

# Arendals Fossekompani Interim Report

Q1 2021

# Sales. Results. Dividends.

## Operating result more than doubled

Arendals Fossekompagni more than doubled its operating result quarter over quarter, from NOK 34 million last year to NOK 83 million this year.



+141%

## Electricity prices surging

The average price of electricity was NOK 0.469/kWh in the first quarter, almost five times higher than the average spot prices in 2020.



## Tekna sales up 83%

Tekna Holding reports an 83 per cent increase in revenues, driven by new customers and increased powder sales. Tekna was listed at Euronext Growth on 30 March.

## Dividend to be paid in May

Combining the quarterly dividend and the extraordinary dividend as proposed to the General Assembly, AFK will pay its shareholders NOK 30 per share in May.

**NOK 30**  
per share



## Value on track

Value is on track to meet its own growth target for 2021 and 2025. Value was transferred to the Oslo Børs main list on 4 May.

Financial highlights  
Q1 2021

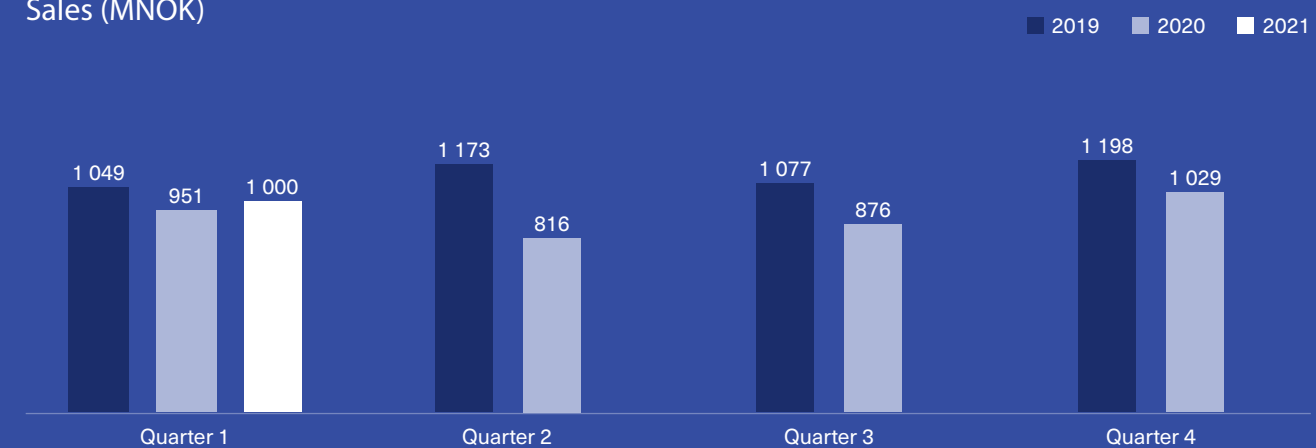
# Sales. Profits. Margins.

KPIs for AFK consolidated, continuing operations

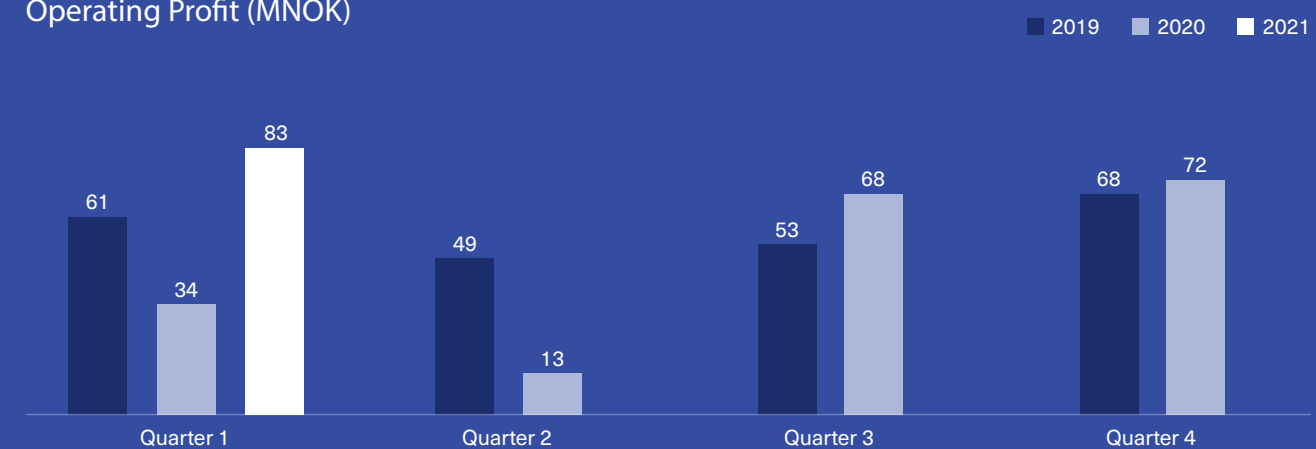
MNOK	Q1 2021	Q1 2020	Q4 2020	FULL YEAR 2020
Sales	1 000	951	1 029	3 673
Operating profit	83	34	72	188
Margin	8%	4%	7%	5%
Operating Profit by company				
Parent Company	38	-4	-27	-55
Volue	21	24	11	82
NSSLGlobal	29	47	44	162
EFD Induction	3	-11	46	-11
Tekna	-9	-20	15	-24
Cogen Energia	5	2	17	27
Other business	-4	-4	-33	6
Operating profit	83	34	72	188
Profit before income tax	79	-8	55	121

