



**Second quarter
Interim report
2024**

NORDIC FIBREBOARD AS

Consolidated Interim Report for the second quarter of 2024
(unaudited)

Beginning of the Interim Report Period:	1.04.2024
End of the Interim Report Period:	30.06.2024
Beginning of the financial year:	1.01.2024
End of the financial year:	31.12.2024
Business name:	Nordic Fibreboard AS
Registry code:	11421437
Address:	Rääma 31, Pärnu 80044, Estonia
Telephone:	+372 44 78 323
E-mail:	group@nordicfibreboard.com
Homepage:	www.nordicfibreboard.com
Auditor:	AS PricewaterhouseCoopers
Main activity:	Production and wholesales of fibreboards

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COMPANY PROFILE

Nordic Fibreboard AS is a holding company with subsidiaries Nordic Fibreboard Ltd OÜ and Pärnu Riverside Development OÜ.

The main activity of the Nordic Fibreboard AS group includes the production and wholesale of building materials. In addition, the group owns a real estate management company.

The Group, as of 30.06.2024, therefore consists of the following companies, all 100% owned:

Subsidiary	Location	Activity
Nordic Fibreboard Ltd OÜ	Estonia	Production and sales
Pärnu Riverside Development OÜ	Estonia	Rental and property development

Nordic Fibreboard Ltd OÜ produces and distributes softboard products for use in many different applications, the main categories being within construction (insulation, soundproofing, and interior finishing panels for walls and ceilings) and industry (packaging, expansion joint filler, pin and notice boards, acoustic reduction, firelighters).

Pärnu Riverside Development OÜ owns and manages a property located at 48 Suur-Jõe Street in the city of Pärnu and offers commercial premises rental services. A detailed plan for residential land development has been established for the property.

The principal markets of the company are the Nordic and Baltic region. Nordic Fibreboard's customers and partners are well recognized parties within their field of expertise, and value long-term relations with Nordic Fibreboard.

The shares of Nordic Fibreboard AS are listed on the Nasdaq Tallinn Stock Exchange secondary list.

As at 30.06.2024 the Group employed 63 employees (30.06.2023: 67 employees).



MANAGEMENT REPORT

NORDIC FIBREBOARD AS UNAUDITED RESULTS FOR SECOND QUARTER OF 2024

Consolidated net sales for Q2 2024 were € 2.18 million, which was a 8% increase compared to the same period last year (Q2 2023: € 2.01 million). The main business area is the production and wholesale of softboard, which recorded sales in Q2 2024 of € 2.17 million (Q2 2023: € 2.00 million). The remaining business area is real estate management of the property owned in Suur-Jõe street in Pärnu, who recorded sales of € 0.01 million in Q2 2024 (Q2 2023: also € 0.01 million).

The reason for the increase in sales revenue of fiberboard (comparing the Q2 2023 to the Q2 2024) is the addition of new industrial customers in 2024. The company's primary focus remains on finding new customers, with the goal of expanding its customer portfolio and discovering new business directions.

The consolidated EBITDA of Nordic Fibreboard AS for Q2 2024 was positive € 217 thousand (Q2 2023: positive € 190 thousand). EBITDA margin was positive 10% in Q2 2024 (Q2 2023: positive 9%). The Group's gross margin was 25% both in the Q2 2024 and in the Q2 2023.

The consolidated operating profit of Nordic Fibreboard AS for Q2 2024 was € 86 thousand and operating margin was 4%, (Q2 2023: operating profit € 69 thousand and operating margin was 3%).

Group's consolidated net loss for Q2 2024 was € 23 thousand (Q2 2023: loss € 7 thousand). The net loss for the Q2 2024 included the loss from the revaluation of the shares of Trigon Property Development AS (TPD) owned by Nordic Fibreboard Ltd in the amount of € 56 thousand (Q2 2023, the loss from the revaluation of the TPD shares was € 19 thousand).

DIVISIONAL REVIEW

REVENUE BY BUSINESS SEGMENTS

€ thousand	Q2 2024	Q2 2023	6M 2024	6M 2023
Fibreboards production and sales	2,170	1,998	4,119	4,583
Real Estate Management	9	12	21	23
TOTAL	2,179	2,010	4,140	4,606

PROFIT BY BUSINESS SEGMENTS

€ thousand	Q2 2024	Q2 2023	6M 2024	6M 2023
EBITDA by business units:				
Fibreboards production and sales	228	212	290	137
Real Estate Management	(3)	(4)	(15)	(17)
Group transactions	(8)	(18)	(5)	(24)
TOTAL EBITDA	217	190	270	96
Extraordinary other operating expenses	0	0	0	(406*)
Depreciation	(131)	(121)	(260)	(244)
TOTAL OPERATING PROFIT/ LOSS	86	69	10	(554)
Net financial costs	(109)	(76)	(106)	(50)
NET PROFIT/ LOSS	(23)	(7)	(96)	(604)

* consists of the one-time loss received from the resale of electricity to the electricity company.

STATEMENT OF FINANCIAL POSITION AND CASH FLOW STATEMENT

As of 30.06.2024 the total assets of Nordic Fibreboard AS were € 9.3 million (30.06.2023: € 8.9 million). The liabilities of the company as of 30.06.2024 were € 4.9 million (30.06.2023: € 4.4 million), of which



Group has payables amounting to € 1.1 million as at 30.06.2024 (30.06.2023: € 0.9 million) and borrowings of € 3.4 million as at 30.06.2024 (30.06.2023: € 3.0 million).

Receivables and prepayments amounted to € 1.1 million as at 30.06.2024 (30.06.2023: € 0.7 million). Inventories were € 1.0 million as of 30.06.2024 (30.06.2023: € 0.9 million). Fixed assets were € 7.1 million as of 30.06.2024 (€ 7.2 million as of 30.06.2023).

