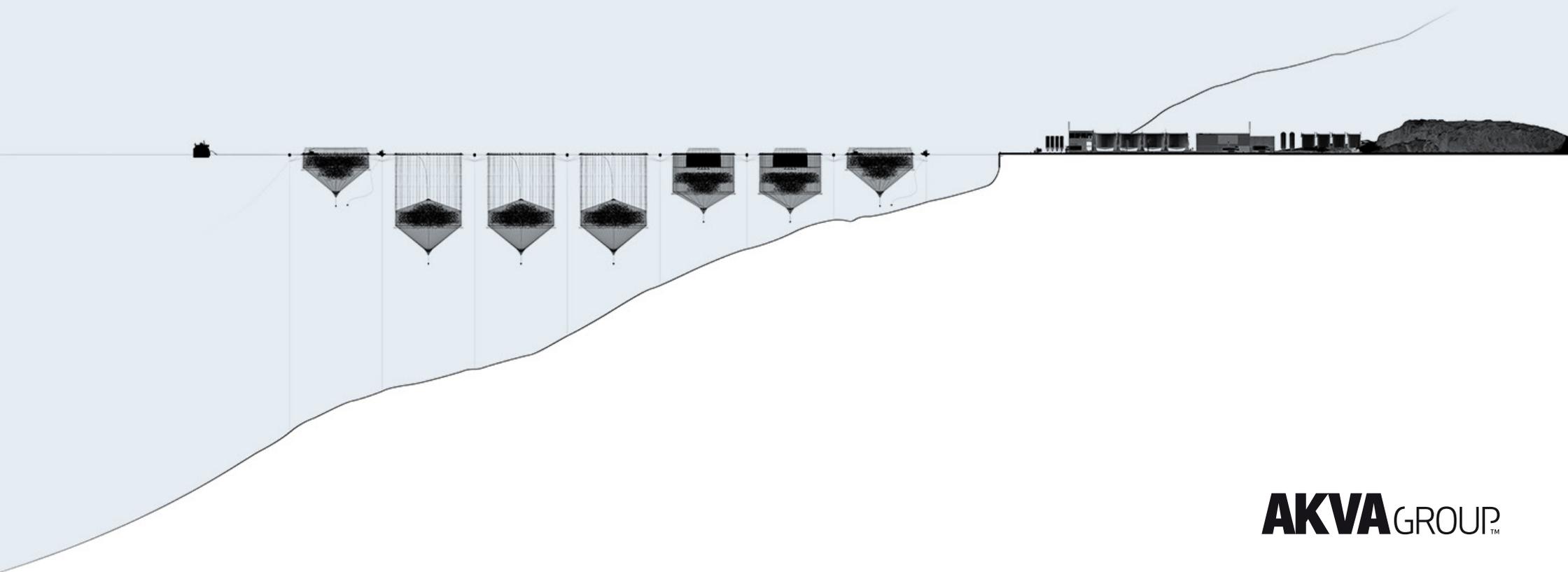


Fourth quarter 2023

– Financial statements and review



AKVAGROUP™

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AKVA group in brief

AKVA group is the leading technology and service partner to the aquaculture industry worldwide. The company has 1 425 employees, offices in 11 countries and a total turnover of NOK 3.4 billion in 2023.

We are a public listed company operating in one of the world's fastest growing industries and supply everything from single components to complete installations, both for sea based farming and land based aquaculture. AKVA group is recognized as a pioneer and technology leader through more than 40 years.

Acceptable activity level but challenging profitability

Fourth quarter 2023 - highlights

- Quarterly revenue of MNOK 800, 3% increase compared to Q4 2022
- Order intake of MNOK 718, down from MNOK 889 in Q4 2022
- Order backlog at the end of the quarter of MNOK 2,396
- EBITDA of MNOK 41, increase from MNOK 27 in Q4 2022
- EBIT of MNOK -10, up from MNOK -14 in Q4 2022
- A rightsizing process with estimated MNOK 45 in annual cost savings was completed in Q4
- Adjusted for MNOK 10 in costs related to the rightsizing process EBITDA and EBIT was MNOK 51 and MNOK 0, respectively
- The medium-term financial targets are revised and AKVA is aiming for revenue of minimum MNOK 3.6 and EBIT of 4%-5% in 2024

Full year 2023 - highlights

- EBIT of 68 MNOK in 2023 is up from MNOK -56 in 2022*
- Strong order intake of MNOK 4,328, increase from MNOK 3,414 YTD Q4 2022
- Order backlog of MNOK 2,396, 42% increase compared to end of Q4 2022
- Commercial breakthrough for deep sea farming concepts
- Award of new RAS contract with NOAP for next 4,000 tonnes (phase 2) and new post smolt contract with Cermaq Norway. Contract values estimated at MEUR 40 and MEUR 60, respectively
- Acquisition of 51% of the shares in Submerged AS was completed in Q3 with the option to increase the ownership to 100% in 2028 based on certain conditions

*EBIT in 2022 was impacted by restructuring costs of MNOK 98

Order intake, revenues, and profits for the Group

OPERATIONS AND PROFIT *(Figures in brackets = 2022 unless other is specified)*

The activity in 2023 was at the same level as last year. Overall, the order intake was sound with the award of RAS contract for Nordic Aqua Partners (MEUR 40) and the post smolt contract for Cermaq Norway (minimum MEUR 60) as the largest contracts. However, the introduction of the resource tax had a negative impact on the activity level both in Land Based and parts of the Sea Based business. The market outlook for the post smolt market in Norway is challenging and uncertain but is expected to normalize during second half of 2024.

Profitability is improved compared to last year but is still below expectations. The Land Based business segment is still impacted by a high cost base compared to current activity level and by lower profitability in parts of the project portfolio. The profitability in the Sea Based business segment is acceptable with a healthy product mix. A rightsizing process, with annual cost savings of MNOK 45, was carried out in Q4 to adapt the organization to the current and expected activity level. The costs related to the process was MNOK 10 and had a negative impact on the profitability in Q4 2023.