All KPIs and graphs are based on continuing operations.  
For information on discontinued operations, see Note 6.

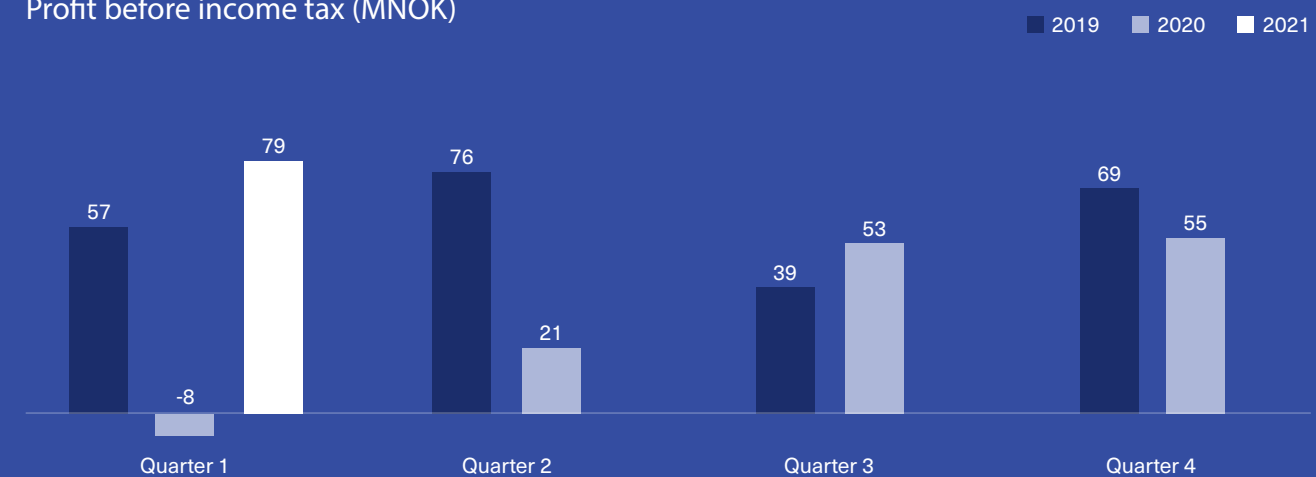
Sales (MNOK)



Operating Profit (MNOK)



Profit before income tax (MNOK)



