



**Second quarter  
Interim Report  
2023**

**NORDIC FIBREBOARD AS**

Consolidated Interim Report for the second quarter of 2023  
(unaudited)

Beginning of the Interim Report Period:	1.04.2023
End of the Interim Report Period:	30.06.2023
Beginning of the financial year:	1.01.2023
End of the financial year:	31.12.2023
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Auditor:	AS PricewaterhouseCoopers
Main activity:	Production and sales of fibreboards

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## COMPANY PROFILE

Nordic Fibreboard AS main activity is production and wholesale of building materials. In addition it owns a real estate company with one real estate project ongoing in Pärnu, Estonia. Nordic Fibreboard AS is a holding company with subsidiaries Nordic Fibreboard Ltd OÜ, Pärnu Riverside Development OÜ and Skano Furniture OÜ. Skano Furniture OÜ has had no activities for the last couple of years and was liquidated on 18.01.2023.

The Group, as of 30.06.2023, 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, door cores, expansion joint filler, pin and notice boards, acoustic reduction, cake boards, firelighters).

Pärnu Riverside Development OÜ owns and manages real estate located at Suur-Jõe Street in Pärnu, the Company provides rental service to local companies.

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 30.06.2023 the Group employed 67 people (30.06.2022: 91 employees).



## MANAGEMENT REPORT

### NORDIC FIBREBOARD AS UNAUDITED RESULTS FOR SECOND QUARTER OF 2023

Consolidated net sales for Q2 2023 were € 2.01 million (Q2 2022: € 3.65 million). The main business area is Nordic Fibreboard Ltd, the production and wholesale of fibreboard, which recorded sales in Q2 2023 of € 2.00 million, (Q2 2021: € 3.64 million). The remaining business area is Pärnu Riverside Development, real estate management of the property owned in Suur-Jõe street in Pärnu, who recorded sales of € 12 thousand in Q2 2023 (Q2 2022: € 9 thousand).

Nordic Fibreboard Ltd sales of € 2.00 million was down 23% from its sales in Q1 2023, and down 45% from Q2 2022. The drop in sales compared to Q2 2022 was influenced by the termination of sales to Russian customers in the spring of 2022 as a result of sanctions imposed on Russia due to their aggressive war in Ukraine. However, continuing weak demand in three of our main markets, these being Finland, Denmark and Estonia, also had a negative on sales development when comparing last year and this year. We managed to offset some of this sales decline by recording improved sales in two of our other main markets, these being Sweden and Latvia.

The ongoing reduction of woodchip pricing, which is fibreboard main raw material, as well as the new more favourable electricity contracted which we entered into on 1.4.2023, resulted in gross margin being 25% in Q2 2023, up from 11% recorded in Q1 2023. Overhead costs were lower than planned, down in 20% in Q2 2023 compared to Q1 2023, which led a positive EBITDA 212 thousand euros (11% of sales) for Nordic Fibreboard Ltd in Q2 2023 compared to Q1 2023 EBITDA for the quarter, which was negative 76 thousand euros.

Financial expenses for the Q2 2023 were 76 thousand euros, of which 53 thousand euros were loan interest costs, 19 thousand euros were losses from the revaluation of Trigon Property Development (TPD) shares, and 4 thousand euros were other financial expenses. In the Q2 2022, a total financial income of € 82 thousand was recorded, consisting of financial income of € 105 thousand from dividend from the shares of Trigon Property Development (TPD), € 12 thousand from profits from the revaluation of these shares, and financial costs of € 35 thousand. The fibreboard division thus generated net profit of € 16 thousand in Q2 2023 (up from a loss of € 578 thousand in Q1 2023).

### DIVISIONAL REVIEW

#### REVENUE BY BUSINESS SEGMENTS

<i>€ thousand</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Fibreboards production and sales	1,998	3,643	4,583	6,234
Real Estate Management	12	9	23	18
<b>TOTAL</b>	<b>2,010</b>	<b>3,652</b>	<b>4,606</b>	<b>6,252</b>

#### PROFIT BY BUSINESS SEGMENTS

<i>€ thousand</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
<b>EBITDA by business units:</b>				
Fibreboards production and sales	212	635	137	914
Real Estate Management	(4)	(3)	(17)	(12)
Group transactions	(18)	(8)	(24)	(23)
<b>TOTAL EBITDA</b>	<b>190</b>	<b>624</b>	<b>96</b>	<b>879</b>
Depreciation	(121)	(126)	(244)	(248)
<b>TOTAL OPERATING PROFIT/ LOSS</b>	<b>69</b>	<b>498</b>	<b>(148)</b>	<b>631</b>
Extraordinary expenses	0	0	(406)	0
Net financial costs	(76)	82	(50)	100
<b>NET PROFIT/ LOSS</b>	<b>(7)</b>	<b>580</b>	<b>(604)</b>	<b>731</b>



## NORDIC FIBREBOARD LTD: FIBREBOARD PRODUCTION AND SALES

Fibreboard sales in Q2 2023 were € 2.00 million (2022: € 3.64 million). The main reasons for this slowdown in sales is due to the weak global economic environment, caused by macro factors such as higher interest rates and higher consumer pricing which have a negative effect on consumer and business confidence. Sales to our largest market Finland was down 29% for the first six months of 2023 compared to same period in 2022, while our market share in sale of fibreboards in Finland have remained unchanged during these periods. Nordic Fibreboard Ltd's homemarket in Estonia have experienced the most dramatic sales decline with 45% when comparing the two aforementioned periods. We had some positive news with restarting sales to our old customers in Africa during the first six months of this year.