- Order intake was MNOK 718 in Q4 2023 compared to MNOK 889 in Q4 2022.
- Revenues in Q4 2023 ended at MNOK 800 compared to MNOK 779 in Q4 2022, an increase of 3%.
- EBITDA increased from MNOK 27 in Q4 2022 to MNOK 41 in Q4 2023.
- Depreciation and amortization for the quarter were MNOK 51 compared to MNOK 42 in the same quarter last year. The increase is primarily related to Digital.
- EBIT was MNOK -10, up from MNOK -14 in Q4 2022.
- Net financial items were MNOK -43, compared to MNOK -22 in the fourth quarter last year. The main reason for the decrease is increased interest rates and currency effects.
- Profit before tax ended at MNOK -53, down from MNOK -37 in Q4 2022.
- Net Profit decreased from MNOK -37 last year to MNOK -41 in Q4 2023.

| Financial key figures (NOK 1 000 000) | 2023 Q4 | 2022 Q4 | 2023 YTD | 2022 YTD |
|--|------------|------------|-------------|-------------|
| Revenues | 800 | 779 | 3 431 | 3 376 |
| EBITDA | 41 | 27 | 263 | 158 |
| EBIT | -10 | -14 | 68 | -56 |
| Net profit | -41 | -37 | -23 | -131 |
| Net interest-bearing debt | 1 109 | 988 | 1 109 | 988 |
| Cash flow from operations | 91 | -17 | 192 | 221 |
| ROACE | 3,5% | -3,1 % | 3,5% | -3,1 % |
| Order backlog | 2 396 | 1 688 | 2 396 | 1 688 |
| Order intake | 718 | 889 | 4 328 | 3 414 |

Financial performance per segment

SEA BASED TECHNOLOGY (SBT)

SBT revenue for Q4 2023 ended at MNOK 618 (592). EBITDA and EBIT for the segment in Q4 ended at MNOK 55 (50) and MNOK 17 (16), respectively. The related EBITDA and EBIT margins were 8.8% (8.4%) and 2.8% (2.7%), respectively.

Order intake in Q4 2023 was MNOK 679 compared to MNOK 823 in Q4 2022. Order backlog ended at MNOK 792 compared to MNOK 902 last year.

The revenue in the Nordic region ended at MNOK 359 (304). The order intake was MNOK 438 (554) in the fourth quarter.

In the Americas region, the revenue was MNOK 166, which is a decrease from MNOK 198 in the fourth quarter last year. The order intake was MNOK 162 (145) in the fourth quarter.

Europe and Middle East (EME) had a revenue of MNOK 92 in Q4 2023, compared to a revenue of MNOK 90 in the fourth quarter last year. The order intake was MNOK 78 (123) in the fourth quarter.

LAND BASED TECHNOLOGY (LBT)

Revenues for the fourth quarter were MNOK 142 (163). EBITDA and EBIT ended at MNOK -15 (-27) and MNOK -18 (-28), respectively. The related EBITDA and EBIT margins were -10.9% (-16.8%) and -12.6% (-17.5%).

Order intake in Q4 2023 of MNOK 0 compared to MNOK 34 in Q4 2022. Order backlog ended at MNOK 1,454, compared to MNOK 683 last year.

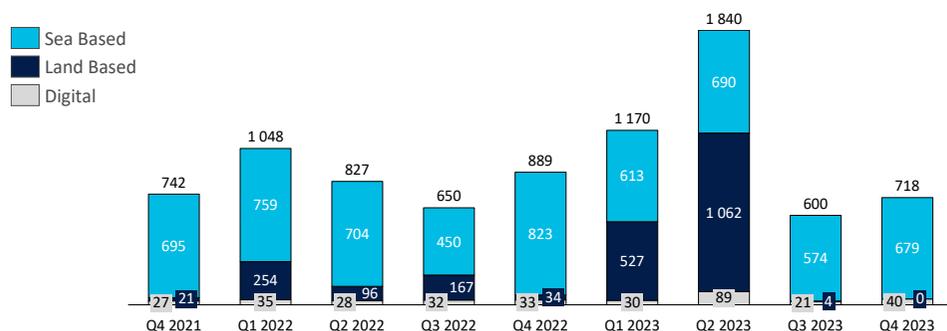
DIGITAL (DI)

The revenue in the segment was MNOK 40 (24) in Q4 2023. EBITDA and EBIT ended at MNOK 2 (5) and MNOK -9 (-2), respectively. The related EBITDA and EBIT margins were 4.0% (19.7%) and -22.5% (-7.8%).

Order intake in Q4 2023 of MNOK 40 compared to MNOK 33 in Q4 2022. Order backlog ended at MNOK 150, compared to MNOK 103 last year.

The information below shows AKVA group's three business segments, Sea Based Technology, Land Based Technology and Digital (ref. notes to the interim financial statements).