# Arendals Fossekompani

## AFK

HEADQUARTER  
ARENDAL, NORWAY

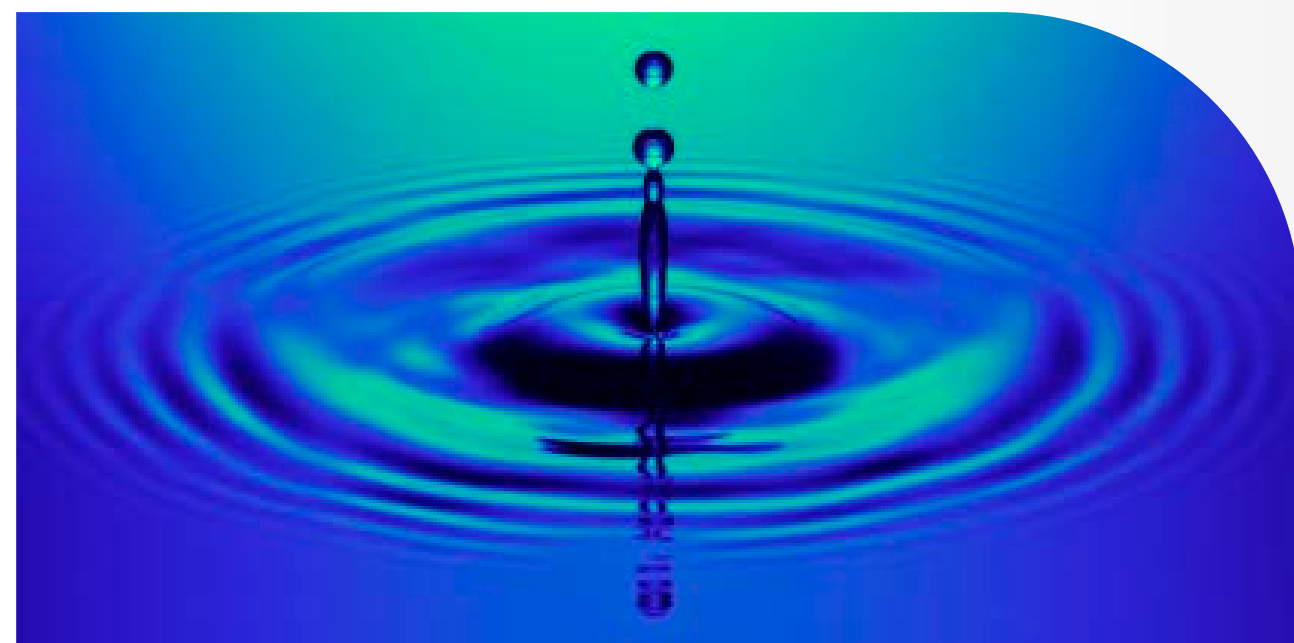
CHAIRMAN  
JON HINDAR

CEO  
ØRJAN SVANEVIK

OWNERSHIP AFK  
100%

EMPLOYEES  
2,100

COUNTRIES  
26



### AFK Group

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	1000	951	1029	3673
Operating profit	83	34	72	188
Operating margin	8%	4%	7%	5%
Earnings before tax (EBT)	79	-8	55	121
Operating cash flow	284	326	213	248
NIBD	-2231	-378	-461	-461
Equity	5536	3059	3856	3856
Equity ratio	59%	46%	55%	55%

Arendals Fossekompani (AFK) is an industrial investment company holding 7 main investments and a portfolio of financial investments. These operations employ 2,100 people in total. AFK has proud traditions in power production and owns and operates two hydropower plants. In addition, AFK operates globally in many forward-looking industries including 3D printing, algo trading, satellite services, battery and solar technology, software and digitalisation, as well as various green energy technologies.

#### HIGHLIGHTS – Q1 2021

(Figures in parentheses refer to the same period the previous year)

*In view of the ongoing Covid-19 pandemic, the Board of Directors and executive management of the AFK companies have taken strong measures to safeguard employees, partners and customers of the portfolio companies.*

Total operating revenues for continued operations amounted to NOK 1,000 million (951 million) in the first quarter. Consolidated earnings before tax came in at NOK 79 million (-8 million) for the quarter. Ordinary profit after tax, but before non-controlling interests for continued operations, totalled NOK 32 million (-9 million) for the quarter.

Other comprehensive income amounted to NOK 91 million (-235 million) for the quarter. The differences compared with the previous year primarily relate to the change in the value of financial investments. The Group's total comprehensive income for the quarter came in at NOK 123 million (NOK -244 million).

AFK delivered solid results in the first quarter, increasing operating profit from NOK 34 million to NOK 83 million, and earnings before tax from NOK -8 million to NOK 79 million compared to the same quarter previous year.

All portfolio companies reported strong earnings in the period. AFK also completed several strategic actions in the quarter, including the divestment of 11.8% of the share capital in Volue AS for total gross proceeds of NOK 991 million, issuance of NOK 500 million in unsecured green bonds, divestment of the shareholdings in Victoria Eiendom and Eiendomsspar for total gross proceeds of NOK 829 million, and listing of Tekna Holding AS on Euronext Growth with a private placement raising close to NOK 700 million.

Volue and Tekna delivered particularly solid revenue growth in the quarter. Tekna had a solid start to 2021, posting 83% revenue growth year-on-year in the first quarter, mainly driven by new customers and increased powder sales, a trend which is accelerating. Volue continued the positive development and reported 16% growth in recurring revenue and 49% on SaaS revenues from the corresponding quarter the previous year. With this, Volue is well on track with regards to its 2021 and 2025 targets and ambitions.

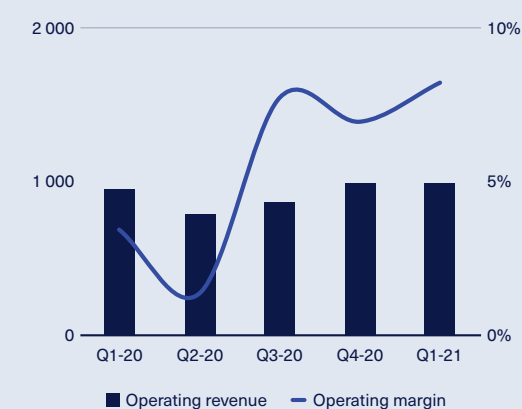
EFD Induction reported improved revenues and earnings compared to the corresponding quarter in 2020. Following the record high order intake in the fourth quarter, the order intake remains strong in the first quarter of 2021.