EBITDA, of the fibreboard activities in Q2 2023 was positive at 212 thousand euros, which is a good improvement compared to Q1 2023 EBITDA which was negative 76 thousand euros, but far short of Q2 2022 when EBITDA was a positive 635 thousand euros. Fibreboard division's net profit for Q2 2023 was € 16 thousand (Q2 2022: net profit € 592 thousand).

### FIBREBOARD SALES BY GEOGRAPHICAL SEGMENTS

	€ thousand		€ thousand	
	Q2 2023	Q2 2022	6M 2023	6M 2022
European Union	1,862	3,444	4,317	5,702
Africa	40	0	93	0
Middle East	28	13	28	26
Asia	23	28	55	70
Russia	0	158	0	427
Other	45	0	90	9
<b>TOTAL</b>	<b>1,998</b>	<b>3,643</b>	<b>4,583</b>	<b>6,234</b>

### PÄRNU RIVERSIDE DEVELOPMENT: REAL ESTATE MANAGEMENT

Pärnu Riverside Development owns the property located at Suur-Jõe 48 in Pärnu. The property has some rental tenants and rental income from real estate management was € 12 thousand in Q2 2023, (Q2 2022: € 9 thousand).

The real estate management EBITDA for Q2 2023 were negative € 4 thousand and net loss € 4 thousand (Q2 2022: EBITDA negative € 3 thousand and net loss € 3 thousand).

### STATEMENT OF FINANCIAL POSITION AND CASH FLOW STATEMENT

As of 30.06.2023 the total assets of Nordic Fibreboard AS were € 8.9 million (30.06.2022: € 9.1 million). The liabilities of the company as of 30.06.2023 were € 4.4 million (30.06.2022: € 4.5 million), of which Group has payables amounting to € 0.9 million as at 30.06.2023 (30.06.2022: € 0.8 million) and borrowings of € 3.0 million as at 30.06.2023 (30.06.2022: € 3.2 million).

Receivables and prepayments amounted to € 0.7 million as at 30.06.2023 (30.06.2022: € 1.6 million). Inventories were € 0.9 million as of 30.06.2023 (30.06.2022: € 0.6 million). Fixed assets were € 7.2 million as of 30.06.2023 (€ 6.7 million as of 30.06.2022).

During 6M 2023, the Group's cash flows from operating activities totalled cash inflow of € 378 thousand (6M 2022: cash inflow € 269 thousand). Cash outflows due to investment activities was € 171 thousand during 6M 2023, consisting of investments into production assets (6M 2022: cash outflow € 39 thousand). Cash outflows due to financing activities was € 207 thousand during 6M 2023,



(6M 2022: cash outflow € 74 thousand). The net cash flow for the 6M 2023 was € 0 (6M 2022: cash inflows € 156 thousand).

## PEOPLE

On the 30th of June 2023, the Group employed 67 people (compared to 91 people as of 30.06.2022). The average number of personnel in Q2 2023 was 68 (Q2 2022: 92 people).

Labour costs were € 415 thousand including taxes in Q2 2023 and € 851 thousand for first six months of 2023 (Q2 2022: € 533 thousand, 6M 2022: € 1.016 thousand). Group fees for the members of the management boards of holding company and its subsidiaries, together with taxes, were € 64 thousand in Q2 2023 and € 125 thousand for first six months of 2023 (Q2 2022: € 66 thousand, 6M 2022: € 132 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 overall demand picture continues to be challenging, and the short-term outlook remains uncertain due to headwinds coming from macro factors, such as increasing interest rates, global economic uncertainty, and the ongoing war in Ukraine. All have led to a construction/renovation market slowdown and a lack of confidence among end users of building materials, including the use of the company's fibreboards.

Main operation issue remains the ongoing preparation of upgrading the company's wood-based boiler house in Pärnu so to meet the new emission requirements coming into force in 01.01.2025.