During 6M 2024, the Group's cash flows from operating activities totalled cash outflow of € 51 thousand (6M 2023: cash inflow € 378 thousand). Cash outflows due to investment activities was € 163 thousand during 6M 2024, which consisted of investments made in production assets and real estate investment objects (6M 2023: cash outflow € 171 thousand). Cash inflows due to financing activities was € 209 thousand during 6M 2024, (6M 2023: cash outflow € 207 thousand). The net cash flow for the 6M 2024 resulted in a cash outflow of € 5 thousand (6M 2022: the net cash flow € 0).

NORDIC FIBREBOARD LTD: FIBREBOARD PRODUCTIONS AND SALES

Fibreboard sales for Q2 2024 were € 2.17 million (Q2 2023: € 2.00 thousand). The main reason for the increase in sales revenue in the 2nd quarter of 2024 compared to the 2nd quarter of 2023 was the addition of new industrial customers. Sales in Estonia increased by 48% in the second quarter of 2024 compared to the same period last year, and sales to the Finnish market increased by 43%.

In the Q2 2024, there was no sales revenue from a large Danish customer, whose share was 22% of total sales in the same period of 2023. In the Q2 2024, this part of the sales revenue will be compensated by the addition of new industrial customers. The largest of them is located in the Netherlands, followed by Swedish and Polish companies. These new customers accounted for 18% of sales in the first half of 2024

The consolidated EBITDA of Nordic Fibreboard Ltd OÜ for Q2 2024 was positive € 228 thousand (Q2 2023: positive € 212 thousand).

FIBREBOARD SALES BY GEOGRAPHICAL SEGMENTS

<i>€ thousand</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
European Union	2,106	1,862	3,798	4,317
Middle East	41	28	57	28
Asia	23	23	84	55
Africa	0	40	167	93
Other	0	45	13	90
TOTAL	2,170	1,998	4,119	4,583

PÄRNU RIVERSIDE DEVELOPMENT: REAL ESTATE MANAGEMENT

Pärnu Riverside Development OÜ owns and manages real estate in Pärnu, Suur-Jõe street 48. The company offers commercial premises rental services in one of the property's buildings, the rental income from real estate management was € 9 thousand in Q2 2024, (Q2 2023: € 12 thousand).

The real estate management EBITDA for Q2 2024 were negative € 3 thousand (Q2 2023: negative € 4 thousand).

PEOPLE

On the 30.06.2024, the Group employed 63 people (as of 30.06.2023, 67 people). The average number of personnel in Q2 2024 was 63 (Q2 2023: 68).

Labour costs were € 406 thousand including taxes in Q2 2024 and € 799 thousand for first six months of 2024 (Q2 2023: € 415 thousand, 6M 2023: € 851 thousand). Group fees for the members of the management boards of holding company and its subsidiaries, together with taxes, were € 63 thousand



in Q2 2024 and € 122 thousand for first six months of 2024 (Q2 2023: € 64 thousand, 6M 2023: € 125 thousand).

The Group's definition of labour costs includes payroll expenses (incl. holiday pay) with additional remuneration fees, payroll taxes, special benefits and taxes calculated on special benefits.

OUTLOOK

NORDIC FIBREBOARD LTD

The economic outlook for the second half of 2024 has not significantly improved, although regional interest rate reductions may have some positive impact on business operations. However, the effects of these measures are primarily long-term. In the near future, our greatest challenge—and simultaneously our greatest opportunity—is acquiring new clients and markets which we are actively working on. We are still focusing on managing existing markets and key clients, as stability and reliability are becoming increasingly valued in turbulent economic conditions.

On a positive side for Nordic Fibreboard the future trends and outlooks indicate an increasing focus on green and environmentally friendly solutions, both in the construction sector and also in various other industries that Nordic Fibreboard products are already being sold or potentially could be sold. Innovation is key in this process, providing solutions to the clients that meet increasingly stringent environmental regulations and the growing consumer preference for environmentally sustainable products.

As a result of our business analysis and mapping of growth opportunities, Nordic Fibreboard has launched a growth-oriented strategy focused on strategic investments in sales, marketing and development activities to expand our customer base and product line. In the first phase, we will focus on quick and straightforward opportunities to maximize growth potential in the near term. At the same time, we will continue to develop our value proposition to move higher up the value chain for our clients. This will ensure closer partnerships and a broader reach in capturing both current and future business opportunities.

When planning production volumes, we follow the dynamics of sales volumes, ensuring flexibility and quick response to customer orders.

PÄRNU RIVERSIDE DEVELOPMENT

We will continue to manage and develop the property on Suur-Jõe Street 48, Pärnu. A detail plan for the property has been completed, with the intention of converting the property into a residential property.



FINANCIAL HIGHLIGHTS

Income statement	Q2 2024	Q2 2023	6M 2024	6M 2023
Revenue	2,179	2,010	4,140	4,606
EBITDA	217	190	270	96
EBITDA margin	10%	9%	7%	2%
Operating profit	86	69	10	(554)
Operating margin	4%	3%	0%	(12%)
Net profit	(23)	(7)	(96)	(604)
Net margin	(1%)	(0%)	(2%)	(13%)

Statement of financial position	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Total assets	9,252	8,505	8,856	9,408
Return on assets	(1%)	(8%)	(7%)	13%
Equity	4,306	4,402	4,480	5,084
Return on equity	(2%)	(16%)	(13%)	24%
Debt-to-equity ratio	53%	48%	49%	46%

Share	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Last Price*	1.03	0.90	1.24	1.60
Earnings per share	(0.04)	(0.15)	(0.02)	0.27
Price-earnings ratio	(26.75)	(5.93)	(54.66)	5.83
Book value of a share	0.96	0.98	1.00	1.13
Market to book ratio	1.08	0.92	1.25	1.42
Market capitalization, € thousand	4 634	4 049	5 579	7 198
Number of shares, piece	4,499,061	4,499,061	4,499,061	4,499,061