As a result of increased electricity prices, AFK Hydropower contributed with both substantial revenues and a solid operating profit in the quarter. The average price of electricity in Price Area NO2 was NOK 0,469/kWh in the first quarter, almost five times higher than the average spot prices in 2020. Revenues from AFK Hydropower came in at NOK 75 million (27 million) with operating profit at NOK 54 million (7 million). Total revenues were higher in Q1 2021 than in the entire year of 2020.

Through its operations Cogen Energia plays a key part in the green shift in the Spanish power market. Rapid development of the market presents new growth opportunities. AFK has started a strategic process to assess how Cogen Energia can be best positioned to take advantage of these opportunities going forward.

On 17 February AFK reported that the company sold 16,940,200 shares in Volue AS, representing 11.8% of the share capital.

#### Development last 5 quarters





The price per share was NOK 58.50 for total gross proceeds of NOK 991 million. The shares were sold to a group of six high quality Nordic and international institutional investors.

On 2 March AFK reported that the company has successfully issued NOK 500 million in unsecured green bonds. The bonds have a 7-year tenor and was priced at a fixed coupon of 2.615%. AFK will use the net proceeds to finance green projects as defined in the AFK Green Bond Framework. The Green Bond Framework has received the best possible rating, Dark Green, by Cicero Shades of Green.

On 12 March Arendals Fossekompagni sold all its shares in Victoria Eiendom and Eiendomsspar for a total of more than NOK 800 million.

On 19 March 2021 Volue applied to be transferred from Euronext Growth to the main list of the Oslo Børs.

On 22 March 2021 Tekna Holding announced a potential listing on Euronext Growth. After a successful private placement, with books covered within minutes, Tekna Holding was listed on Euronext Growth and trading of the share commenced on 30 March.

The AFK parent company's financial position remains solid. The company's cash reserves strengthened in the quarter and as at 31 March amounted to NOK 2,198 million. In the same period the company's equity increased by NOK 1,112 million and amounted to NOK 4,495 million as per 31 March. The company also has undrawn credit facilities of NOK 1,780 million as per the end of the quarter.

**EVENTS AFTER THE CLOSE OF THE QUARTER**

On 8 April the Board of Directors decided to propose to the General Assembly to pay an extraordinary cash dividend of NOK 29.20 per share. The annual general meeting will be held on 6 May, whilst the dividend is set to be paid on 18 May.

The Board of Directors decided to also pay an ordinary cash dividend of NOK 0.80 per share for the first quarter 2021. The dividend is also set to be paid on 18 May.

On 21 April Oslo Børs announced the approval of Volue AS for admission to trading on the main list of Oslo Børs. The first day of trading of the shares on Oslo Børs was 4 May.

On 27 April Tekna Holding AS announced the signing of a multi-year joint development agreement with LG Chem to develop new materials that will improve the storage capacity and the cycle stability of Lithium-Ion batteries. Both companies bring patented technology to the project, which will contribute to meeting the accelerating demand for high-performance Lithium-ion batteries, driven by the growing global need for energy storage.

**OUTLOOK FOR 2021**

In light of the market's estimated power price trend for 2021, revenues and operating profit for AFK Hydropower are expected to be considerably higher in 2021 than in 2020.