### PÄRNU RIVERSIDE DEVELOPMENT

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



## FINANCIAL HIGHLIGHTS

€ thousand

<b>Income statement</b>	<b>Q2 2023</b>	<b>Q2 2022</b>	<b>6M 2023</b>	<b>6M 2022</b>
Revenue	2,010	3,652	4,606	6,252
EBITDA	190	624	96	879
EBITDA margin	9%	17%	2%	14%
Operating profit	69	498	(148)	631
Operating margin	3%	14%	(3%)	10%
Net profit	(7)	580	(604)	731
Net margin	(0%)	16%	(13%)	12%
<b>Statement of financial position</b>	<b>30.06.2023</b>	<b>31.12.2022</b>	<b>30.06.2022</b>	<b>31.12.2021</b>
Total assets	8,856	9,408	9,100	8,063
Return on assets	(7%)	13%	8%	15%
Equity	4,480	5,084	4,582	3,850
Return on equity	(13%)	24%	16%	31%
Debt-to-assets ratio	49%	46%	50%	52%
<b>Share</b>	<b>30.06.2023</b>	<b>31.12.2022</b>	<b>30.06.2022</b>	<b>31.12.2021</b>
Last Price*	1.24	1.60	1.66	1.95
Earnings per share	(0.02)	0.27	0.17	0.27
Price-earnings ratio	(54.66)	5.83	9.61	7.30
Book value of a share	1.00	1.13	1.02	0.86
Market to book ratio	1.25	1.42	1.63	2.28
Market capitalization, € thousand	5,579	7,198	7,468	8,773
Number of shares	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-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 increases when the interest rate increases. At 30.06.2023 six months' EURIBOR rate was 3,900% and at 30.06.2022 0,263%. Before the rapid rise of EURIBOR starting in 2022, the EURIBOR rate was negative for several years, which meant that EURIBOR was equated to zero in the loan agreements. The loan from the Rural Development Foundation is concluded with a fixed interest rate, thus bear no interest rate risk. However, the Company 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 Company'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 eurozone. Nordic Fibreboard AS has a cash flow risk arising from the interest rate risk because its loans have a floating interest rate. Management believes that the cash flow risk is not significant, therefore no hedging instruments are used.

### CURRENCY 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 EUR. Raw materials for production are mainly in EUR.

### RISK OF THE ECONOMIC ENVIRONMENT

The risk of the economic environment for the Group depends on general developments in the construction and industrial segments. The economic environment in the last two years has been most affected by Russia's aggression against Ukraine, which has had an impact on the world economy, especially in Europe. Commodities prices have therefore been volatile, supply chains have been disturbed, and interest rates have increased. At the start of 2023, there were signs of some easing of the macroeconomic risks that the Company faced in 2022, however the ongoing uncertainty created by the war in Ukraine, and its implications and effects on the global, and especially European, economic environment make it difficult to make future economic forecasts.

### 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. Fair value of investment property does not materially differ from its carrying amount.

### 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 2023.

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 10-25 presents a fair view of the assets, liabilities, financial position and profit 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.

Torfinn Losvik, Chairman of the Management Board

Kevin Gustasson, Member of the Management Board

Pärnu, 3 August, 2023



## INTERIM FINANCIAL STATEMENTS

### CONSOLIDATED STATEMENT OF FINANCIAL POSITIONS

<i>€ thousand</i>	30.06.2023	31.12.2022	30.06.2022	31.12.2021
Cash and cash equivalents	2	2	213	57
Receivables and prepayments (Note 2)	717	559	1,632	902
Inventories (Note 3)	930	1,672	587	390
<b>Total current assets</b>	<b>1,649</b>	<b>2,233</b>	<b>2,432</b>	<b>1,349</b>
Investment property (Note 4)	1,859	1,859	1,152	1,152
Financial assets at fair value through profit or loss (Note 7)	698	644	708	644
Property, plant and equipment (Note 5)	4,648	4,670	4,805	4,915
Intangible assets (Note 6)	2	2	3	3
<b>Total non-current assets</b>	<b>7,207</b>	<b>7,175</b>	<b>6,668</b>	<b>6,714</b>
<b>TOTAL ASSETS</b>	<b>8,856</b>	<b>9,408</b>	<b>9,100</b>	<b>8,063</b>
Borrowings (Note 8)	324	290	75	146
Payables and prepayments (Note 9)	1,094	1,014	1,218	829
Short-term provisions (Note 10)	8	18	9	19
<b>Total current liabilities</b>	<b>1,426</b>	<b>1,322</b>	<b>1,302</b>	<b>994</b>
Long-term borrowings (Note 8)	2,684	2,875	3,071	3,074
Long-term payables and prepayments (Note 9)	139	0	0	0
Long-term provisions (Note 10)	127	127	145	145
<b>Total non-current liabilities</b>	<b>2,950</b>	<b>3,002</b>	<b>3,216</b>	<b>3,219</b>
<b>Total liabilities</b>	<b>4,376</b>	<b>4,323</b>	<b>4,518</b>	<b>4,213</b>
Share capital (at nominal value) (Note 11)	450	450	450	450
Statutory reserve capital	45	45	45	0
Retained earnings (loss)	3,985	4,589	4,087	3,400
<b>Total equity</b>	<b>4,480</b>	<b>5,084</b>	<b>4,582</b>	<b>3,850</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>8,856</b>	<b>9,408</b>	<b>9,100</b>	<b>8,063</b>

\*The notes to the financial statements presented on pages 14 to 25 are an integral part of these consolidated financial statements.



## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>€ thousand</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
<b>Revenue (Note 13)</b>	<b>2,010</b>	<b>3,652</b>	<b>4,606</b>	<b>6,252</b>
Cost of goods sold (Note 14)	1,629	2,687	4,064	4,746
<b>Gross profit</b>	<b>381</b>	<b>965</b>	<b>542</b>	<b>1,506</b>
Distribution costs (Note 15)	171	356	403	641
Administrative expenses (Note 16)	133	104	273	226
Other operating expenses (Note 18)	8	7	14	8
<b>Operating profit (loss)</b>	<b>69</b>	<b>498</b>	<b>(148)</b>	<b>631</b>
Extraordinary expenses	0	0	406	0
Finance income (Note 19)	0	117	74	169
Finance costs (Note 19)	76	35	124	69
PROFIT (LOSS) BEFORE INCOME TAX	(7)	580	(604)	731
<b>NET PROFIT (LOSS) FOR THE PERIOD</b>	<b>(7)</b>	<b>580</b>	<b>(604)</b>	<b>731</b>
Basic earnings per share (Note 12)	(0.00)	0.13	(0.13)	0.16
Diluted earnings per share (Note 12)	(0.00)	0.13	(0.13)	0.16

\*The notes to the financial statements presented on pages 14 to 25 are an integral part of these consolidated financial statements.