EBITDA = Earnings before interest, taxes, depreciation and amortization

EBITDA margin = EBITDA / Revenue

Operating margin = Operating profit / Revenue

Net margin = Net profit / Revenue

Return on assets = Net profit / Total assets

Return on equity = Net profit / Equity

Debt-to-total assets ratio = Liabilities / Total assets

Earnings per share = Trailing twelve months (TTM) net profit / Total shares

Price-earnings ratio = Last price / Earnings per share

Book value of a share = Equity / Total shares

Market to book ratio = Last price / Book value of a share

Market capitalization = Last price * Total number of shares

*<http://www.nasdaqbaltic.com/>



FINANCIAL RISKS

INTEREST RATE RISK

Interest rate risk is the risk that the future cash flows of financial instruments will fluctuate because of changes in market interest rates. The interest rate risk of Nordic Fibreboard AS depends on a possible change in EURIBOR (Euro Interbank Offered Rate), since some of the Group's loans are linked to EURIBOR, the Group's financial cost also increase when the interest rate increases. At 30.06.2024 six months' EURIBOR rate was 3.682 % and at 30.06.2023 3.900%. The loan from the Rural Development Foundation is concluded with a fixed interest rate, thus bear no interest rate risk. However, the Group loan from Coop Pank AS does have a floating interest rate, but the management is of the opinion that the floating interest rate will not bear significant impact to Group's cash flows.

The dates for fixing interest rates on the basis of changes in EURIBOR are the 30th day of every six months for its bank loans.

The interest rate risk also depends on the overall economic situation in Estonia and in the euro zone. Nordic Fibreboard AS has a cash flow risk arising from the interest rate risk because one loan have a floating interest rate. Management believes that the cash flow risk is not significant, therefore no hedging instruments are used.

FOREIGN CURRENCY EXCHANGE RISK

The foreign exchange risk is the risk that the company may have significant loss because of fluctuating foreign exchange rates. Nordic Fibreboard has no operations outside of the euro zone and most of our export-import contracts to customers outside of the eurozone are nominated in euros. The production has been sold and raw materials for production has mainly been purchased in euros.

RISK OF THE ECONOMIC ENVIRONMENT

The economic risks in 2024 are influenced by both global and regional factors, with their impact varying depending on the industry. One of the main global risks is ongoing geopolitical instability, particularly related to the conflict between Russia and Ukraine, though tensions have also arisen in other regions. These tensions may affect international trade, leading to export restrictions, increased trade barriers, and higher tariffs. Military conflicts may also disrupt supply chains and raise transportation costs.

Regional and industry-specific risks relate to increasing pressure on production costs. Wage increases aimed at compensating for inflation could significantly raise labour costs. Additionally, persistently high prices of primary commodities and high interest rates reduce consumer purchasing power, which may in turn affect demand and business profitability.

Management is aware of these risks and is implementing strategic measures to mitigate and adapt to them.

FAIR VALUE

The management estimates that the fair values of cash, accounts receivables and payables, short-term loans and borrowings do not materially differ from their carrying amounts. The fair values of long-term loans do not materially differ from their carrying amounts because their interest rates correspond to the interest rate risks prevailing on the market.

LIQUIDITY RISK

The liquidity risk is a potential loss arising from the existence of limited or insufficient financial resources that are necessary for performing the obligations related to the activities of the Group. The Management Board continuously monitors cash flow movements, using the existence and sufficiency of the Group's financial resources for performing the assumed obligations and financing the strategic objectives of the Group.



DECLARATION OF THE MANAGEMENT BOARD

The management board has prepared the management report and the consolidated financial interim statements of Nordic Fibreboard AS for the second quarter 2024.

The management board confirms that the management report on pages 4-8 provides a true and fair view of the business operations, financial results and financial condition of the parent company and the entities included in consolidation.

The management board confirms that according to their best knowledge the consolidated financial interim report on pages 10-24 presents a fair view of the assets, liabilities, financial position and profit or loss of the issuer and the entities involved in the consolidation as a whole according to the International Financial Reporting Standards as they are adopted by the European Union and contains a description of the main risks.

Enel Äkke

Member of the Management Board

.....

Kristjan Erm

Member of the Management Board

.....

Pärnu, August 30, 2024



INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITIONS

<i>€ thousand</i>	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Cash and cash equivalents	2	7	2	2
Receivables and prepayments (Note 2)	1,084	534	717	559
Inventories (Note 3)	1,027	728	930	1,672
Total current assets	2,113	1,269	1,649	2,233
Investment property (Note 4)	2,294	2,269	1,859	1,859
Financial assets at fair value through profit or loss (Note 7)	491	491	698	644
Property, plant and equipment (Note 5)	4,351	4,475	4,648	4,670
Intangible assets (Note 6)	3	1	2	2
Total non-current assets	7,139	7,236	7,207	7,175
TOTAL ASSETS	9,252	8,505	8,856	9,408
Borrowings (Notes 8)	765	556	124	290
Payables and prepayments (Notes 9)	1,401	756	1,094	1,014
Short-term provisions (Note 10)	10	21	8	18
Total current liabilities	2,176	1,333	1,226	1,322
Long-term borrowings (Notes 8)	2,659	2,659	2,884	2,875
Long-term payables and prepayments (Notes 9)	0	0	139	0
Long-term provisions (Note 10)	111	111	127	127
Total non-current liabilities	2,770	2,770	3,150	3,002
Total liabilities	4,946	4,103	4,376	4,324
Share capital (at nominal value) (Note 11)	450	450	450	450
Statutory reserve capital	45	45	45	45
Retained earnings (loss)	3,811	3,907	3,985	4,589
Total equity	4,306	4,402	4,480	5,084
TOTAL LIABILITIES AND EQUITY	9,252	8,505	8,856	9,408

*The notes to the financial statements presented on pages 14 to 24 are an integral part of these consolidated financial statements.



CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>€ thousand</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Revenue (Note 13)	2,179	2,010	4,140	4,606
Cost of goods sold (Note 14)	1,755	1,629	3,468	4,064
Gross profit	424	381	672	542
Distribution costs (Note 15)	251	171	477	403
Administrative expenses (Note 16)	94	133	192	273
Other operating income (Note 18)	8	0	8	0
Other operating expenses (Note 18)	1	8	1	420
Operating profit (loss)	86	69	10	(554)
Finance income (Note 19)	0	0	0	55
Finance costs (Note 19)	109	76	106	105
LOSS BEFORE INCOME TAX	(23)	(7)	(96)	(604)
NET PROFIT (LOSS) FOR THE PERIOD	(23)	(7)	(96)	(604)
Basic earnings per share (Note 12)	(0.01)	(0.00)	(0.02)	(0.13)
Diluted earnings per share (Note 12)	(0.01)	(0.00)	(0.02)	(0.13)

*The notes to the financial statements presented on pages 14 to 24 are an integral part of these consolidated financial statements.



CONSOLIDATED STATEMENT OF CASH FLOWS

<i>€ thousand</i>	6M 2024	6M 2023
Cash flows from operating activities		
Operating profit (loss)	10	(554)
Adjustments:		
Depreciation charge (Notes 5; 6)	260	244
Change in trade and other receivables (Note 2)	(550)	(158)
Change in inventories (Note 3)	(299)	742
Change in trade and other payables (Note 9)	645	219
Change in provisions (Note 10)	(11)	(10)
Cash generated from operations	55	483
Interest payments (Note 19)	(106)	(101)
Net other financial income and expense	0	(4)
Net cash generated from operating activities	(51)	378
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets (Notes 5; 6)	(138)	(171)
Purchase of real estate investment (Note 4)	(25)	0
Net cash used in investing activities	(163)	(171)
Cash flows from financing activities		
Repayment of loans received (Note 8)	(104)	(306)
Loans received from related parties (Note 8)	0	200
Change in overdraft (Note 8)	324	(68)
Repayment of principal element of lease liability (Note 8)	(11)	(33)
Net cash (used in)/from financing activities	209	(207)
NET CHANGE IN CASH	(5)	0
OPENING BALANCE OF CASH	7	2
CLOSING BALANCE OF CASH	2	2

*The notes to the financial statements presented on pages 14 to 24 are an integral part of these consolidated financial statements.



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<i>€ thousand</i>	Share capital	Statutory reserve capital	Retained earnings	Total
Balance at 31.12.2022	450	45	4,589	5,084
<i>Net loss for 6M 2023</i>	0	0	(604)	(604)
Total comprehensive loss for 6M 2023	0	0	(604)	(604)
Balance at 30.06.2023	450	45	3,985	4,480
Balance at 31.12.2023	450	45	3,907	4,402
<i>Net loss for 6M 2024</i>	0	0	(96)	(96)
Total comprehensive loss for 6M 2024	0	0	(96)	(96)
Balance at 30.06.2024	450	45	3,811	4,306

*The notes to the financial statements presented on pages 14 to 24 are an integral part of these consolidated financial statements.



NOTES TO THE CONSOLIDATED INTERIM REPORT

NOTE 1 ACCOUNTING POLICIES AND MEASUREMENT BASES

GENERAL INFORMATION

Nordic Fibreboard AS (the Company) (registration number: 11421437; address: Rääma 31, Pärnu), is an entity registered in the Republic of Estonia, whose activities take place in Estonia.

Nordic Fibreboard AS was established on 19 September 2007 in the demerger of the former Skano Group AS, currently AS Trigon Property Development, as a result of which the manufacturing units, i.e. the building materials division and furniture division were separated and transferred to subsidiaries established at the same time. The furniture production subsidiary was sold out of the Group in 2019, the same year the Group's real estate management subsidiary was added. The Group's main activities are production and wholesale of soft fibreboard, to a minor extent, as a secondary activity the Group also deals with real estate management.

The Group's shares were listed in the Main List of the Nasdaq Tallinn until 2nd of April 2018, when the shares were moved from the Main List to the Secondary List. As of 30.06.2024 the Group's largest shareholder is NFB Pärnu Holdings OÜ (owning 49.2%), whose sole owner as of 30.06.2024 is Joakim Johan Helenius. As of 30.06.2023 the largest shareholder of the Group was Pärnu Holdings OÜ (owning 57.63%) and its largest owners as of 30.06.2023 were OÜ Stetind (50%) and Joakim Johan Helenius (50%).

BASIS FOR PREPARATION

The Condensed Consolidated Interim Accounts of Nordic Fibreboard AS has been prepared in accordance with the International Financial Reporting Standard (IFRS) Interim Financial Reporting as adopted by the European Union. The same accounting policies were applied for both the Interim Report and the Annual Report for the financial year that ended on 31.12.2023. The consolidated financial statements have been prepared in accordance with International Accounting Standard (IAS) 34: Interim Financial Reporting. The Condensed Interim Financial Statements do not contain all the information presented in the annual financial statements and should be read in conjunction with the Group's latest published annual financial statements as at and for the year ended 31 December 2023.

The functional and presentation currency of Nordic Fibreboard AS is euro. All amounts disclosed in the financial statements have been rounded to the nearest thousand unless referred to otherwise.