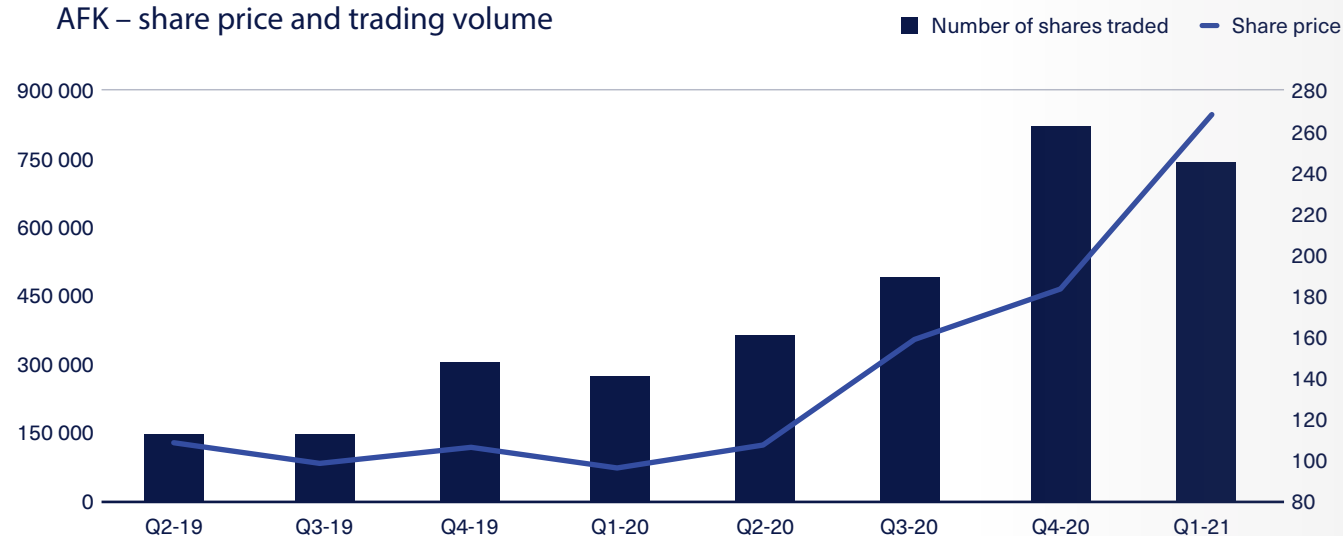
Following high activity levels in all portfolio companies, 2021 revenues and earnings for AFK as a whole are expected to be better than in 2020. However, there remains considerable uncertainty associated with the Covid-19 pandemic and the future development of energy prices.

**SHARE PRICE**

Following the AFK share split on 20 November 2020, in which each share was split into 25 shares, there is a total of 55,995,250 shares in the company. The share price on 31 December was NOK 184 and on 31 March NOK 270, an increase of 47% in the quarter.

The trading volume in the first quarter was approximately 750.000 shares, close to three times higher than the traded volume in the corresponding quarter in 2020. The share price reached an all-time-high in the first quarter at NOK 286, corresponding to market capitalisation of NOK 16.0 billion.

AFK – share price and trading volume



# AFK Parent Company Hydropower



## AFK Hydropower

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	75	28	25	63
Operating profit	54	7	5	-2
Operating margin	72%	25%	20%	-3%
Earnings before tax (EBT)	54	7	5	-2

AFK generates power at two locations in the Arendal watercourse. The Bøylefoss and Flatenfoss power stations produce in excess of 500 GWh annually. The company is required by law to improve the power plants and associated dam facilities, and consequently AFK is planning upgrades to both plants in the coming years. The reconstruction of dams will start once detailed requirements have been agreed with the Norwegian Water Resources and Energy Directorate (NVE).

### HIGHLIGHTS OF Q1 2021

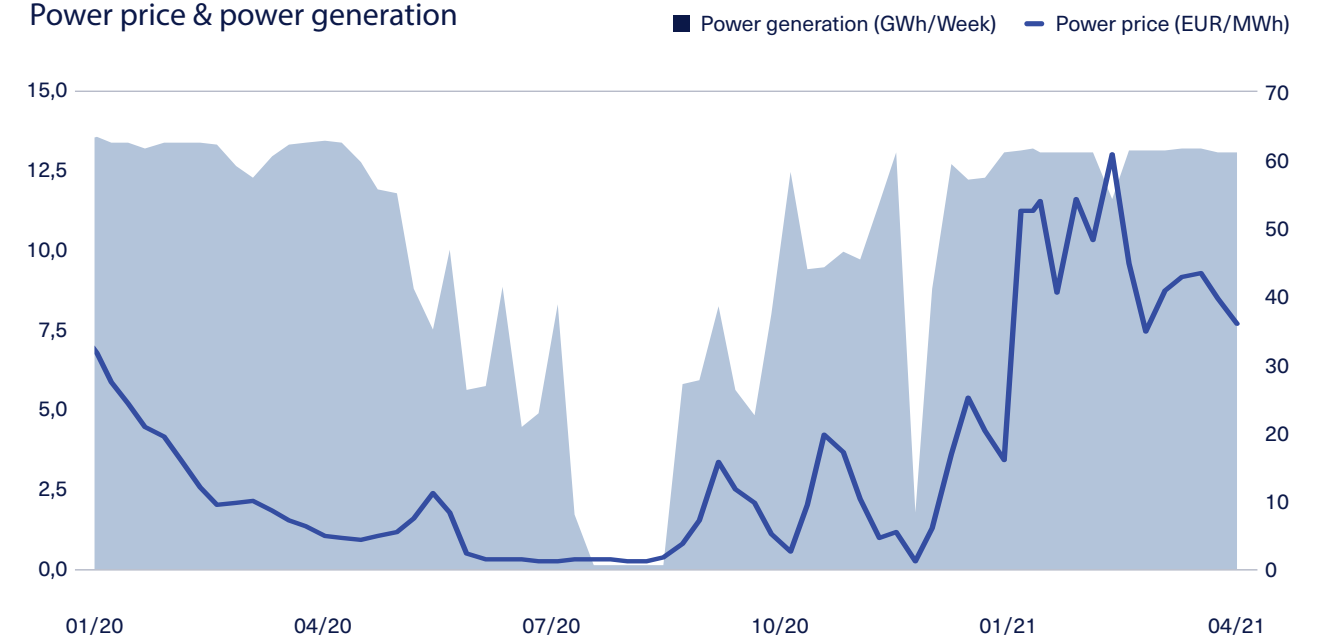
Production in the quarter was around normal levels. Although precipitation in the period was lower than normal, operational pressure remained high due to the high reservoir levels in the upper parts of the Arendal watercourse. Electricity prices rose in the first quarter due to colder weather and the associated increase in power consumption, as well as increased transfer capacity abroad. The plants operated with no significant interruptions or disruption.