## CONSOLIDATED STATEMENT OF CASH FLOWS

<i>€ thousand</i>	6M 2023	6M 2022
<b>Cash flows from operating activities</b>		
<b>Operating profit (loss)</b>	<b>(148)</b>	<b>631</b>
Adjustments:		
Depreciation charge (Notes 5;6)	244	248
Profit/loss from sale of non-current asset (Note 18)	0	1
Change in trade and other receivables (Note 2)	(158)	(730)
Change in inventories (Note 3)	742	(197)
Change in trade and other payables (Note 9)	219	389
Change in provisions (Note 10)	(10)	(10)
<b>Cash generated from operations</b>	<b>889</b>	<b>332</b>
Interest payments (Note 19)	(101)	(63)
Net other financial income and expense	(4)	0
Extraordinary expense	(406)	0
<b>Net cash generated from operating activities</b>	<b>378</b>	<b>269</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangible assets (Notes 5;6)	(171)	(144)
Dividends received	0	105
<b>Net cash used in investing activities</b>	<b>(171)</b>	<b>(39)</b>
<b>Cash flows from financing activities</b>		
Repayment of loans received (Note 8)	(306)	(50)
Loans received from related parties (Note 8)	200	0
Finance lease payments (Note 8)	(33)	(24)
Overdraft change (Note 8)	(68)	0
<b>Net cash (used in)/from financing activities</b>	<b>(207)</b>	<b>(74)</b>
<b>NET CHANGE IN CASH</b>	<b>0</b>	<b>156</b>
<b>OPENING BALANCE OF CASH</b>	<b>2</b>	<b>57</b>
<b>CLOSING BALANCE OF CASH</b>	<b>2</b>	<b>213</b>

\*The notes to the financial statements presented on pages 14 to 25 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
<b>Balance at 31.12.2021</b>	<b>450</b>	<b>0</b>	<b>3,400</b>	<b>3,850</b>
Other changes	0	45	(45)	0
<i>Net profit for 6M 2022</i>	0	0	731	731
Total comprehensive profit for 6M 2022	0	0	731	731
<b>Balance at 30.06.2022</b>	<b>450</b>	<b>45</b>	<b>4,087</b>	<b>4,582</b>
<b>Balance at 31.12.2022</b>	<b>450</b>	<b>45</b>	<b>4,589</b>	<b>5,084</b>
<i>Net loss for 6M 2023</i>	0	0	(604)	(604)
Total comprehensive loss for 6M 2023	0	0	(604)	(604)
<b>Balance at 30.06.2023</b>	<b>450</b>	<b>45</b>	<b>3,985</b>	<b>4,480</b>

\*The notes to the financial statements presented on pages 14 to 25 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.

The Group's main activities are production and wholesale of softboard, to a minor extent, the Group also handles real estate management.

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 real estate management activities were added to the Group in 2019.

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. The Group's largest shareholder is Pärnu Holdings OÜ (owning 57.63%), whose largest owners as of 30.06.2023 and 30.06.2022 are 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 31.12.2022. 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 2022.

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 2nd quarter of 2023 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>	<b>30.06.2023</b>	<b>31.12.2022</b>	<b>30.06.2022</b>	<b>31.12.2021</b>
Customer receivables	600	391	1,426	729
Prepaid taxes	105	150	192	151
Prepaid services	12	17	13	22
Other receivables	0	1	1	1
<b>TOTAL</b>	<b>717</b>	<b>559</b>	<b>1,632</b>	<b>902</b>

No write-downs of receivables have been made in Q2 2023 or Q2 2022.



ANALYSIS OF TRADE RECEIVABLES BY AGING:

<i>thousand €</i>	30.06.2023	31.12.2022	30.06.2022	31.12.2021
<b>Not past due</b>	599	373	1,412	678
incl receivables from customers who also have receivables past due	0	236	416	95
incl receivables from customers who have no receivables past due	599	137	996	583
<b>Past due but not impaired</b>	1	18	14	51
Overdue up to 90 days	1	16	9	51
Overdue more than 90 days	0	2	5	0
<b>TOTAL</b>	600	391	1,426	729

NOTE 3 INVENTORIES

<i>€ thousand</i>	30.06.2023	31.12.2022	30.06.2022	31.12.2021
Raw materials and other materials	217	401	394	303
Work-in-progress	44	228	88	41
Finished goods	708	1,081	109	32
Goods in transit	0	0	0	11
Prepayments to suppliers	1	2	36	43
Write-off reserve for inventories	(40)	(40)	(40)	(40)
<b>TOTAL</b>	930	1,672	587	390

NOTE 4 INVESTMENT PROPERTY

	<i>thousand €</i>
<b>Carrying amount 31.12.2021</b>	1,152
<b>Carrying amount 30.06.2022</b>	1,152
<b>Carrying amount 31.12.2022</b>	1,859
<b>Carrying amount 30.06.2023</b>	1,859

The amount of expenses related to the management of investments properties for Q2 2023 were € 16 thousand and € 12 thousand in Q2 2022. Rental income from investment properties for Q2 2023 was € 12 thousand and in Q2 2022 were € 9 thousand.