ORDER INTAKE PER SEGMENT

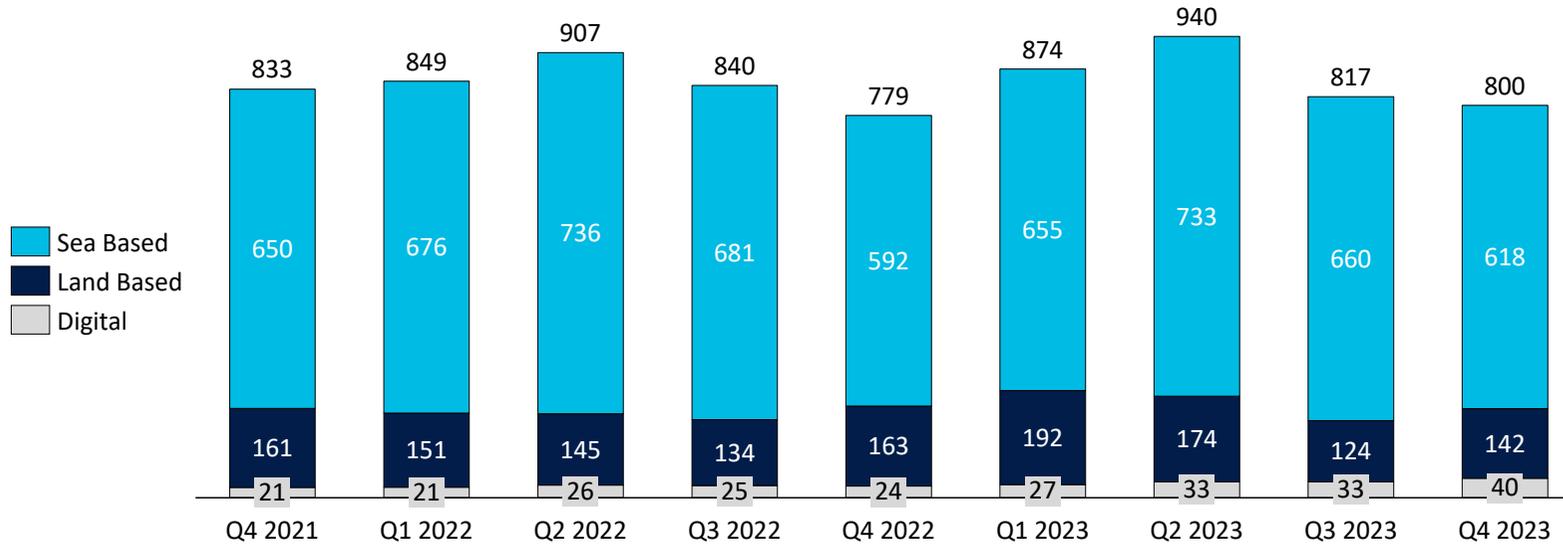


ORDER BACKLOG PER SEGMENT



Revenue per segment

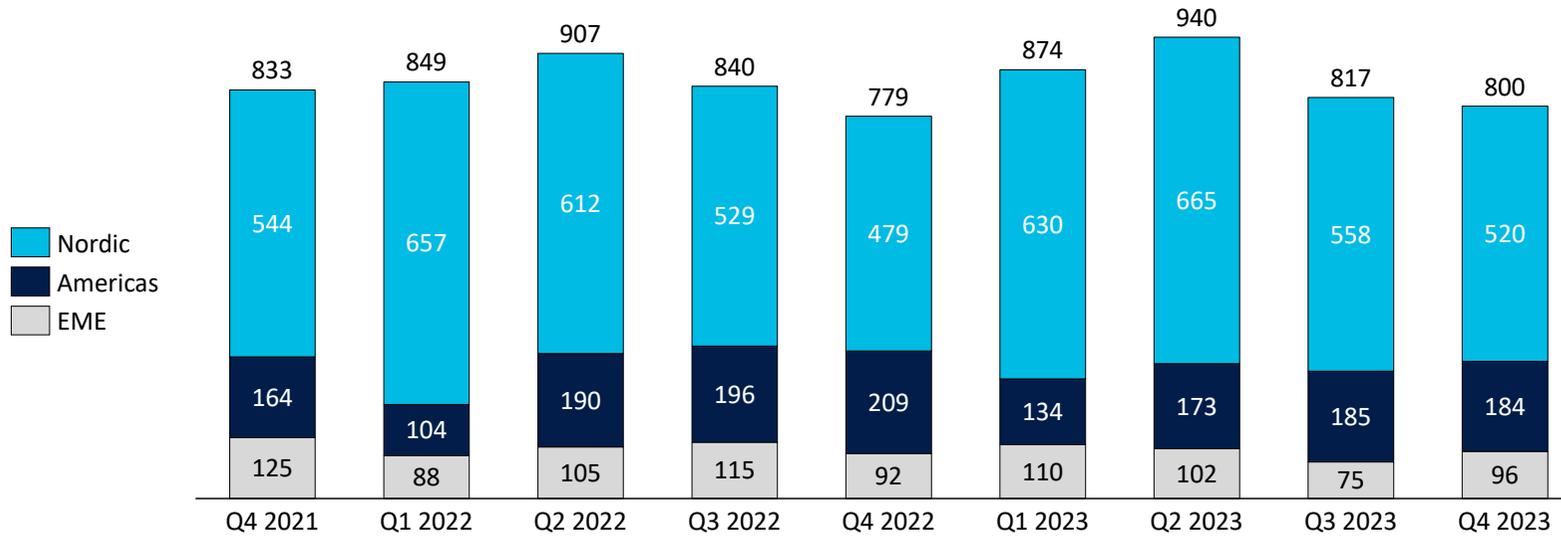
Digital and Sea Based had an increase in activity level this quarter of 66% and 4% compared to the same quarter last year, respectively. Land Based had a decrease in revenues compared to the same quarter last year of 13%.



The revenue in AKVA group can be divided based on segments, and the above graphs show the last nine quarters development in revenue by segments

Revenue per region

Nordic and Europe and Middle East (EME) had an increase in activity level this quarter of 9% and 5% compared to the same quarter last year, respectively. Americas had a decrease in revenues compared to the same quarter last year of 12%.

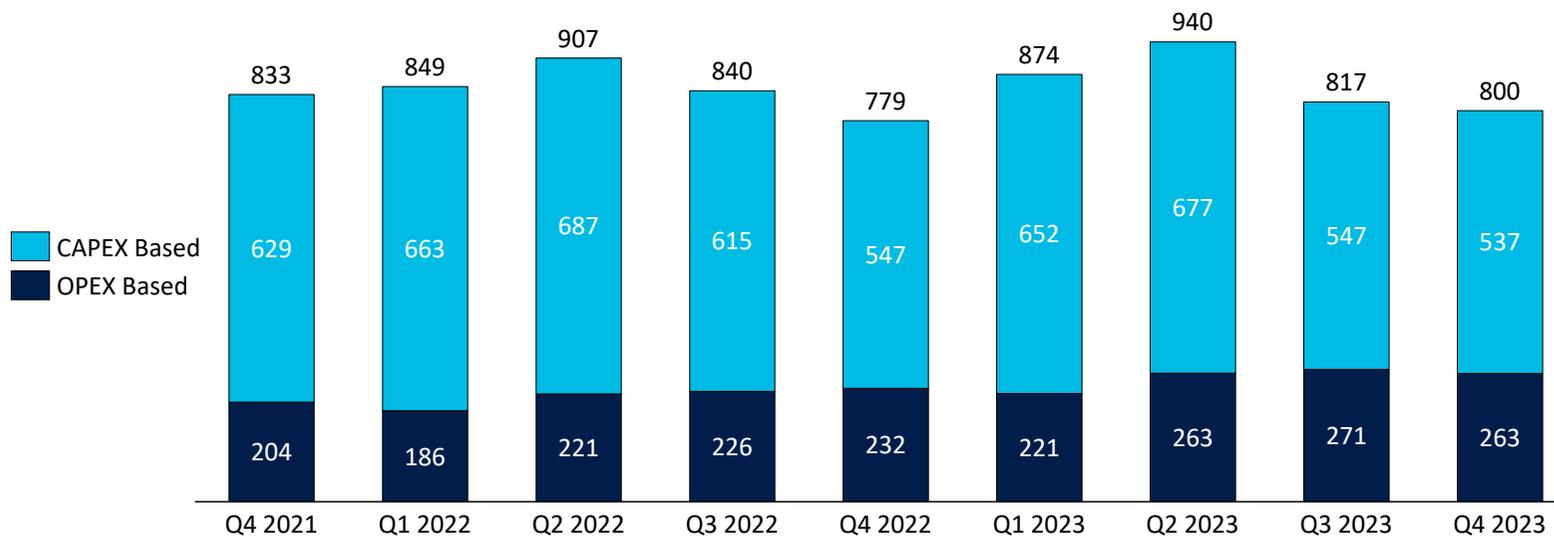


AKVA group has organized its business into three geographical regions:

- Nordic: Includes the Nordic countries,
- Americas: Includes the Americas and Oceania
- Europe and Middle East: Includes the rest of the world

Revenue per CAPEX / OPEX

The CAPEX based revenues decreased with -1.9% in the fourth quarter compared to the same quarter in 2022, whilst the OPEX based revenues increased with 13.3% in the same period. Egersund Net's service stations contributed with MNOK 82 (76) in Q4 2023.