Power generation in the first quarter amounted to 168 GWh (172 GWh). The average spot price in the NO2 price area was NOK 0.469/kWh (NOK 0.154/kWh). AFK has a defined strategy of selling hydropower production in the day-ahead (spot) market. Precipitation and inflow in the quarter was respectively around 75% and 95% of the norm for the watercourse.

Due to the Covid-19 pandemic, and as an infection control measure, audits and other projects requiring external access to the power plants were deferred during the quarter. Essential audits and access took place in accordance with established infection control procedures. A license to construct a new environmental station for recycling and waste handling at Bøylefoss has been granted by the local municipality. The construction work will start as soon as possible.

The figure below shows the power price (NO2) and power generation for Arendals Fossekompani per week for the period 31/12/2019 – 31/03/2021:

### Power price & power generation



# AFK Parent Company Group Management



## AFK Group Management

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	4	2	0	7
Operating profit	-15	-11	-32	-53
Earnings before tax (EBT)	1 031	-12	412	504
NIBD	-1 552	-311	-400	-400
Equity	4 495	2 899	3 383	3 383
Equity ratio	78%	77%	82%	82%

\*The income statement and balance sheet for the AFK parent company as presented in AFK's annual reports cover AFK Group Management and AFK Hydropower.

The AFK Group Management focuses on the development of new sustainable business opportunities, follow-up of portfolio companies through long-term active ownership, power generation, property projects and management of financial investments.

AFK Group Management employs 16 people. The head office is located in Arendal.

### HIGHLIGHTS OF Q1 2021

Operating profit reflects ongoing operating costs within AFK Group Management. Fluctuations in earnings before tax are primarily due to exchange rate fluctuations and transaction effects.

On 17 February AFK reported that the company sold 16,940,200 shares in Volue AS, representing 11.8% of the share capital. The price per share was NOK 58.50 for total gross proceeds of NOK 991 million. This is reported as an accounting gain of NOK 905 million in the quarter.

On 2 March AFK reported that the company has successfully issued NOK 500 million in unsecured green bonds. The bonds have a 7-year tenor and was priced at a fixed coupon of 2.615%. AFK will use the net proceeds to finance green projects as defined in the AFK Green Bond Framework. The Green Bond Framework has received the best possible rating, Dark Green, by Cicero Shades of Green.

On 12 March Arendals Fossekompani sold all its shares in Victoria Eiendom and Eiendomsspar for a total of more than NOK 800 million. As the transaction was settled in April, the proceeds are booked as receivables in the balance sheet per 31 March.

AFK's financial position remains solid. Cash reserves increased during the quarter and as at 31 March amounted to NOK 2,197 million. In the same period the company's equity strengthened by NOK 1,112 million and amounted to NOK 4,495 million as per 31 March. The company also has undrawn credit facilities of NOK 1,780 million as per the end of the quarter.



# Volue Portfolio company

HEADQUARTER  
OSLO, NORWAY

CHAIRMAN  
ØRJAN SVANEVIK

CEO  
TROND STRAUME

OWNERSHIP AFK  
63.9%

EMPLOYEES  
624

COUNTRIES  
8



## Volue (pro forma figures)

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	256	227	240	892
Operating profit	21	24	11	82
Operating margin	8%	11%	5%	9%
Earnings before tax (EBT)	21	27	7	73
Operating cash flow	204	290	89	190
NIBD	-597	-453	-432	-432
Equity	742	383	743	743
Equity ratio	46%	31%	50%	50%

Serving more than 2,000 customers in 44 countries, Volue is a global supplier of technology that enables the transition to sustainable energy, power grid and infrastructure markets. With 50 years of green technology expertise, Volue offers software solutions, systems and market insight that optimise production, trading, distribution and consumption of energy, as well as infrastructure and construction projects.