	<i>thousand €</i>
<b>31.12.2021</b>	
Share of registered immovable property at Suur-Jõe 48, Pärnu	977
Share of registered immovable property at Rääma Street 31, Pärnu	175
<b>30.06.2022</b>	
Share of registered immovable property at Suur-Jõe 48, Pärnu	977
Share of registered immovable property at Rääma Street 31, Pärnu	175
<b>31.12.2022</b>	
Share of registered immovable property at Suur-Jõe 48, Pärnu	1,684
Share of registered immovable property at Rääma Street 31, Pärnu	175
<b>30.06.2023</b>	
Share of registered immovable property at Suur-Jõe 48, Pärnu	1,684
Share of registered immovable property at Rääma Street 31, Pärnu	175



NOTE 5 PROPERTY PLANT EQUIPMENT AND RIGHT OF USE ASSETS

<i>thousand €</i>	Land	Buildings and facilities	Machinery and equipment	Other fixtures	Construction-in-progress	Right-of-use asset	TOTAL
<b>Cost at 31.12.2021</b>	191	2,556	10,845	89	473	114	14,268
<b>Accumulated depreciation at 31.12.2021</b>	0	(1,779)	(7,459)	(88)	0	(28)	(9,353)
<b>Carrying amount at 31.12.2021</b>	191	777	3,387	1	473	86	4,915
Additions	0	0	44	0	100	0	144
Reclassification	0	0	221	0	(211)	(10)	0
Reclassification of accumulated depreciation	0	0	(10)	0	0	10	0
Disposals and write-offs (Note 18)	(7)	0	(80)	0	0	0	(87)
Accumulated depreciation of fixed assets written off	0	0	80	0	0	0	80
Depreciation (Note 14)	0	(39)	(184)	0	0	(24)	(247)
<b>Cost at 30.06.2022</b>	184	2,556	11,030	89	362	104	14,325
<b>Accumulated depreciation at 30.06.2022</b>	0	(1,818)	(7,573)	(88)	0	(42)	(9,520)
<b>Carrying amount at 30.06.2022</b>	184	738	3,458	1	362	62	4,805
<b>Cost at 31.12.2022</b>	184	2,560	11,030	89	405	119	14,387
<b>Accumulated depreciation at 31.12.2022</b>	0	(1,857)	(7,716)	(88)	0	(57)	(9,717)
<b>Carrying amount at 31.12.2022</b>	184	703	3,314	1	405	62	4,670
Additions	0	0	15	0	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)
<b>Cost at 30.06.2023</b>	184	2,560	11,044	89	561	100	14,538
<b>Accumulated depreciation at 30.06.2023</b>	0	(1,896)	(7,896)	(88)	0	(10)	(9,890)
<b>Carrying amount at 30.06.2023</b>	184	664	3,148	1	561	90	4,648





## NOTE 6 INTANGIBLE ASSETS

<i>thousand €</i>	Computer software
Cost at 31.12.2021	13
Accumulated amortisation at 31.12.2021	(10)
<b>Carrying amount 31.12.2021</b>	<b>3</b>
Cost at 30.06.2022	13
Accumulated amortisation at 30.06.2022	(10)
<b>Carrying amount 30.06.2022</b>	<b>3</b>
Cost at 31.12.2022	13
Accumulated amortisation at 31.12.2022	(11)
<b>Carrying amount 31.12.2022</b>	<b>2</b>
Cost at 30.06.2023	13
Accumulated amortisation at 30.06.2023	(11)
<b>Carrying amount 30.06.2023</b>	<b>2</b>

## NOTE 7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

<i>thousand €</i>	30.06.2023	Change 6M 2023	31.12.2022	30.06.2022	31.12.2021
Non-current assets					
Listed securities - Equity securities - cost as at	338	0	338	338	338
Revaluation*	360	54	306	370	306
<b>Fair value as at</b>	<b>698</b>	<b>54</b>	<b>644</b>	<b>708</b>	<b>644</b>

\* 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 30.06.2023 as shown on Nasdaq Tallinn.