According to the assessment of the Management Board Nordic Fibreboard AS is a going concern and the Interim Report for the second quarter of 2024 gives a true and fair view of the financial position of Nordic Fibreboard AS and the results of its operations. This Condensed Consolidated Interim Report has not been audited or otherwise reviewed by auditors.

NOTE 2 TRADE AND OTHER RECEIVABLES

<i>€ thousand</i>	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Trade receivables	942	443	600	391
Prepaid taxes	125	71	105	150
Prepaid services	17	13	12	17
Other receivables	0	7	0	1
TOTAL	1,084	534	717	559

No write-downs of receivables have been made in Q2 2024 or Q2 2023.



ANALYSIS OF TRADE RECEIVABLES BY AGING:

<i>thousand €</i>	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Not past due	874	412	599	373
incl receivables from customers who also have receivables past due	292	0	0	236
incl receivables from customers who have no receivables past due	582	412	599	137
Past due but not impaired	68	31	1	18
Overdue up to 90 days	68	31	1	16
Overdue more than 90 days	0	0	0	2
TOTAL	942	443	600	391

NOTE 3 INVENTORIES

<i>€ thousand</i>	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Raw materials and other materials	247	177	217	401
Work-in-progress	81	30	44	228
Finished goods	735	561	708	1,080
Prepayments to suppliers	4	0	1	2
Write-off reserve for inventories	(40)	(40)	(40)	(40)
TOTAL	1 027	728	930	1,672

NOTE 4 INVESTMENT PROPERTY

	<i>thousand €</i>
Carrying amount 31.12.2022	1,859
Carrying amount 30.06.2023	1,859
Carrying amount 31.12.2023	2,269
Capitalized cost 6M 2024	25
Carrying amount 30.06.2024	2,294

FAIR VALUE OF INVESTMENT PROPERTY BY OBJECT:

	<i>thousand €</i>
31.12.2022	
Share of registered immovable property at Suur-Jõe 48, Pärnu	1,684
Share of registered immovable property at Rääma Street 31, Pärnu	175
30.06.2023	
Share of registered immovable property at Suur-Jõe 48, Pärnu	1,684
Share of registered immovable property at Rääma Street 31, Pärnu	175
31.12.2023	
Share of registered immovable property at Suur-Jõe 48, Pärnu	1,832
Share of registered immovable property at Rääma Street 31, Pärnu	437
30.06.2024	
Share of registered immovable property at Suur-Jõe 48, Pärnu	1,844
Share of registered immovable property at Rääma Street 31, Pärnu	450



The amount of expenses related to the management of investments properties for Q2 2024 were € 12 thousand (Q2 2023: € 16 thousand). Rental income from investment properties for O2 2024 was € 9 thousand (Q2 2023 € 12 thousand).

NOTE 5 PROPERTY PLANT EQUIPMENT AND RIGHT-OF-USE ASSETS

<i>thousand €</i>	Land	Buildings and facilities	Machinery and equipment	Other fixtures	Construct ion-in-progress	Right-of-use asset	TOTAL
Cost at 31.12.2022	184	2,560	11,030	89	405	119	14,387
Accumulated depreciation at 31.12.2022	0	(1,857)	(7,716)	(88)	0	(57)	(9,717)
Carrying amount at 31.12.2022	184	703	3,314	1	405	62	4,670
Additions	0	0	15		156	56	227
Disposals and write-offs (Note 18)	0	0	(1)	0	0	(75)	(76)
Accumulated depreciation of fixed assets written off	0	0	2	0	0	69	71
Depreciation (Note 14)	0	(40)	(182)	0	0	(22)	(244)
Cost at 30.06.2023	184	2,560	11,044	89	561	100	14,538
Accumulated depreciation at 30.06.2023	0	(1,896)	(7,896)	(88)	0	(10)	(9,890)
Carrying amount at 30.06.2023	184	664	3,148	1	561	90	4,648
Cost at 31.12.2023	184	2,557	11,184	81	336	100	14,442
Accumulated depreciation at 31.12.2023	0	(1,933)	(7,931)	(80)	0	(24)	(9,967)
Carrying amount at 31.12.2023	184	624	3,253	1	336	76	4,475
Additions	0	0	27	0	108	0	135
Reclassification	0	0	36	0	(36)	0	0
Depreciation (Note 14)	0	(39)	(206)	0	0	(14)	(259)
							0
Cost at 30.06.2024	184	2,557	11,247	81	408	100	14,577
Accumulated depreciation at 30.06.2024	0	(1,972)	(8,136)	(80)	0	(37)	(10,226)
Carrying amount at 30.06.2024	184	585	3,111	1	408	62	4,351



NOTE 6 INTANGIBLE ASSETS

<i>thousand €</i>	Computer software
Cost at 31.12.2022	13
Accumulated amortisation at 31.12.2022	(11)
Carrying amount 31.12.2022	2
Cost at 30.06.2023	13
Accumulated amortisation at 30.06.2023	(11)
Carrying amount 30.06.2023	2
Cost at 31.12.2023	13
Accumulated amortisation at 31.12.2023	(12)
Carrying amount 31.12.2023	1
Additions 6M 2024	3
Amortisation charge (Note 14)	(1)
Cost at 30.06.2024	16
Accumulated amortisation at 30.06.2024	(13)
Carrying amount 30.06.2024	3

NOTE 7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

<i>thousand €</i>	30.06.2024	Change 6M 2024	31.12.2023	30.06.2023	31.12.2022
Non-current assets					
Listed securities - Equity securities - cost as at	338	0	338	338	338
Revaluation*	153	0	153	360	306
Fair value as at	491	0	491	698	644

*Financial assets at fair value through profit or loss (i.e. Trigon Property Development shares) have been revaluated to reflect fair value based on last price as at 30.06.2024 as shown on Nasdaq Tallinn.