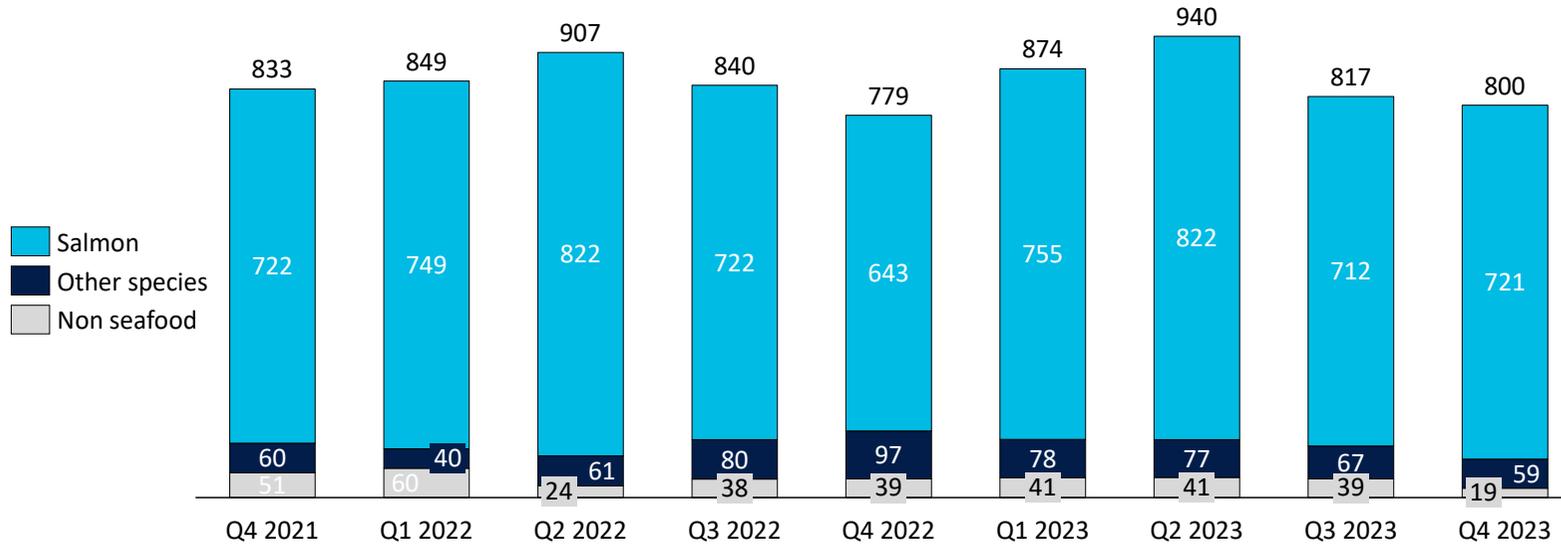
The revenue in AKVA group can be split between CAPEX based revenue and OPEX based revenue. The above graphs show the last nine quarters development in CAPEX and OPEX based revenues.

We use the following definition:

- CAPEX based: Revenue classified as CAPEX in our customers' accounts
- OPEX based: Revenue classified as OPEX in our customers' accounts

Revenue per species

Most of the revenues are generated from the Salmon segment. The revenues from other species relate mainly to the Mediterranean area.



The revenue in AKVA group can be divided based on species, and the above graphs show the last nine quarters development in revenue by species.

The following species are used:

- Salmon: Revenue from technology and services sold for production of salmon
- Other species: Revenue from technology and services sold for production of other species than salmon
- Non-Seafood: Revenue from technology and services sold to non-seafood customers

Balance sheet and cash flow

The working capital was MNOK 212 on 31 December 2023, an increase from MNOK 204 on 31 December 2022. The working capital relative to last twelve months revenue was 6.2% at the end of December 2023, compared to 6.0% at the end of December 2022.

Total CAPEX in Q4 2023 was MNOK 35. MNOK 16 relates to capitalized R&D expenses, MNOK 6 is related to new ERP system and MNOK 13 was other CAPEX.

Cash and unused credit facilities amounted to MNOK 519 at the end of Q4 2023 versus MNOK 731 at the end of Q4 2022. The unused credit facility (at DNB) is MNOK 300.

Net interest-bearing debt was MNOK 1,109 at the end of December 2023, including lease liabilities of MNOK 496, compared to MNOK 988 and MNOK 482 at the end of Q4 2022.

Gross interest-bearing debt was MNOK 1,396 at the end of Q4 2023 versus MNOK 1,266 at the end of Q4 2022. The short-term interest-bearing debt in the balance sheet includes the next 12 months instalments of the long-term debt. The IFRS 16 lease liability at the end of Q4 2023 of MNOK 496 (482), is included in the interest-bearing debt.

A waiver from DNB was obtained in respect of the leverage ratio (NIBD/EBITDA) covenant. The waiver is effective from 23 November 2023 to and including 30 September 2024 (waiver period). The EBITDA used for calculating the NIBD/EBITDA covenant is adjusted with MNOK 40. In the waiver period the leverage ratio shall not exceed 4,5 including the allowed adjustment to the EBITDA set out above. The leverage ratio was 3,66 as at 31 December 2023 and AKVA group was in compliance with all bank covenants. The Group continues to closely monitor its financial performance to ensure compliance with financial covenants.

Trailing 12 months average return on capital employed (ROACE) ended at 3.5 % (-3.1%) for the quarter.

Total assets and total equity amounted to MNOK 3,648 and MNOK 1,148 respectively, resulting in an equity ratio of 31.5% (32.0%) at the end of Q4 2023. Adjusted for the effect of IFRS 16 assets, the equity ratio is 36.2% (36.6%).

OTHER SHAREHOLDER INFORMATION

Earnings per share in Q4 2023 were NOK -1.10 (-1.03). The calculations are based on 36,437,070 (36,373,451) shares on average.

The minority interests in Newfoundland Aqua Service and Submerged are reflected in the balance sheet with 1.5% and 49% ownership, respectively.

The 20 largest shareholders are presented in note 6 in this report.

MARKET AND FUTURE OUTLOOK

Salmon prices are expected to remain strong driven by reduced supply.

AKVA expects to see a normalization of the post smolt market in Norway during the second half of 2024.

A rightsizing process was completed in Q4 2023, with estimated annual cost savings of MNOK 45, to adapt the organization to the current and expected activity level.

AKVA has revised the medium-term financial targets and is aiming for a revenue of minimum MNOK 3,6 and EBIT of 4-5% in 2024.

AKVA group will continue to invest and improve solutions, both within Sea Based, Digital and Land Based Technology.

Statement from the Board and Chief Executive Officer

We confirm that, to the best of our knowledge, the condensed set of financial statements for the period 1 January to 31 December 2023, which have been prepared in accordance with IAS 34 Interim Financial Statements, gives a true and fair view of the Company's consolidated assets, liabilities, financial position and results of operations, and that the interim management report includes a fair review of the information required under the Norwegian Securities Trading Act section 5-6 fourth paragraph.