## NOTE 8 BORROWINGS

<i>thousand €</i>	Interest rate	30.06.2023	31.12.2022	30.06.2022	31.12.2021
Current borrowings					
Current portion of long-term loan (Coop Bank)	6 month euribor+3.5%	56	106	53	100
Current portion of long-term loan (RDF)	Until 30.12.2022 2%, later 4%	55	83	0	0
Current portion of long-term lease liabilities	2,49%	11	31	22	46
Short term loan from related parties	8%	200	0	0	0
Bank overdrafts (Coop Bank)	4%	2	70	0	0
<b>Total</b>		<b>324</b>	<b>290</b>	<b>75</b>	<b>146</b>
Non-current borrowings					
Non-current loans (Coop Bank)	6 month euribor+3.5%	926	926	1,031	1,034
Non-current loans (RDF)	Until 30.12.2022 2%, later 4%	1,689	1,917	2,000	2,000
Non-current lease liabilities	2,49%	69	32	40	40
<b>Total</b>		<b>2,684</b>	<b>2,875</b>	<b>3,071</b>	<b>3,074</b>
<b>Total borrowings</b>		<b>3,008</b>	<b>3,165</b>	<b>3,146</b>	<b>3,220</b>



Nordic Fibreboard AS subsidiary Nordic Fibreboard Ltd OÜ has loan obligations to Coop Pank AS and Rural Development Foundation (RDF). The term of the loan received from Coop Pank AS is 5 years with a 10-year amortization schedule, from March 2022 the loan interest is 3.5% per annum. The term of the loan received from RDF is 6 years and from 31.12.2022 the loan interest is 4% per annum. There is also a one-year overdraft agreement with Coop Bank AS with a limit of € 200 thousand. The interest rate on the overdraft is 3.5% per annum.

In Q2 2023, repayments of lease obligations in the amount of € 33 thousand were made.

CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES 6M 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	31	(31)	0	56
Current portion of long-term loan (RDF)	83	(56)	0	57	(57)	28	55
Current portion of short-term lease liabilities	31	(33)	13	1	(1)	0	11
Short term loan from related parties	0	200	0	0	0	0	200
Bank overdrafts (Coop Bank)	70	(68)	0	2	(2)	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 lease liabilities	32	0	36	0	0	0	69
<b>Total liabilities from financing activities</b>	<b>3,165</b>	<b>(207)</b>	<b>49</b>	<b>91</b>	<b>(91)</b>	<b>0</b>	<b>3,008</b>

CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES 6M 2022

<i>thousand €</i>	31.12.2021	Cash flows	Non-monetary movements	Interest accrued	Interest paid	Reclassification	30.06.2022
Current portion of long-term loan (Coop Bank)	100	(50)	0	23	(23)	3	53
Current portion of short-term financial lease	46	(24)	0	1	(1)	0	22
Bank overdrafts (Coop Bank)	0	0	0	1	(1)	0	0
Non-current loans (Coop Bank)	1,034	0	0	0	0	(3)	1,031
Non-current loans (RDF)	2,000	0	0	38	(38)	0	2,000
Non-current lease liability	40	0	0	0	0	0	40
<b>Total liabilities from financing activities</b>	<b>3,220</b>	<b>(74)</b>	<b>0</b>	<b>63</b>	<b>(63)</b>	<b>0</b>	<b>3,146</b>



## NOTE 9 PAYABLES AND PREPAYMENTS

<i>thousand €</i>	<b>30.06.2023</b>	<b>31.12.2022</b>	<b>30.06.2022</b>	<b>31.12.2021</b>
Current payables and prepayments				
Trade payables	770	471	797	367
Payables to employees	134	145	156	149
<i>incl. accrued holiday pay reserve</i>	50	50	46	46
Tax liabilities	108	133	149	137
<i>incl. social security and unemployment insurance</i>	66	83	89	87
<i>personal income tax</i>	31	40	43	40
<i>contribution to mandatory funded pension</i>	2	2	2	2
<i>other taxes</i>	9	8	15	8
Prepayments received	51	246	60	152
Other payables	31	19	57	24
<b>TOTAL</b>	<b>1,094</b>	<b>1,014</b>	<b>1,218</b>	<b>829</b>
<i>thousand €</i>	<b>30.06.2023</b>	<b>31.12.2022</b>	<b>30.06.2022</b>	<b>31.12.2021</b>
Long-term payables and prepayments				
Long-term trade payables	139	0	0	0
<b>TOTAL</b>	<b>139</b>	<b>0</b>	<b>0</b>	<b>0</b>

## NOTE 10 PROVISIONS

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.

*thousand €*

<b>Balance at 31.12.2021</b>	<b>164</b>
incl. current portion of provision	19
incl. non-current portion of provision	145
<b>Movements 2022 6M:</b>	
Use of provision	(13)
Interest cost (Note 19)	3
<b>Balance at 30.06.2022</b>	<b>154</b>
incl. current portion of provision	9
incl. non-current portion of provision	145
<b>Balance at 31.12.2022</b>	<b>145</b>
incl. current portion of provision	18
incl. non-current portion of provision	127
<b>Movements 2023 6M:</b>	
Use of provision	(12)
Interest cost (Note 19)	2
<b>Balance at 30.06.2023</b>	<b>135</b>
incl. current portion of provision	8
incl. non-current portion of provision	127



## NOTE 11 EQUITY

	Nominal value	Number of shares	Share capital
	€	pcs	thousand €
Balance at 30.06.2023	0.10	4,499,061	450
Balance at 31.12.2022	0.10	4,499,061	450
Balance at 30.06.2022	0.10	4,499,061	450
Balance at 31.12.2021	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 30.06.2023 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

As at 30.06.2022 the Group had 1,182 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	597,367	13.28