NOTE 8 BORROWINGS

<i>thousand €</i>	Interest rate	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Current borrowings					
Current portion of long-term loan (Coop Bank)	6 month EURIBOR+3.5%	50	98	56	106
Current portion of long-term loan (RDF)	4%	55	111	55	83
Current portion of long-term lease liabilities	2.49%	12	23	11	31
Bank overdrafts (Coop Bank)	6 month EURIBOR+2.9%	648	324	2	70
Total current borrowings		765	556	124	290
Non-current borrowings					
Non-current portion of long-term loan (Coop Bank)	6 month EURIBOR+3.5%	836	836	926	926
Non-current portion of long-term loan (RDF)	4%	1,578	1,578	1,689	1,917
Long-term loan from related parties	8%	200	200	200	0
Non-current portion of long-term lease liabilities	2.49%	45	45	69	32
Total non-current borrowings		2,659	2,659	2,884	2,875
Total borrowings		3,424	3,215	3,008	3,165



During the first six months of 2024, repayments of the loans were made in the amount of € 104 thousand, repayments of lease obligations in the amount of € 11 thousand and the use of overdrafts increased by € 324 thousand.

INFORMATION REGARDING MOVEMENT OF BORROWINGS (TABLE SHOWING CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES): 6 MONTHS IN 2024

Changes in liabilities arising from financing activities <i>thousand €</i>	31.12.2023	Cash flows	Interest accrued	Interest paid	30.06.2024
Current portion of long-term loan (Coop Bank)	98	(48)	50	(50)	50
Current portion of long-term loan (RDF)	111	(56)	33	(33)	55
Current portion of long-term lease liabilities	23	(11)	1	(1)	12
Bank overdrafts (Coop Bank)	324	324	17	(17)	648
Non-current portion of long-term loan (Coop Bank)	836	0	0	0	836
Non-current portion of long-term loan (RDF)	1,578	0	0	0	1,578
Long-term loan from related parties	200	0	0	0	200
Non-current portion of long-term lease liabilities	45	0	0	0	45
Total liabilities from financing activities	3,215	209	102	(102)	3,424

INFORMATION REGARDING MOVEMENT OF BORROWINGS (TABLE SHOWING CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES): 6 MONTHS IN 2023

Changes in liabilities arising from financing activities <i>thousand €</i>	31.12.2022	Cash flows	Non-monetary movements	Interest accrued	Interest paid	Reclassification	30.06.2023
Current portion of long-term loan (Coop Bank)	106	(50)	0	48	(48)	0	56
Current portion of long-term loan (RDF)	83	(56)	0	41	(41)	28	55
Current portion of short-term lease liabilities	31	(33)	13	1	(1)	0	11
Bank overdrafts (Coop Bank)	70	(68)	0	1	(1)	0	2
Non-current loans (Coop Bank)	926	0	0	0	0	0	926
Non-current loans (RDF)	1,917	(200)	0	0	0	(28)	1,689
Non-current loan from related parties	0	200	0	0	0	0	200
Non-current lease liabilities	32	0	37	0	0	0	69
Total liabilities from financing activities	3,165	(207)	50	91	(91)	0	3,008



NOTE 9 PAYABLES AND PREPAYMENTS

<i>thousand €</i>	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Trade payables	1,088	500	770	471
Payables to employees	116	99	134	145
<i>incl. accrued holiday pay reserve</i>	50	27	50	50
Tax liabilities	116	97	108	133
<i>incl. social security and unemployment insurance</i>	66	64	66	83
<i>personal income tax</i>	33	27	31	40
<i>contribution to mandatory funded pension</i>	1	1	2	2
<i>value added tax</i>	1	0	0	0
<i>other taxes</i>	15	5	9	8
Prepayments received	35	37	51	246
Other payables	46	23	31	19
TOTAL	1,401	756	1,094	1,014
<i>thousand €</i>	30.06.2024	31.12.2022	30.06.2023	31.12.2021
Long-term payables and prepayments				
Long-term trade payables	0	0	139	0
TOTAL	0	0	139	0

NOTE 10 PROVISIONS

<i>thousand €</i>		
Balance at 31.12.2022		145
incl. current portion of provision		18
incl. non-current portion of provision		127
Movements 6M 2023:		
Use of provision		(12)
Interest cost (Note 19)		2
Balance at 30.06.2023		135
incl. current portion of provision		8
incl. non-current portion of provision		127
Balance at 31.12.2023		132
incl. current portion of provision		21
incl. non-current portion of provision		111
Movements 6M 2024:		
Use of provision		(12)
Interest cost (Note 19)		2
Balance at 30.06.2024		121
incl. current portion of provision		10
incl. non-current portion of provision		111

Provisions are made in relation to the compensations for loss of working capacity of former employees after work accidents. The total amount of the provision has been estimated considering the number of persons receiving the compensation, extent of their disability, their former level of salary, level of pension payments and estimations of the remaining period of payments.



NOTE 11 EQUITY

	Nominal value	Number of shares	Share capital
	€	pcs	thousand €
Balance at 30.06.2024	0.10	4,499,061	450
Balance at 31.12.2023	0.10	4,499,061	450
Balance at 30.06.2023	0.10	4,499,061	450
Balance at 31.12.2022	0.10	4,499,061	450

As of 30.06.2023 the share capital of Nordic Fibreboard AS totalled 449,906.10 euros which consisted of 4,449,061 no par value registered shares with a book value of 0.10 euros per share. Each ordinary share grants its owner one vote in the General Meeting of Shareholders and the right to receive dividends. The minimum share capital outlined in the Articles of Association is 250,000 euros and the maximum share capital is 1,000,000 euros.