KLEPP, 15 FEBRUARY 2024

BOARD OF DIRECTORS, AKVA GROUP ASA



Hans Kristian Mong
Chairperson



Frode Teigen
Board Member



Yoav Doppelt
Board Member



Heidi Nag Flikka
Board Member



Irene Heng Lauvsnes
Board Member



Knut Nesse
CEO



Kristin Reitan Husebø
Deputy Chairperson



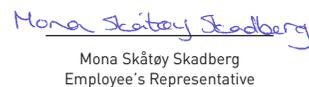
Tore Rasmussen
Board Member



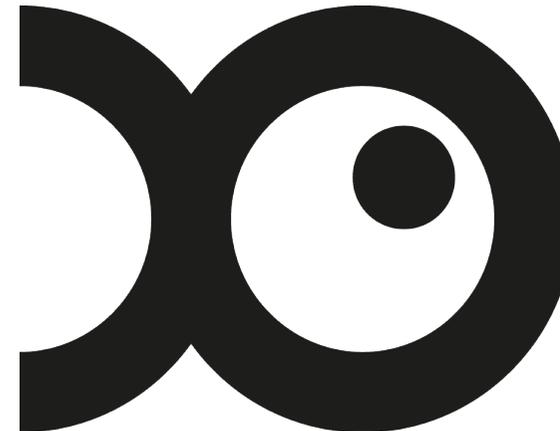
Odd Jan Håland
Employee's Representative



John Morten Kristiansen
Board Member



Mona Skåtøy Skadberg
Employee's Representative



STATEMENT OF INCOME

| CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME (NOK 1 000) | Note | 2023 Q4 | 2022 Q4 | 2023 YTD | 2022 YTD |
|---|------|----------------|----------------|------------------|------------------|
| OPERATING REVENUES | 5 | 799 525 | 779 121 | 3 430 922 | 3 376 320 |
| Cost of materials | | 435 203 | 473 812 | 1 996 252 | 2 106 715 |
| Payroll expenses | | 269 621 | 224 026 | 953 853 | 880 944 |
| Other operating expenses | | 53 993 | 54 205 | 217 410 | 230 391 |
| OPERATING PROFIT BEFORE DEPRECIATIONS (EBITDA) | 5 | 40 708 | 27 078 | 263 407 | 158 270 |
| Depreciation | | 13 502 | 7 901 | 48 653 | 41 981 |
| IFRS 16 Depreciation | | 24 615 | 18 720 | 95 239 | 80 739 |
| Amortization | | 12 419 | 14 926 | 51 913 | 52 147 |
| Impairment | | - | - | - | 39 895 |
| OPERATING PROFIT (EBIT) | 5 | -9 828 | -14 470 | 67 601 | -56 493 |
| Net interest expense | | -18 480 | -11 862 | -63 158 | -31 030 |
| IFRS 16 Interest expenses | | -5 902 | -5 511 | -22 741 | -19 576 |
| Other financial items | | -18 957 | -4 812 | -11 014 | -44 766 |
| Net financial items | | -43 338 | -22 184 | -96 913 | -95 372 |
| PROFIT BEFORE TAX | | -53 166 | -36 654 | -29 312 | -151 864 |
| Taxes ¹ | | -12 623 | 634 | -6 485 | -20 789 |
| NET PROFIT | | -40 544 | -37 288 | -22 827 | -131 075 |
| Net profit (loss) attributable to: | | | | | |
| Non-controlling interests | | -642 | 140 | -692 | 134 |
| Equity holders of AKVA group ASA | | -39 901 | -37 429 | -22 135 | -131 209 |
| Earnings per share equity holders of AKVA group ASA | | -1,10 | -1,03 | -0,61 | -3,61 |
| Diluted earnings per share equity holders of AKVA group ASA | | -1,10 | -1,03 | -0,61 | -3,61 |
| Average number of shares outstanding (in 1 000) | | 36 437 | 36 373 | 36 416 | 36 369 |
| Diluted number of shares outstanding (in 1 000) | | 36 437 | 36 373 | 36 416 | 36 369 |

¹ Income tax 2023 based on best estimate

STATEMENT OF COMPREHENSIVE INCOME

| CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME (NOK 1 000) | Note | 2023 Q4 | 2022 Q4 | 2023 YTD | 2022 YTD |
|--|------|----------------|----------------|----------------|-----------------|
| NET PROFIT | | -40 544 | -37 288 | -22 827 | -131 075 |
| Other comprehensive income that may be reclassified subsequently to income statement: | | | | | |
| Translation differences on foreign operations | | -13 098 | -7 407 | -4 408 | 17 817 |
| Income tax effect | | - | - | - | - |
| Total | | -13 098 | -7 407 | -4 408 | 17 817 |
| Gains(+)/losses(-) on cash flow hedges | | 370 | 10 278 | 7 681 | -9 147 |
| Income tax effect | | -81 | -2 261 | -1 690 | 2 012 |
| Total | | 288 | 8 017 | 5 991 | -7 135 |
| Total other comprehensive income, net of tax | | -12 810 | 610 | 1 583 | 10 682 |
| TOTAL COMPREHENSIVE INCOME, NET OF TAX | | -53 354 | -36 678 | -21 244 | -120 393 |
| Attributable to: | | | | | |
| Non-controlling interests | | -642 | 140 | -692 | 134 |
| Equity holders of AKVA group ASA | | -52 711 | -36 818 | -20 552 | -120 527 |

STATEMENT OF CHANGES IN EQUITY

| CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (NOK 1 000) | Note | 2023 Q4 | 2022 Q4 | 2023 YTD | 2022 YTD |
|--|------|------------------|------------------|------------------|------------------|
| Balance at start of period before non-controlling interest | | 1 176 160 | 1 180 819 | 1 144 000 | 1 296 885 |
| The period's net profit | | -39 901 | -37 429 | -22 135 | -131 209 |
| Sale of own shares | | - | - | - | 3 801 |
| Gains/(losses) on cash flow hedges (fair value) | | 288 | 8 017 | 5 991 | -7 135 |
| Dividend | | - | - | - | -36 375 |
| Share-based payments | | 6 768 | - | 6 768 | - |
| Adjustment related to prior periods | | 7 716 | - | 7 716 | 216 |
| Translation differences | | -13 098 | -7 407 | -4 408 | 17 817 |
| Equity before non-controlling interests | | 1 137 932 | 1 144 000 | 1 137 932 | 1 144 000 |
| Non-controlling interests | | 10 225 | 336 | 10 225 | 336 |
| Book equity at the end of the period | | 1 148 157 | 1 144 337 | 1 148 157 | 1 144 337 |

STATEMENT OF FINANCIAL POSITION

| CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (NOK 1 000) | Note | 2023 31.12. | 2022 31.12. |
|---|------|------------------|------------------|
| Intangible fixed assets | 1,3 | 1 157 266 | 989 063 |
| Deferred tax assets | | 77 283 | 44 902 |
| Tangible fixed assets | | 671 833 | 635 245 |
| Long-term financial assets | | 312 778 | 314 337 |
| FIXED ASSETS | | 2 219 160 | 1 983 547 |
| Stock | | 628 614 | 600 394 |
| Trade receivables | | 468 193 | 592 838 |
| Other receivables | | 113 002 | 125 679 |
| Cash and cash equivalents | | 219 390 | 277 988 |
| CURRENT ASSETS | | 1 429 199 | 1 596 899 |
| TOTAL ASSETS | | 3 648 359 | 3 580 446 |
| Equity attributable to equity holders of AKVA group ASA | | 1 137 932 | 1 144 000 |
| Non-controlling interests | 1,3 | 10 225 | 336 |
| TOTAL EQUITY | | 1 148 157 | 1 144 337 |
| Deferred tax | | 46 814 | 18 242 |
| Other long term debt | | 59 777 | 36 637 |
| Lease Liability - Long-term | | 405 231 | 403 340 |
| Long-term interest bearing debt | 1 | 862 317 | 702 481 |
| LONG-TERM DEBT | | 1 374 139 | 1 160 700 |
| Short-term interest bearing debt | 4 | 37 500 | 80 625 |
| Lease Liability - Short-term | | 90 795 | 79 095 |
| Trade payables | | 328 421 | 310 629 |
| Public duties payable | | 133 036 | 81 277 |
| Contract liabilities | | 293 599 | 468 729 |
| Other current liabilities | | 242 712 | 255 057 |
| SHORT-TERM DEBT | | 1 126 063 | 1 275 410 |
| TOTAL EQUITY AND DEBT | | 3 648 359 | 3 580 446 |