### VALUE ON TRACK FOR 2021 AND 2025 TARGETS

Volue continued the positive development in the first quarter of 2021 and is on track for the 2021 and 2025 targets and ambitions.

The company sees a strong development on building an continually increased recurring revenue base, where the SaaS-transformation of the company is steadily progressing with a solid development from the corresponding quarter last year. Hence, Volue is on track for the 2025 revenue target of NOK 2 billion in revenues with 80% annual recurring revenues, ARR.

One of the important key development in 2021 was the listing of Volue on the Oslo Stock Exchange. "We're proud to announce that Volue is ready for trading on Oslo Børs following our listing on Euronext Growth last autumn. Volue is focused on securing the availability of the core services societies rely on – from energy, power grid, water to infrastructure - today and tomorrow, and this new milestone will enable us to broaden our investor base and provides a stronger foundation to accelerate structural and organic growth. By being admitted to Oslo Børs, we've achieved one of our 2025 ambitions," said Trond Straume, chief executive officer of Volue, at time of admission for the Oslo Stock Exchange listing.

### HIGHLIGHTS OF Q1 2021

- Volue reported revenues of NOK 256 million (227 million) in the first quarter 2021, representing a growth on 13% from the corresponding quarter last year. The growth is following across segments and a successful European expansion is key driver. Adjusted EBITDA was in the same period NOK 52 million (40 million). The profit before tax was NOK 21 million (27 million).
- The growth was especially driven by strong new sales, with increase in annual recurring revenue on 16% compared to Q1-2020. The company has a growth on 49% SaaS revenues from Q1-2020.
- The company expect further growth based on good market outlook and increased focus upon expansion of geographical market.
- The company has relatively little financial impact following from Covid-19.

### OUTLOOK

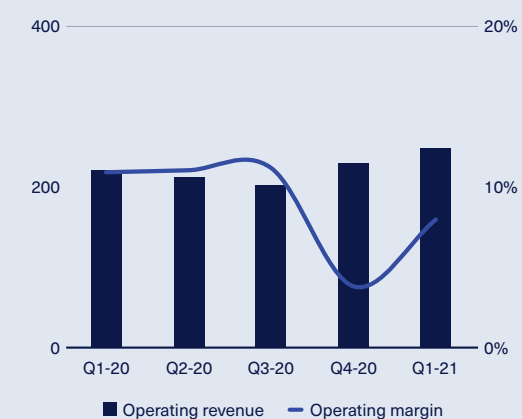
In addition to the NOK 2 billion revenue ambition in 2025, Volue has expressed the following targets: 15% annual organic revenue growth, SaaS revenues increasing to 50%, recurring revenues towards 80% and an adjusted EBITDA margin towards 30%.

Short term, the company has outlined the following priorities:

- Full year revenues > NOK 1 billion (previous guidance of NOK 1 billion in run-rate sales)
- Exceeding 20% in EBITDA margin
- Accelerate growth in ARR through SaaS transformation
- Structural growth – take lead position in market consolidation
- Utilise synergies in Volue group to increase operational efficiency

"Following a solid performance in the first quarter of 2021, and all the business development initiatives under development by the entire Volue team, we reiterate our short- and long-term ambitions", Straume concludes.

Development last 5 quarters





# Tekna Holding

## Portfolio company

HEADQUARTER  
SHERBROOKE, CANADA

CHAIRMAN  
ØRJAN SVANEVIK

CEO  
MORTEN HENRIKSEN

OWNERSHIP AFK  
80.6%

EMPLOYEES  
176

COUNTRIES  
4



### Tekna Holding AS

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	53	30	62	183
Operating profit	-9	-20	15	-24
Operating margin	-18%	-67%	25%	-13%
Earnings before tax (EBT)	-13	-23	-1	-48
Operating cash flow	-33	-1	30	2
NIBD	-298	275	150	150
Equity	19	26	128	128
Equity ratio	31%	57%	242%	242%

Tekna is a world-leading provider of advanced materials for 3D printing in the aerospace, medical and automotive sectors and is well positioned in the growing market for advanced nanomaterials within the global electronics and batteries industries.

#### SOLID TOP-LINE GROWTH FOR TEKNA IN Q1

Tekna had a solid quarter, recording 83% growth in revenue (in local currency) compared to the same quarter in 2020. Growth is mainly driven by new customers and increased powder sales, a trend which is accelerating.

Several milestones were reached during the quarter, including the listing of Tekna Holding AS on Euronext Growth in Oslo in March. Tekna has an ambitious growth strategy and prior to the listing, the company conducted a private placement, raising close to NOK 700 million in new equity. The placement was multiple times oversubscribed and attracted significant interest from high-quality domestic, Nordic and international investors.