As at 30.06.2024 the Group had 1 017 shareholders of which with more than 5% ownership interest were:

Shareholder	Number of shares (pcs)	Ownership interest (%)
NFB Pärnu Holdings OÜ	2,215,334	49.24
Pärnu Holdings OÜ	842,640	18.73
OÜ Kõik või Mittemidagi	662,933	14.74

As at 30.06.2023 the Group had 1,137 shareholders of which with more than 5% ownership interest were:

Shareholder	Number of shares (pcs)	Ownership interest (%)
Pärnu Holdings OÜ	2,592,775	57.63
OÜ Kõik või Mittemidagi	632,788	14.07

The number of Nordic Fibreboard AS shares owned by the members of the Management Board and Supervisory Board of Nordic Fibreboard AS was as follow as of 30.06.2023:

- Joakim Johan Helenius 40,000 shares (30.06.2023: 20,000 shares)
- Rando Tomingas 0 shares (30.06.2023: 0 shares)
- Sakari Wallin 0 shares (30.06.2023: 0 shares)
- Torfinn Losvik 0 shares (30.06.2023: 0 shares)
- Enel Äkke 0 shares (30.06.2023: 0 shares)
- Kevin Gustasson 0 shares (30.06.2023: 0 shares)
- Kristjan Erm 0 shares (30.06.2023: 0 shares)

Joakim Johan Helenius has indirect ownership through companies NFB Pärnu Holdings OÜ and Pärnu Holdings OÜ. Torfinn Losvik has indirect ownership through Pärnu Holdings OÜ (as of 30.06.2023, Torfinn Losvik had an indirect stake through the company Pärnu Holdings OÜ, in addition he owned shares through Stetind OÜ in the amount of 44,206 shares). Rando Tomingas owns shares through Triangel Kapital OÜ in the amount of 1,000 shares (30.06.2023: 36,762 shares).

NOTE 12 EARNINGS PER SHARE

Basic earnings per share have been calculated by dividing the profit attributable to equity holders of the Parent Company by the weighted average number of shares outstanding during the period. Diluted earnings (loss) per share is calculated based on the net profit (loss) and the number of shares.

Diluted earnings per share have been calculated by dividing the profit attributable to equity holders of the Parent Company by the weighted average number of shares outstanding during the period, taking into account the number of shares potentially issued. As the Group has no option programs valid the Group does not own any potential shares.



The share of Nordic Fibreboard AS has been listed on Nasdaq Tallinn starting from 25.09.2007.

	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Net profit (-loss) (in thousands of euros)	(96)	(682)	(604)	1,234
Weighted average number of shares (pc)	4,499,061	4,499,061	4,499,061	4,499,061
Basic earnings per share (in euros)	(0.02)	(0.15)	(0.13)	0.27
Weighted average number of shares used for calculating the diluted earnings per shares (pc)	4,499,061	4,499,061	4,499,061	4,499,061
Diluted earnings per share (in euros)	(0.02)	(0.15)	(0.13)	0.27
Last price of the share of Nordic Fibreboard AS on Nasdaq Tallinn (in euros)	1.03	0.90	1.24	1.60

NOTE 13 SEGMENTS

Operating segments have been determined based on the reports reviewed by the Management Board that are used to make strategic decision. The Management Board considers the current business based on the types of products and services as follows:

- Fibreboard manufacturing and sale (Nordic Fibreboard Ltd OÜ) - manufacture general construction boards based on soft wood fibre boards and interior finishing boards in the Pärnu factory and wholesale of those boards.
- Real Estate Management (Pärnu Riverside Development OÜ) – real estate management and development on Suur-Jõe 48, Pärnu.

The Management Board assesses the performance of operating segments based on operating profit and EBITDA as a primary measure. As a secondary measure, the Management Board also reviews net revenue. The Group defines EBITDA as profit before extraordinary other operating costs and net finance costs and tax, depreciation and impairment charges. As extraordinary other business expenses, the Group has treated one-time expenses that have not arisen in the course of normal business activities, but have arisen from some extraordinary circumstances. EBITDA is not a performance measure defined in IFRS. The Group's definition of EBITDA may not be comparable to similarly titled operating profit measures and disclosures by other entities.

All amounts provided to the Management Board are measured in a manner consistent with that of the financial statements.

BUSINESS SEGMENTS:

6 months 2024 thousand €	Fibreboard manufacturing and wholesale	Real Estate Management	Group's general expenses and eliminations	SEGMENTS TOTAL
Revenue from external customers	4,119	21	0	4,140
EBITDA	290	(15)	(5)	270
Amortisation/ depreciation (Notes 5; 6)	(260)	0	0	(260)
Operating profit/-loss	31	(15)	(6)	10
Finance costs (Note 19)	(104)	0	(2)	(106)
Net profit/loss	(73)	(15)	(8)	(96)
Segment assets	7,421	1,847	(16)	9,252
Non-current assets of the segment (Notes 4; 5; 6; 7)	5,295	1,844	0	7,139
Segment liabilities	4,810	99	37	4,139
Additions to non-current assets (Notes 4; 5; 6)	151	12	0	163



6 months 2023 <i>thousand €</i>	Fibreboard manufacturing and wholesale	Real Estate Management	Group's general expenses and eliminations	SEGMENTS TOTAL
Revenue from external customers	4,583	23	0	4,606
EBITDA	137	(17)	(24)	96
Amortisation/ depreciation (Notes 5; 6)	244	0	0	244
Operating profit/-loss	(513)	(17)	(24)	(554)
Extraordinary other operating expenses	406	0	0	406
Finance income (Note 19)	55	0	0	55
Finance costs (Note 19)	(103)	0	(2)	(105)
Net profit/loss	(562)	(17)	(25)	(604)
Segment assets	7,427	1,688	(259)	8,856
Non-current assets of the segment (Notes 4; 5; 6; 7)	5,523	1,684	0	7,207
Segment liabilities	4,230	52	94	4,376
Additions to non-current assets (Notes 5;6)	227	0	0	227