STATEMENT OF CASH FLOW

| CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (NOK 1 000) | 2023 Q4 | 2022 Q4 | 2023 YTD | 2022 YTD |
|--|----------------|----------------|-----------------|-----------------|
| Cash flow from operating activities | | | | |
| Profit before taxes | -53 166 | -36 654 | -29 311 | -151 864 |
| Taxes paid | -425 | -5 133 | -12 184 | -11 370 |
| Share of profit(-)/loss(+) from associates | -2 106 | -1 102 | -10 256 | -7 087 |
| Net interest cost | 24 382 | 17 372 | 85 899 | 50 606 |
| Gain(-)/loss(+) on disposal of fixed assets | -583 | -318 | -1 339 | -766 |
| Gain(-)/loss(+) on financial fixed assets | -5 641 | 4 551 | -10 953 | -5 504 |
| Depreciation, amortization and impairment | 50 536 | 41 548 | 195 805 | 214 762 |
| Changes in stock, accounts receivable and trade payables | 202 948 | -108 630 | 114 218 | -51 344 |
| Changes in other receivables and payables | -122 107 | 80 908 | -123 038 | 205 137 |
| Net foreign exchange difference | -2 671 | -10 016 | -16 442 | -21 216 |
| Cash generated from operating activities | 91 167 | -17 475 | 192 399 | 221 353 |
| Cash flow from investment activities | | | | |
| Investments in fixed assets | -35 418 | -43 910 | -175 160 | -167 859 |
| Proceeds from sale of fixed assets | 660 | 369 | 2 218 | 6 969 |
| Acquisition of subsidiary net of cash acquired | -35 320 | 0 | -35 648 | 0 |
| Proceeds from sale of associates | 0 | 0 | 0 | 40 000 |
| Net cash flow from investment activities | -70 078 | -43 541 | -208 590 | -120 890 |
| Cash flow from financing activities | | | | |
| Repayment of borrowings | -11 288 | -14 700 | -160 393 | -81 622 |
| Proceed from borrowings | 0 | 43 125 | 195 833 | 43 125 |
| IFRS 16 interest | -5 902 | -5 511 | -22 741 | -19 576 |
| Net other interest | -18 480 | -12 008 | -63 158 | -31 177 |
| Dividend payment | 0 | 0 | 0 | -36 668 |
| Dividends payment from NCI | 8 052 | 0 | 8 052 | 0 |
| Net cash flow from financing activities | -27 618 | 10 906 | -42 407 | -125 918 |
| Cash and cash equivalents at beginning of period | 225 918 | 328 098 | 277 988 | 303 442 |
| Net change in cash and cash equivalents | -6 528 | -50 110 | -58 598 | -25 454 |
| Cash and cash equivalents at end of period | 219 390 | 277 988 | 219 390 | 277 988 |

Selected notes to the condensed interim consolidated financial statements

NOTE 1:

General information and basis for preparation

AKVA group consists of AKVA group ASA and its subsidiaries.

Ownership in Newfoundland Aqua Service Ltd was increased from 70% to 98,5% in October 2023 through execution of option.

In August 2023, AKVA group ASA acquired 51% of the shares in Submerged AS.

In March 2022, AKVA group ASA and Egersund Net AS sold its shares in Atlantis Subsea Farming AS.

These condensed interim financial statements are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting as adopted by the EU (IAS 34). The same accounting policies and methods of computation are followed in the interim financial statements as compared with the most recent annual financial statement. The condensed interim financial statements do not include all of the information and disclosures required by International Reporting Standards (IFRS) for a complete set of financial statements, and these condensed interim financial statements should be read in conjunction with the most recent annual financial statements. The annual financial statements were prepared in accordance with International Financial Reporting Standards and interpretations as issued by the International Standards Board and as adopted by the EU. A description of the significant accounting policies applied in preparing these condensed interim financial statements is included in AKVA group's consolidated financial statements for 2022. There have been no changes to significant accounting policies since the preparation of the annual financial statements for 2022. The condensed interim financial statements are unaudited.

Because of rounding differences, numbers or percentages may not add up to the total. The consolidated financial statements for the Group for the year ended 31 December 2023 are available upon request from the company's office at Plogfabrikkveien 11, 4353 Klepp Stasjon, Norway or at

[HTTPS://WWW.AKVAGROUP.COM/INVESTORS/FINANCIAL-INFO/ANNUAL-REPORTS/](https://www.akvagroup.com/investors/financial-info/annual-reports/).

NOTE 2:

Accounting principles

All significant accounting principles applied in the consolidated financial statement are described in the Annual Report 2022 (as published on the OSE on 15 March 2023).

AKVA group accounts for associates owned between 20% and 50% by using the equity method. Gain/loss on investments are recognized as other operating revenue, subject to the investment being of similar character and type as the other businesses within the group.

No new standards have been adopted in 2023.

In connection with the global instability and ongoing war between Russia and Ukraine, AKVA group has reviewed and assessed internal and external factors related to material discretionary items. AKVA group has, based on our assessment, made no write-downs for Q4 2023.

Related to restructuring of the Land Based Business area in Q3 2022 impairment tests were performed at different CGU levels. The result was an impairment of right-of-use asset and other fixed asset of MNOK 40.

Furthermore, a write down was made to loan to AquaCon of MNOK 28 in Q3 2022.

Selected notes to the condensed interim consolidated financial statements

NOTE 3:

Recognition and measurement of assets and liabilities in connection with acquisitions

IFRS 3 permits adjustments to items recognized in the original accounting for business combination, for a maximum of one year after the acquisition date, if, and when new information about facts and circumstances existing at the acquisition date is obtained. AKVA group will make a final assessment before this one-year period comes to an end.

On 31.08.2023, the Group acquired 51% of the issued share capital of Submerged AS, obtaining control of Submerged AS. Submerged AS is a technology company and qualifies as a business as defined in IFRS 3 Business Combinations. Submerged AS was acquired to strengthen AKVA groups digital product offering.

The amounts recognised in respect of the identifiable assets acquired and liabilities assumed are as set out in the table to the right.

MNOK 25 of the total consideration payable in cash was transferred on October 1st.