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

- Rando Tomingas 0 shares (30.06.2022: 0 shares)
- Trond Brekke 0 shares (30.06.2022: 0 shares)
- Sakari Wallin 0 shares (30.06.2022: 0 shares)
- Torfinn Losvik 0 shares (30.06.2022: 0 shares)
- Kevin Gustasson 0 shares (30.06.2022: 0 shares)

The Supervisory Board of AS Nordic Fibreboard elected Kevin Gustasson as a new member of the Management Board whose powers began on 20.06.2023 and are valid for 3 years. At the extraordinary general meeting of Nordic Fibreboard AS held on 28.06.2023, Joakim Johan Helenius was recalled from the Supervisory Board of Nordic Fibreboard AS, who owned 20,000 Nordic Fibreboard AS shares as of 30.06.2023 and 30.06.2022. Rando Tomingas, who owns shares through Triangel Kapital OÜ in the amount of 36,762 shares (30.06.2022: 36,762 shares), was confirmed as a new member of the Supervisory Board. Both Joakim Johan Helenius and Torfinn Losvik have indirect ownership through parent company Pärnu Holdings OÜ. Torfinn Losvik owns shares through Stetind OÜ in the amount of 44,206 shares (2022: 44,206 shares).

## NOTE 12 EARNINGS PER SHARE

Diluted earnings (loss) per share is calculated based on the net profit (loss) and the number of shares. 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 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 from 31.12.2020, the Group does not own any potential shares.

	30.06.2023	31.12.2022	30.06.2022	31.12.2021
Net profit (-loss) (in thousands of euros)	(604)	1,234	731	1,202
Weighted average number of shares (th pc)	4,499	4,499	4,499	4,499
Basic earnings per share (in euros)	(0.13)	0.27	0.16	0.27
Weighted average number of shares used for calculating the diluted earnings per shares (th pc)	4,499	4,499	4,499	4,499
Diluted earnings per share (in euros)	(0.13)	0.27	0.16	0.27
Last price of the share of Nordic Fibreboard AS on Tallinn Stock Exchange (in euros)	1.24	1.60	1.66	1.95

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

### 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 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 Street 48, Pärnu.

In 2022, the furniture retail sales in Estonia (Skano Furniture OÜ) has not been treated separately since the said subsidiary ceased active operations in the first quarter of 2020.. Skano Furniture OÜ was liquidated on 18.01.2023.

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:

<b>6 months 2023</b> <b>thousand €</b>	<b>Fibreboard manufacturing and wholesale</b>	<b>Real Estate Management</b>	<b>Group's general expenses and eliminations</b>	<b>SEGMENTS TOTAL</b>
Revenue from external customers	4,583	23	0	<b>4,606</b>
EBITDA	137	(17)	(24)	<b>96</b>
Amortisation/ depreciation (Notes 5; 6)	244	0	0	<b>244</b>
Operating profit/-loss	(107)	(17)	(24)	<b>(148)</b>
Extraordinary expenses	406	0	0	<b>406</b>
Finance income (Note 19)	74	0	0	<b>74</b>
Finance costs (Note 19)	(122)	0	(2)	<b>(124)</b>
Net profit/loss	(562)	(17)	(25)	<b>(604)</b>
Segment assets	7,427	1,688	(259)	<b>8,856</b>
Non-current assets of the segment (Notes 4; 5; 6; 7)	5,523	1,684	0	<b>7,207</b>
Segment liabilities	4,230	52	94	<b>4,376</b>
Additions to non-current assets (Notes 5;6)	227	0	0	<b>227</b>

<b>6 months 2022</b> <b>thousand €</b>	<b>Fibreboard manufacturing and wholesale</b>	<b>Real Estate Management</b>	<b>Group's general expenses and eliminations</b>	<b>SEGMENTS TOTAL</b>
Revenue from external customers	6,234	18	0	<b>6,252</b>
EBITDA	914	(12)	(23)	<b>879</b>
Amortisation/ depreciation (Notes 5; 6)	248	0	0	<b>248</b>
Operating profit/-loss	666	(12)	(23)	<b>631</b>
Finance income (Note 19)	169	0	0	<b>169</b>
Finance costs (Note 19)	67	0	2	<b>69</b>
Net profit/loss	769	(12)	(26)	<b>731</b>
Segment assets	8,296	983	(179)	<b>9,100</b>
Non-current assets of the segment (Notes 4; 5; 6; 7)	5,690	977	0	<b>6,668</b>
Segment liabilities	4,366	15	137	<b>4,518</b>
Additions to non-current assets (Notes 5; 6)	144	0	0	<b>144</b>



SALES REVENUE OF BUSINESS SEGMENTS BY THE GEOGRAPHICAL LOCATION OF CUSTOMERS:

<i>thousand €</i>	6M 2023			6M 2022		
	Fibreboard manufacturing and wholesale	Real Estate Management	SEGMENTS TOTAL	Fibreboard manufacturing and wholesale	Real Estate Management	SEGMENTS TOTAL
European Union	4,317	23	4,340	5,702	18	5,720
Africa	93	0	93	0	0	0
Middle East	28	0	28	26	0	26
Asia	55	0	55	70	0	70
Russian	0	0	0	427	0	427
Other	90	0	90	9	0	9
<b>Grand Total</b>	<b>4,583</b>	<b>23</b>	<b>4,606</b>	<b>6,234</b>	<b>18</b>	<b>6,252</b>