NOTE 14 COST OF GOODS SOLD

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Raw materials and main materials	616	571	1,117	968
Electricity and heat	721	648	1,396	1,447
Labour expenses (Note 17)	315	308	617	648
Depreciation (Notes 5;6)	131	121	259	244
Purchased goods	170	0	170	127
Change in balances of finished goods, goods in transit and work in progress	(265)	(56)	(226)	546
Other expenses	67	37	135	84
TOTAL	1,755	1,629	3,468	4,064

NOTE 15 DISTRIBUTION COSTS

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Transportation expenses	124	102	268	271
Labour expenses (Note 17)	50	48	104	90
Marketing expense	9	2	9	2
Agency fees	51	17	75	36
Other expenses	17	2	21	4
TOTAL	251	171	477	403

NOTE 16 ADMINISTRATIVE AND GENERAL EXPENSES

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Labour expenses (Note 17)	39	57	75	110
Purchased services	16	33	33	80
Office supplies	9	12	29	33
Audit fees	21	5	33	10
Other expenses	9	26	22	40
TOTAL	94	133	192	273



NOTE 17 LABOUR EXPENSES

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Wages and salaries	304	312	599	640
Social security and unemployment insurance	100	101	197	208
Fringe benefits paid to employees	2	2	3	3
TOTAL	406	415	799	851

NOTE 18 OTHER OPERATING INCOME AND OTHER OPERATING EXPENSES

OTHER OPERATING INCOME

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Other operating income	8	0	8	0
TOTAL	8	0	8	0

OTHER OPERATING EXPENSES

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Reclamations	0	2	0	2
Contract fees	0	1	0	1
Penalties paid	0	4	0	4
Membership fees	1	0	1	0
Other costs	0	1	0	7
Extraordinary other operating expenses	0	0	0	406
TOTAL	1	8	1	420

NOTE 19 FINANCIAL INCOME AND EXPENSES

FINANCIAL INCOME

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Revaluation of TPD shares	0	0	0	55
Total financial income	0	0	0	55

FINANCIAL COST

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Interest expenses	53	53	106	101
<i>including interest expenses related to provisions (Note 10)</i>	<i>1</i>	<i>1</i>	<i>2</i>	<i>2</i>
Revaluation of TPD shares	56	19	0	0
Other finance cost	0	4	0	4
Total financial cost	109	76	106	105

NOTE 20 RELATED PARTIES

The following parties are considered to be related parties:

- Owners of the parent company;
- Other entities in the same consolidation group;
- Members of the Management, the Management Board and the Supervisory Board of Nordic Fibreboard AS and their close relatives;
- Entities under the control of the members of the Management Board and Supervisory Board;
- Individuals with significant ownership unless these individuals lack the opportunity to exert significant influence over the business decisions of the Group.



As of 30.06.2024, Joakim Johan Helenius, the owner of NFB Pärnu Holdings OÜ, had significant influence over the Group (total indirect and direct shareholding of 59.49% in the Company). As of 30.06.2023, the persons with significant influence over the Group were Stetind OÜ (owned by 100% Torfinn Losvik) and Joakim Johan Helenius who both held 50% shareholding in Pärnu Holdings OÜ, a company which owned 57.63% of the Company.

BENEFITS (INCL. TAX EXPENSES) TO THE MEMBERS OF THE MANAGEMENT ALL CONSOLIDATION GROUP ENTITIES:

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Membership fees	47	48	91	94
Compensation for use of personal automobile	0	0	1	0
Social tax	16	16	30	31
Total	63	64	122	125

Benefits (incl. Tax expenses) include remuneration paid to the members of the Management Board and Supervisory Board of the parent companies and subsidiaries during the period. No payments were made to members of Supervisory Board.

Nordic Fibreboard AS has purchased consulting and management services from related parties, and related parties have also mediated expenses incurred on real estate investment properties. Transactions with related parties are based on market terms.

TRANSACTIONS WITH RELATED PARTIES:

<i>thousand €</i>	Q2 2024	Q2 2023	6M 2024	6M 2023
Received short-term loan	0	0	0	200
Purchased services	21	5	29	9
Capitalized expenses of real estate investment	25	0	25	0
Total	46	5	54	9

BALANCES WITH RELATED PARTIES AS OF:

<i>thousand €</i>	30.06.2024	31.12.2023	30.06.2023	31.12.2022
Long-term loan	200	200	200	0
Purchased services	35	7	6	1
Capitalized expenses of real estate investment	30	0	0	0
Total	265	207	206	1

NOTE 21 EVENTS AFTER BALANCE SHEET DATE

On 11.07.2024, Joakim Johan Helenius' indirect participation Nordic Fibreboard AS increased to 68.86%, as the division of Pärnu Holdings OÜ was completed and as a result of which 18.73% of Nordic Fibreboard AS shares moved to NFB Ventures OÜ. After the division NFB Pärnu Holdings OÜ, a company owned 100% by Joakim Johan Helenius, bought 50% of NFB Pärnu Ventures OÜ shares. As a result of the purchase Joakim Johan Helenius owns directly and indirectly 100% of NFB Venture OÜ.

Following the transaction, Pärnu Holdings OÜ no longer owns Nordic Fibreboard AS shares, NFB Ventures OÜ owns 18.73% of Nordic Fibreboard AS shares, and Joakim Johan Helenius owns directly and indirectly 68.86% of Nordic Fibreboard AS shares.

On 17.07.2024, Nordic Fibreboard AS received a loan in the amount of € 100 thousand from the related party Trigon Carbon Negative Agriculture OÜ for financing short-term working capital needs. The loan interest rate is 6.5% + 6 months Euribor per year.