The goodwill of MNOK 22 arising from the acquisition consists of key employees considered to have unique competence and significant synergy effects for AKVA group.

None of the goodwill is expected to be deductible for income tax purposes.

Acquisition-related costs amount to MNOK 0.9.

Submerged AS contributed MNOK 6.6 revenue and MNOK -1.5 to the Group's profit for the period between the date of acquisition and the reporting date.

If the acquisition of Submerged AS had been completed on the first day of the financial year, Group revenues for the year would have been MNOK 12.9 and Group profit would have been MNOK -4.0.

The non-controlling interest (49 per cent ownership interest in Submerged AS) recognised at the acquisition date was measured by reference to the fair value of the non-controlling interest and amounted to NOK 18 million. This fair value was estimated by applying an income approach. The following were the key model inputs used in determining the fair value:

- Assumed discount rate of 15 per cent

| Values at the acquisition date in (NOK 1000) | Book value | Adjusted value | Fair value |
|---|----------------|----------------|----------------|
| ASSETS | | | |
| IP - Brand RFR | - | - | - |
| IP - Technology RFR | - | 13 158 | 13 158 |
| IP - Customers MEE | - | - | - |
| Deferred tax of adjusted value | 701 | - | 701 |
| Research and development | 6 009 | - | 6 009 |
| Patents | 220 | - | 220 |
| Machinery and equipment | 775 | - | 775 |
| RoU Asset | 944 | - | 944 |
| Other non current financial assets | 164 | - | 164 |
| Inventory | 3 306 | - | 3 306 |
| Accounts receivables | 845 | - | 845 |
| Accrued income | 148 | - | 148 |
| Other receivables | -10 | - | -10 |
| Cash | 4 671 | - | 4 671 |
| | 17 773 | 13 158 | 30 931 |
| LIABILITIES | | | |
| Deferred tax | - | -2 895 | -2 895 |
| Long term interest bearing loans | -6 233 | - | -6 233 |
| Other short term interest bearing loans | -200 | - | -200 |
| Lease liability | -944 | - | -944 |
| Trade payables | -558 | - | -558 |
| Tax payable | 810 | - | 810 |
| Public duties payable | -900 | - | -900 |
| Prepayments from customers | -420 | - | -420 |
| Other current liabilities | -892 | - | -892 |
| | -9 337 | -2 895 | -12 232 |
| | 8 436 | 10 263 | 18 699 |
| Total identifiable net assets | | | |
| Goodwill arising on acquisition | | | 22 023 |
| Non-controlling interests in 49 % of Submerged AS | | | 18 379 |
| Total consideration | | | 59 101 |
| Purchase price, payable in cash (51%) | -30 141 | - | -30 141 |
| Contingent consideration | - | - | - |
| Total consideration transferred | -30 141 | | -30 141 |
| Cash acquired with subsidiary | 4 671 | - | 4 671 |
| Purchase price, payable in cash | -30 141 | - | -30 141 |
| Net cash outflow | -25 470 | | -25 470 |

NOTE 4:

Events after the reporting period

No events after the reporting period.

Selected notes to the condensed interim consolidated financial statements

NOTE 5:

Business segments

AKVA group is organized in three business segments; Sea Based Technology, Land Based Technology and Digital.

Sea Based Technology (SBT) consist of the following companies: AKVA group ASA, Helgeland Plast AS, AKVA group Services AS, Sperre AS, AKVA group Scotland Ltd, AKVASmart Turkey Ltd, AKVA group Australia Pty Ltd, AKVA group Chile S.A., AKVA group North America Inc, AKVA group Hellas, Newfoundland Aqua Service Ltd., AKVA group España, Egersund Net AS, Egersund Trading AS, UAB Egersund Net and

Grading Systems Ltd. The products included in the segment are: Cages, barges, feed systems, sensors, net cleaning systems, nets and other operational technologies and systems for Sea Based Aquaculture.

Land Based Technology (LBT) consist of the following companies: AKVA group Land Based Sømna AS (formerly AKVA group Land Based Norway AS), AKVA group Denmark A/S, AKVA group Land Based A/S and AKVA group Land Based Americas SA. The products included in the segment is recirculation systems and other technologies for land based aquaculture and post smolt facilities.

Digital (DI) consist of the following companies: AKVA group Software AS and Submerged AS. The products included in software includes digital solutions and professional services. In addition to AKVA group Software AS and Submerged AS the products are sold worldwide through a number of other companies in AKVA group.

The same accounting principles as described for the Group financial statements have been applied for the segment reporting. Inter-segment transfers or transactions are entered into under normal commercial terms and conditions, and the measurement used in the segment reporting is the same as used for the actual transactions.

CONDENSED CONSOLIDATED BUSINESS SEGMENTS

| CONDENSED CONSOLIDATED BUSINESS SEGMENTS (NOK: 1 000) | 2023 Q4 | 2022 Q4 | 2023 YTD | 2022 YTD |
|--|----------------|----------------|------------------|------------------|
| Sea based technology | | | | |
| Nordic operating revenues | 359 323 | 303 937 | 1 675 660 | 1 630 339 |
| Americas operating revenues | 166 287 | 197 844 | 616 702 | 660 162 |
| Europe & Middle East operating revenues | 92 022 | 90 276 | 373 665 | 394 600 |
| INTRA SEGMENT REVENUE | 617 632 | 592 057 | 2 666 028 | 2 685 100 |
| Operating costs ex depreciations | 563 056 | 542 280 | 2 395 149 | 2 422 707 |
| OPERATING PROFIT BEFORE DEPRECIATIONS (EBITDA) | 54 576 | 49 777 | 270 878 | 262 393 |
| Depreciation & amortization | 37 564 | 33 919 | 147 528 | 141 265 |
| OPERATING PROFIT (EBIT) | 17 012 | 15 858 | 123 350 | 121 128 |
| Digital | | | | |
| Nordic operating revenues | 23 910 | 13 427 | 74 920 | 58 175 |
| Americas operating revenues | 11 801 | 9 244 | 47 911 | 32 999 |
| Europe & Middle East operating revenues | 4 161 | 1 412 | 9 619 | 5 109 |
| INTRA SEGMENT REVENUE | 39 873 | 24 082 | 132 450 | 96 283 |
| Operating costs ex depreciations | 38 263 | 19 338 | 107 362 | 73 143 |
| OPERATING PROFIT BEFORE DEPRECIATIONS (EBITDA) | 1 609 | 4 744 | 25 088 | 23 140 |
| Depreciation & amortization | 10 565 | 6 628 | 39 069 | 21 311 |
| OPERATING PROFIT (EBIT) | -8 955 | -1 884 | -13 981 | 1 829 |
| Land based technology | | | | |
| Nordic operating revenues | 130 963 | 155 605 | 622 162 | 588 112 |
| Americas operating revenues | 5 439 | 1 758 | 10 283 | 6 058 |
| Europe & Middle East operating revenues | 5 618 | 5 618 | - | - |
| INTRA SEGMENT REVENUE | 142 020 | 162 981 | 632 444 | 594 170 |
| Operating costs ex depreciations | 157 498 | 190 424 | 665 004 | 721 434 |
| OPERATING PROFIT BEFORE DEPRECIATIONS (EBITDA) | -15 477 | -27 443 | -32 560 | -127 264 |
| Depreciation and amortization | 2 407 | 1 000 | 9 208 | 12 291 |
| Impairment | - | - | - | 39 895 |
| OPERATING PROFIT (EBIT) | -17 884 | -28 443 | -41 768 | -179 450 |