NOTE 14 COST OF GOODS SOLD

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Raw materials and main materials	571	1,100	968	1,851
Electricity and heat	648	998	1,447	1,857
Labour expenses (Note 17)	308	419	648	798
Depreciation (Notes 5;6)	121	126	244	248
Purchased goods	0	0	127	0
Change in balances of finished goods, goods in transit and work in progress	(56)	(14)	546	(113)
Other expenses	37	58	84	105
<b>TOTAL</b>	<b>1,629</b>	<b>2,687</b>	<b>4,064</b>	<b>4,746</b>

NOTE 15 DISTRIBUTION COSTS

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Transportation expenses	102	283	271	503
Labour expenses (Note 17)	48	46	90	92
Marketing expense	2	0	2	0
Agency fees	17	22	36	34
Other expenses	2	5	4	12
<b>TOTAL</b>	<b>171</b>	<b>356</b>	<b>403</b>	<b>641</b>

NOTE 16 ADMINISTRATIVE AND GENERAL EXPENSES

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Labour expenses (Note 17)	57	65	110	120
Purchased services	38	19	90	55
Office supplies	12	10	33	23
Other expenses	26	10	40	28
<b>TOTAL</b>	<b>133</b>	<b>104</b>	<b>273</b>	<b>226</b>

NOTE 17 LABOUR EXPENSES

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Wages and salaries	312	400	640	764
Social security and unemployment insurance	101	130	208	246
Fringe benefits paid to employees	2	3	3	6
<b>TOTAL</b>	<b>415</b>	<b>533</b>	<b>851</b>	<b>1,016</b>



## NOTE 18 OTHER OPERATING EXPENSES

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Reclamations	2	3	2	3
Commission fees	1	1	1	1
Penalties paid	4	3	4	3
Loss from sales of fixed assets	0	0	0	1
Other costs	1	0	7	0
<b>TOTAL</b>	<b>8</b>	<b>7</b>	<b>14</b>	<b>8</b>

## NOTE 19 EXTRAORDINARY EXPENSES, FINANCIAL INCOME AND EXPENSES

### EXTRAORDINARY EXPENSES

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Loss from electricity sold back	0	0	406	0
<b>KOKKU</b>	<b>0</b>	<b>0</b>	<b>406</b>	<b>0</b>

### FINANCIAL INCOME

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Received dividends	0	105	0	105
Revaluation of TPD shares	0	12	74	64
<b>Total financial income</b>	<b>0</b>	<b>117</b>	<b>74</b>	<b>169</b>

### FINANCIAL EXPENSES

<i>thousand €</i>				
Interest expenses	53	31	101	65
<i>' including interest expenses related to provisions (Note 10)</i>	1	1	2	3
Revaluation of TPD shares	19	0	19	0
Other finance cost	4	4	4	4
<b>Total financial cost</b>	<b>76</b>	<b>35</b>	<b>124</b>	<b>69</b>

## NOTE 20 RELATED PARTIES

The following parties are considered to be related parties:

- Parent company Pärnu Holdings OÜ and 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 June 2023, the largest shareholder of Pärnu Holdings OÜ and the entities with significant influence over the Group are: Stetind OÜ (50%) and Joakim Johan Helenius (50%). The owner of Stetind OÜ is Torfinn Losvik.





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

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Membership fees	48	50	94	98
Social tax	16	16	31	33
<b>Total</b>	<b>64</b>	<b>66</b>	<b>125</b>	<b>132</b>

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. The member of the Management Board of Nordic Fibreboard AS will receive severance pay to three months' remuneration according to the contract. No payments were made to members of Supervisory Board.

Nordic Fibreboard AS has purchased consultation services from related parties. Transactions with related parties are based on market terms.

In the Q1 2023, Nordic Fibreboard AS subsidiary Nordic Fibreboard Ltd OÜ received a short-term loan in the amount of € 200 thousand from the related party Pärnu Holdings OÜ, with an interest rate of 8% per annum.

TRANSACTIONS WITH RELATED PARTIES:

<i>thousand €</i>	Q2 2023	Q2 2022	6M 2023	6M 2022
Received short-term loan	0	0	200	0
Purchased services	5	5	9	9
<b>Total</b>	<b>5</b>	<b>5</b>	<b>209</b>	<b>9</b>

BALANCES WITH RELATED PARTIES AS OF:

<i>thousand €</i>	30.06.2023	31.12.2022	30.06.2022	31.12.2021
Purchased services	6	1	3	1
Received short-term loan	200	0	0	0
<b>Total</b>	<b>206</b>	<b>1</b>	<b>3</b>	<b>1</b>

NOTE 21 EVENTS AFTER BALANCE SHEET DATE

At the extraordinary general meeting of Nordic Fibreboard AS held on 13.07.2023, Trond B. Brekke was recalled from the Council, Aigar Kallas was confirmed as a new member of the Council. Aigar Kallas does not own Nordic Fibreboard AS shares.

The Supervisory Board of Nordic Fibreboard AS recalled Rando Tomingas from the Audit Committee, in connection with his election as a Member of the Supervisory Board. The Supervisory Board elected Kairi Ratas as a new member of the Audit Committee.

