

Income Statement Borregaard Group Q3 2023

<i>Amounts in NOK million</i>	1.7-30.9		1.1-30.9		1.1-31.12
	2023	2022	2023	2022	2022
Operating revenues	1 714	1 752	5 527	5 111	6 881
Operating expenses	-1 232	-1 318	-4 073	-3 832	-5 238
EBITDA	482	434	1 454	1 279	1 643
Depreciation property, plant and equipment	-121	-112	-351	-330	-444
Amortisation intangible assets	-1	-1	-4	-3	-5
Other income and expenses	0	0	0	12	-8
Operating profit	360	321	1 099	958	1 186
Financial items, net	-42	-12	-110	-50	-68
Profit before taxes	318	309	989	908	1 118
Income tax expense	-76	-74	-238	-220	-267
Profit for the period	242	235	751	688	851
Profit attributable to non-controlling interests	5	-4	0	-20	-41
Profit attributable to owners of the parent	237	239	751	708	892
Earnings per share (NOK)	2,38	2,40	7,54	7,11	8,96
<i>EBITDA margin</i>	<i>28,1 %</i>	<i>24,8 %</i>	<i>26,3 %</i>	<i>25,0 %</i>	<i>23,9 %</i>

Interim condensed statement of financial position Borregaard Group

	30.9. 2023	30.6. 2023	31.12. 2022
<i>Amounts in NOK million</i>			
Assets:			
Intangible assets	84	80	82
Property, plant and equipment	4 513	4 502	4 371
Right-of-use assets	457	403	345
Other assets	234	226	254
Investments in joint venture/associate company	257	258	142
Non-current assets	5 545	5 469	5 194
Inventories	1 393	1 318	1 299
Receivables	1 400	1 576	1 387
Cash and cash deposits	707	365	234
Current assets	3 500	3 259	2 920
Total assets	9 045	8 728	8 114
Equity and debt:			
Group equity	4 520	4 083	4 394
Non-controlling interests	55	51	51
Equity	4 575	4 134	4 445
Provisions and other liabilities	362	479	295
Interest-bearing liabilities	2 008	2 038	1 370
Non-current liabilities	2 370	2 517	1 665
Interest-bearing liabilities	580	547	702
Other current liabilities	1 520	1 530	1 302
Current liabilities	2 100	2 077	2 004
Equity and liabilities	9 045	8 728	8 114
Equity ratio (%):	50,6 %	47,4 %	54,8 %

Interim condensed cash flow statement Borregaard Group Q3 2023

<i>Amounts in NOK million</i>	1.7-30.9		1.1-30.9		1.1-31.12
	2023	2022	2023	2022	2022
Profit before taxes	318	309	989	908	1 118
Amortisation, depreciation and impairment charges	122	113	355	333	449
Change in net working capital, etc	87	-111	-87	-713	-658
Dividend/share of profit from JV & associate company	1	0	9	31	34
Taxes paid	-2	1	-218	-137	-208
Cash flow from operating activities	526	312	1 048	422	735
Investments property, plant and equipment and intangible assets *	-130	-84	-374	-252	-464
Investment in associate company	0	0	-124	0	0
Other capital transactions	2	-1	7	5	9
Cash flow from investing activities	-128	-85	-491	-247	-455
Dividends	0	0	-324	-499	-499
Proceeds from exercise of options/shares to employees	0	0	45	34	41
Buy-back of treasury shares	0	0	-49	-23	-68
Gain/(loss) on hedges for net investments in subsidiaries	12	-76	-76	-156	-79
Net paid to/from shareholders	12	-76	-404	-644	-605
Proceeds from interest-bearing liabilities	0	0	800	837	837
Repayment of interest-bearing liabilities	-28	-116	-488	-469	-512
Change in interest-bearing receivables/other liabilities	-9	51	51	119	78
Change in net interest-bearing liabilities	-37	-65	363	487	403
Cash flow from financing activities	-25	-141	-41	-157	-202
Change in cash and cash equivalents	373	86	516	18	78
Cash and cash equivalents at beginning of period	278	-38	111	5	5
Change in cash and cash equivalents	373	86	516	18	78
Currency effects cash and cash equivalents	-6	28	18	53	28
Cash and cash equivalents at the close of the period	645	76	645	76	111
* Investment by category:					
Replacement investments	110	59	300	187	359
Expansion investments including investment in associate company	20	25	198	65	105
Total investments including investment in associate company	130	84	498	252	464

Quarterly segment information Borregaard Group

Operating revenues

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	5 063	5 328	1 419	1 511	1 429	1 446	5 805	1 615	1 744	1 752	1 770	6 881	1 850	1 963	1 714	5 527
BioSolutions	2 982	3 082	812	885	838	934	3 469	948	1 098	1 007	997	4 050	995	1 087	956	3 038
BioMaterials	1 712	1 732	523	482	468	405	1 878	532	540	558	620	2 250	684	661	568	1 913
Fine Chemicals	406	543	90	155	132	114	491	143	119	200	170	632	180	227	199	606
Eliminations	-37	-29	-6	-11	-9	-7	-33	-8	-13	-13	-17	-51	-9	-12	-9	-30

