1 199 | 1 150 | 1 219 | 4 785 | 1 250 | 1 340 | 1 239 | 1 234 | 5 063 | 1 372 |
| BioSolutions | 2 563 | 2 594 | 687 | 693 | 690 | 705 | 2 775 | 755 | 781 | 720 | 726 | 2 982 | 797 |
| BioMaterials | 1 575 | 1 672 | 432 | 426 | 378 | 425 | 1 661 | 394 | 472 | 430 | 416 | 1 712 | 454 |
| Fine Chemicals | 368 | 370 | 103 | 86 | 89 | 96 | 374 | 110 | 96 | 96 | 104 | 406 | 128 |
| Eliminations | -14 | -18 | -5 | -6 | -7 | -7 | -25 | -9 | -9 | -7 | -12 | -37 | -7 |

EBITDA

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.13 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | 1 021 | 1 055 | 252 | 239 | 229 | 183 | 903 | 255 | 283 | 286 | 183 | 1 007 | 242 |
| BioSolutions | 605 | 545 | 149 | 139 | 112 | 99 | 499 | 168 | 192 | 156 | 131 | 647 | 170 |
| BioMaterials | 321 | 414 | 74 | 79 | 95 | 64 | 312 | 45 | 64 | 94 | 31 | 234 | 46 |
| Fine Chemicals | 95 | 96 | 29 | 21 | 22 | 20 | 92 | 42 | 27 | 36 | 21 | 126 | 26 |

Depreciations and write downs

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.13 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | -274 | -306 | -75 | -75 | -84 | -89 | -323 | -98 | -104 | -106 | -110 | -418 | -109 |
| BioSolutions | -78 | -94 | -24 | -23 | -32 | -34 | -113 | -41 | -44 | -48 | -50 | -183 | -51 |
| BioMaterials | -177 | -192 | -46 | -47 | -47 | -49 | -189 | -49 | -53 | -50 | -51 | -203 | -50 |
| Fine Chemicals | -19 | -20 | -5 | -5 | -5 | -6 | -21 | -8 | -7 | -8 | -9 | -32 | -8 |

Amortisation

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.13 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | -4 | -4 | -1 | -1 | -1 | -1 | -4 | -1 | -1 | -1 | -1 | -4 | -1 |
| BioSolutions | -4 | -4 | -1 | -1 | -1 | -1 | -4 | -1 | -1 | -1 | -1 | -4 | -1 |
| BioMaterials | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Fine Chemicals | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Other income and expenses

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.13 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | 13 | -9 | 0 | 0 | 0 | 0 | 0 | 0 | -16 | 0 | -11 | -27 | 0 |
| BioSolutions | -24 | -9 | 0 | 0 | 0 | 0 | 0 | 0 | -16 | 0 | 0 | -16 | 0 |
| BioMaterials | 37 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -11 | -11 | 0 |
| Fine Chemicals | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Operating profit (EBIT)

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.13 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | 756 | 736 | 176 | 163 | 144 | 93 | 576 | 156 | 162 | 179 | 61 | 558 | 132 |
| BioSolutions | 499 | 438 | 124 | 115 | 79 | 64 | 382 | 126 | 131 | 107 | 80 | 444 | 118 |
| BioMaterials | 181 | 222 | 28 | 32 | 48 | 15 | 123 | -4 | 11 | 44 | -31 | 20 | -4 |
| Fine Chemicals | 76 | 76 | 24 | 16 | 17 | 14 | 71 | 34 | 20 | 28 | 12 | 94 | 18 |

Quarterly segment information Borregaard Group

Hedging effects & currency exposure

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.12 2020 |
|---|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard - EBITDA hedging gains & losses | -115 | -72 | 3 | -6 | -7 | -1 | -11 | -8 | -13 | -23 | -32 | -76 | -62 |
| BioSolutions | -41 | -22 | 3 | 1 | 0 | -1 | 3 | -4 | -6 | -9 | -14 | -33 | -26 |
| BioMaterials | -59 | -36 | 2 | -2 | -2 | -1 | -3 | -3 | -7 | -11 | -16 | -37 | -30 |
| Fine Chemicals | -15 | -14 | -2 | -5 | -5 | 1 | -11 | -1 | 0 | -3 | -2 | -6 | -6 |
| Borregaard - USD EBITDA currency exposure (approx) | 209 | 207 | | | | | 194 | | | | | 203 | |
| Borregaard - EUR EBITDA currency exposure (approx) | 92 | 84 | | | | | 84 | | | | | 98 | |

Sales revenues

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.12 2020 |
|-------------------------------|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| <i>Amounts in NOK million</i> | | | | | | | | | | | | | |
| Borregaard | 4 391 | 4 522 | 1 195 | 1 179 | 1 131 | 1 200 | 4 705 | 1 222 | 1 311 | 1 214 | 1 204 | 4 951 | 1 347 |
| BioSolutions | 2 485 | 2 524 | 670 | 677 | 674 | 687 | 2 708 | 728 | 753 | 697 | 695 | 2 873 | 775 |
| BioMaterials | 1 543 | 1 634 | 424 | 417 | 371 | 418 | 1 630 | 385 | 465 | 422 | 407 | 1 679 | 445 |
| Fine Chemicals | 363 | 365 | 102 | 85 | 87 | 95 | 369 | 109 | 94 | 95 | 102 | 400 | 127 |
| Eliminations | 0 | -1 | -1 | 0 | -1 | 0 | -2 | 0 | -1 | 0 | 0 | -1 | 0 |

BioSolutions

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.12 2020 |
|--|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| Average gross sales price NOK per mtds | 5 684 | 5 618 | 5 966 | 5 455 | 5 455 | 5 783 | 5 654 | 6 385 | 5 999 | 5 865 | 6 455 | 6 166 | 6 885 |
| Volume ('000 mtds) | 444 | 450 | 107 | 122 | 122 | 117 | 468 | 115 | 125 | 119 | 111 | 470 | 115 |
| Specialities volume ('000 mtds) | 80 | 83 | | | | | 86 | | | | | 86 | |
| Construction volume ('000 mtds) | 214 | 210 | | | | | 212 | | | | | 209 | |
| Industrial volume ('000 mtds) | 150 | 157 | | | | | 170 | | | | | 175 | |

BioMaterials

| | 1.1-31.12 2016 | 1.1-31.12 2017 | 1.1-31.3 2018 | 1.4-30.6 2018 | 1.7-30.9 2018 | 1.10-31.12 2018 | 1.1-31.12 2018 | 1.1-31.3 2019 | 1.4-30.6 2019 | 1.7-30.9 2019 | 1.10-31.12 2019 | 1.1-31.12 2019 | 1.1-31.12 2020 |
|--|-------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|------------------|------------------|------------------|--------------------|-------------------|-------------------|
| Average gross sales price NOK per mt | 9 992 | 10 589 | 10 129 | 10 202 | 10 532 | 10 528 | 10 337 | 10 724 | 10 561 | 10 982 | 10 417 | 10 665 | 11 382 |
| Volume ('000 mt) | 152,3 | 150,7 | 40,0 | 39,1 | 33,3 | 37,7 | 150,1 | 34,5 | 42,4 | 37,6 | 38,6 | 153,1 | 40,0 |
| High specialised as % of total cellulose product sales volum | 64 % | 72 % | | | | | 62 % | | | | | 73 % | |