Selected notes to the condensed interim consolidated financial statements

NOTE 6:

Top 20 shareholders as of 31. December 2023

| Number of shares | Ownership % | Shareholders | Citizenship |
|-------------------|----------------|------------------------------------|----------------|
| 18 703 105 | 51,0 % | EGERSUND GROUP AS | NOR |
| 6 600 192 | 18,0 % | Israel Corporation Ltd | ISR |
| 1 901 267 | 5,2 % | PARETO AKSJE NORGE VERDIPAPIRFOND | NOR |
| 1 095 436 | 3,0 % | VERDIPAPIRFONDET NORDEA AVKASTNING | NOR |
| 964 745 | 2,6 % | SIX SIS AG | Nominee CHE |
| 791 167 | 2,2 % | VERDIPAPIRFONDET ALFRED BERG GAMBA | NOR |
| 621 997 | 1,7 % | VERDIPAPIRFONDET NORDEA KAPITAL | NOR |
| 602 614 | 1,6 % | VERDIPAPIRFONDET NORDEA NORGE PLUS | NOR |
| 543 332 | 1,5 % | FORSVARETS PERSONELLSERVICE | NOR |
| 316 155 | 0,9 % | J.P. Morgan SE | Nominee LUX |
| 302 998 | 0,8 % | MP PENSJON PK | NOR |
| 256 590 | 0,7 % | J.P. Morgan SE | Nominee FIN |
| 237 430 | 0,6 % | VERDIPAPIRFONDET EQUINOR AKSJER NO | NOR |
| 230 663 | 0,6 % | AKVA GROUP ASA | NOR |
| 221 502 | 0,6 % | VERDIPAPIRFONDET ALFRED BERG NORGE | NOR |
| 130 000 | 0,4 % | NESSE & CO AS | NOR |
| 129 988 | 0,4 % | PACTUM AS | NOR |
| 128 000 | 0,3 % | VERDIPAPIRFONDET ALFRED BERG NORGE | NOR |
| 125 795 | 0,3 % | DAHLE | NOR |
| 100 800 | 0,3 % | JAKOB HATTELAND HOLDING AS | NOR |
| 34 003 776 | 92,7 % | 20 largest shareholders | |
| 2 663 957 | 7,3 % | Other shareholders | |
| 36 667 733 | 100,0 % | Total shares | |

An updated overview of the 20 largest shareholders is available on AKVA group's investor relations webpage, <https://www.akvagroup.com/investors/the-share/largest-shareholders>.

NOTE 7:

Alternative Performance Measures - Non IFRS Financial Measures

AKVA group discloses alternative performance measures as a supplement to the financial statements prepared in accordance with IFRS. Such performance measures are used to provide an enhanced insight into the operating performance, financing and future prospects of the company and are frequently used by analysts, investors and other interested parties. The definition of these measures are as follows:

Available cash is a non-IFRS financial measure, calculated by summarizing all cash in the Group in addition to available cash from established credit facilities.

Capital Employed is a non-IFRS financial measure calculated by total assets less cash and IFRS 16 RoU assets minus current liabilities less liabilities to financial institutions (short term) and lease liability (short term).

EBITDA – EBITDA is the earnings before interest, taxes, depreciation, and amortizations. It can be calculated by the EBIT added by the depreciations and amortizations.

EBIT – EBIT is the earnings before interest and taxes. It can be calculated by the profit before tax added by the net financial items.

NIBD - Net interest-bearing debt is a non-IFRS financial measure, equal to our interest-bearing debt plus lease liability minus our cash and cash equivalents at the balance sheet date.

NIBD / EBITDA is a non-IFRS measure, calculated as period end NIBD divided by the prior 12 months EBITDA.

Order backlog is a non-IFRS measure, calculated as signed orders and contracts at the balance sheet date.

Order intake is a non-IFRS measure, calculated as order backlog at the end of period minus order backlog at start of period and revenue in the period.

ROACE - Return on average Capital Employed is a non-IFRS financial measure, calculated by dividing the last 12 months EBIT by the quarterly average of the Capital Employed ex. IFRS 16 last 12 months.

Working Capital is a non-IFRS financial measure calculated by current assets less cash minus current liabilities less liabilities to financial institutions.

Selected notes to the condensed interim consolidated financial statements

The following tables reconciles our Alternative Performance Measures to the most directly reconcilable line item, subtotal or total presented in the financial statements:

| Alternative Performance Measures - Non IFRS Financial Measures (NOK 1 000) | 2023 | 2022 |
|---|------------------|------------------|
| | Q4 | Q4 |
| Cash and cash equivalents | 219 390 | 277 988 |
| Not utilized overdraft facilities at period end | 300 000 | 452 675 |
| Available cash | 519 390 | 730 663 |
| Total assets | 3 648 359 | 3 580 446 |
| Cash and cash equivalents | -219 390 | -277 988 |
| IFRS 16 - RoU Asset | -475 141 | -451 379 |
| Current liabilities | -1 126 063 | -1 275 410 |
| Liabilities to financial institutions - Short-term | 37 500 | 80 625 |
| Lease Liability - Short-term | 90 795 | 79 095 |
| Capital employed | 1 956 059 | 1 735 389 |
| Operating profit | -9 828 | -14 470 |
| Depreciation and amortization | 50 536 | 41 548 |
| Impairment | 0 | 0 |
| EBITDA | 40 708 | 27 078 |
| Liabilities to financial institutions | 899 817 | 778 542 |
| Lease liabilities | 496 026 | 482 434 |
| Other non-current liabilities | 59 777 | 41 201 |
| Non-interest bearing part of non-current liabilities | -59 777 | -36 637 |
| Long term financial assets | -67 161 | 0 |
| Cash and cash equivalents | -219 390 | -277 988 |
| Net interest-bearing debt | 1 109 292 | 987 552 |
| Operating profit last twelve months | 67 601 | -56 493 |
| Average Capital employed last twelve months | 1 932 199 | 1 815 688 |
| ROACE | 3,5 % | -3,1 % |
| Current assets | 1 429 199 | 1 596 899 |
| Cash and cash equivalents | -219 390 | -277 988 |
| Current liabilities | -1 126 063 | -1 275 410 |
| Current lease liabilities | 90 795 | 79 095 |
| Current liabilities to financial institutions | 37 500 | 80 625 |
| Working capital | 212 041 | 203 221 |

No reconciliations have been performed for order backlog and order intake, as these are Alternative Performance Measures not linked to accounting figures.

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