EBITDA

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	1 007	1 132	302	416	391	263	1 372	400	445	434	364	1 643	435	537	482	1 454
BioSolutions	647	632	205	272	251	214	942	261	305	261	159	986	224	284	235	743
BioMaterials	234	318	64	102	91	27	284	97	91	101	138	427	127	143	161	431
Fine Chemicals	126	182	33	42	49	22	146	42	49	72	67	230	84	110	86	280

Depreciations and write downs

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	-418	-443	-106	-101	-103	-106	-416	-108	-110	-112	-114	-444	-114	-116	-121	-351
BioSolutions	-183	-206	-48	-45	-47	-49	-189	-50	-53	-54	-55	-212	-56	-56	-60	-172
BioMaterials	-203	-203	-50	-47	-47	-49	-193	-49	-48	-49	-49	-195	-49	-49	-51	-149
Fine Chemicals	-32	-34	-8	-9	-9	-8	-34	-9	-9	-9	-10	-37	-9	-11	-10	-30

Amortisation

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	-4	-5	-1	-1	-1	-1	-4	-1	-1	-1	-2	-5	-1	-2	-1	-4
BioSolutions	-4	-5	-1	-1	-1	-1	-4	-1	-1	-1	-2	-5	-1	-2	-1	-4
BioMaterials	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Fine Chemicals	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Other income and expenses

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	-27	-116	0	0	0	0	0	0	12	0	-20	-8	0	0	0	0
BioSolutions	-16	-97	0	0	0	0	0	0	12	0	-6	6	0	0	0	0
BioMaterials	-11	-18	0	0	0	0	0	0	0	0	-12	-12	0	0	0	0
Fine Chemicals	0	-1	0	0	0	0	0	0	0	0	-2	-2	0	0	0	0

Operating profit (EBIT)

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	558	568	195	314	287	156	952	291	346	321	228	1 186	320	419	360	1 099
BioSolutions	444	324	156	226	203	164	749	210	263	206	96	775	167	226	174	567
BioMaterials	20	97	14	55	44	-22	91	48	43	52	77	220	78	94	110	282
Fine Chemicals	94	147	25	33	40	14	112	33	40	63	55	191	75	99	76	250

Quarterly segment information Borregaard Group

Hedging effects & currency exposure

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard - EBITDA hedging gains & losses	-76	-241	-15	-4	-16	6	-29	10	-3	-23	-34	-50	-48	-65	-62	-175
BioSolutions	-33	-103	-5	-1	-6	1	-11	3	-5	-19	-23	-44	-25	-29	-31	-85
BioMaterials	-37	-116	-8	-3	-8	4	-15	5	1	-4	-9	-7	-19	-26	-22	-67
Fine Chemicals	-6	-22	-2	0	-2	1	-3	2	1	0	-2	1	-4	-10	-9	-23

Borregaard - USD EBITDA currency exposure (approx)

	203	177				198						197				
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Borregaard - EUR EBITDA currency exposure (approx)

	98	112				139						147				
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Sales revenues

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
<i>Amounts in NOK million</i>																
Borregaard	4 951	5 227	1 394	1 491	1 406	1 424	5 715	1 591	1 720	1 723	1 742	6 776	1 825	1 937	1 688	5 450
BioSolutions	2 873	2 995	793	865	819	915	3 392	929	1 072	979	966	3 946	973	1 062	934	2 969
BioMaterials	1 679	1 695	513	472	457	398	1 840	521	530	546	608	2 205	674	649	557	1 880
Fine Chemicals	400	538	88	154	131	112	485	141	118	198	168	625	178	226	197	601
<i>Eliminations</i>	<i>-1</i>	<i>-1</i>	<i>0</i>	<i>0</i>	<i>-1</i>	<i>-1</i>	<i>-2</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

BioSolutions

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
Average gross sales price NOK per mtds	6 166	6 951	7 838	7 709	7 761	9 244	8 106	9 780	10 150	10 479	11 104	10 369	12 402	11 319	11 609	11 752
Volume ('000 mtds)	470	416	90	100	92	84	366	81	90	84	79	334	74	86	76	236
Specialities volume ('000 mtds)	86	88					89					84				
Construction volume ('000 mtds)	209	178					131					117				
Industrial volume ('000 mtds)	175	150					146					133				

BioMaterials

	1.1-31.12 2019	1.1-31.12 2020	1.1-31.3 2021	1.4-30.6 2021	1.7-30.9 2021	1.10-31.12 2021	1.1-31.12 2021	1.1-31.3 2022	1.4-30.6 2022	1.7-30.9 2022	1.10-31.12 2022	1.1-31.12 2022	1.1-31.3 2023	1.4-30.6 2023	1.7-30.9 2023	1.1-30.9 2023
Average gross sales price NOK per mt	10 665	11 678	10 641	10 754	10 972	10 911	10 807	12 595	13 656	14 880	16 179	14 283	16 449	17 551	15 786	16 605
Volume ('000 mt)	153,1	148,4	47,5	42,4	40,2	34,3	164,4	39,4	36,6	34,7	36,3	147,0	40,0	36,8	34,9	111,7
High specialised as % of total cellulose product sales volum	73 %	77 %					79 %					85 %				