Tekna is now scaling up its sales organization and production capacity. In April, the Board of Directors approved a roadmap for capacity increase for the Additive Manufacturing, Printed Electronics and Energy Storage segments, which will raise the company's total number of plasma systems from eight to fourteen. Tekna's plasma systems enable the production of materials with superior performance characteristics to support customers' development, enhance their competitiveness and reduce their environmental footprint.

In the Energy Segment, Tekna signed an agreement in April with the leading Korean chemical company LG Chem for a multi-year joint development program to produce new materials that will improve the storage capacity and the cycle stability of Lithium-Ion batteries. Both companies bring patented technology to the project, which will contribute to meeting the accelerating demand for high-performance Lithium-ion batteries, driven by the growing global need for energy storage.

#### HIGHLIGHTS OF Q1 2021

- Total operating revenues in the first quarter amounted to NOK 53 million (30 million) and earnings before tax for the quarter totalled NOK -13 million (-23 million)..
- Tekna posted solid revenue growth in the quarter, with good sales performance for both powders and system solutions. Tekna entered 2021 with order books at record levels for deliveries of both systems and powders, and 65% of its overall annual revenue target was secured.
- Sales of powder were up 23% year-on-year, with 85% of sales generated from recurring customers. The company reports positive development in all geographical regions.
- Production facilities operated well in the period, with limited impact from the Covid-19 pandemic. In April the company

commissioned a state-of-the-art powder atomizer for titanium to meet growing demand from the aerospace, medical, and automotive industries.

#### OUTLOOK

Tekna is well positioned for growth and has a proven track-record of scalability, with 80% recurring sales. Revenues are driven by accelerating adoption of technologies driven by mega-trends and increasing market share due to the uniqueness of the materials produced. Tekna can protect its margins due to its scalable business model and high contribution margins, protected by long-term raw material sourcing.

The company has an ambition to grow 2020 materials revenues of CAD ~13 million to a run-rate of CAD ~22 million in 2021. Tekna targets mid- to long-term total revenue CAGR of 40-50%, with an EBITDA margin of around 25%, enabling the company to deliver high returns. For 2030, the company has set the following targets:

- Additive Manufacturing sales will drive Tekna revenues up to CAD 0.5 billion by 2030
- The Printed Electronics segment will generate CAD 0.3 billion by 2030
- The Energy Storage (ES) segment will generate CAD 1.0 billion by 2030



# NSSLGlobal

## Portfolio company

HEADQUARTER  
SURREY, UK

CHAIRMAN  
ARILD NYSÆTHER

CEO  
SALLY-ANNE RAY

OWNERSHIP AFK  
80%

EMPLOYEES  
205

COUNTRIES  
8



### NSSLGlobal

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	210	235	237	898
Operating profit	29	47	44	162
Operating margin	14%	20%	19%	18%
Earnings before tax (EBT)	29	47	37	154
Operating cash flow	27	71	21	166
NIBD	-295	-306	-274	-274
Equity	449	428	424	424
Equity ratio	55%	50%	56%	56%

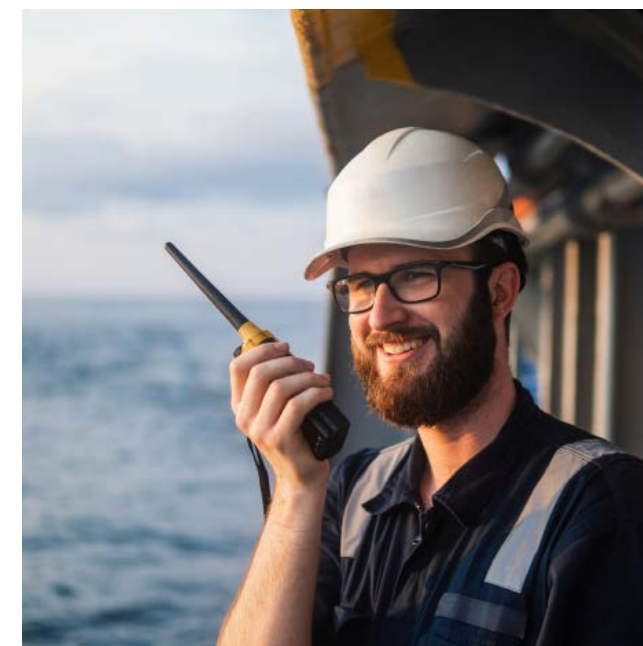
NSSLGlobal is an independent provider of satellite communications and IT support that delivers high-quality voice and data services across the globe, regardless of location or terrain. NSSLGlobal's activities are divided into three main areas: Airtime, Hardware and Service. Its main customers are within the maritime segment, the military and government sector, large international corporations and the oil and gas industry.

#### HIGHLIGHTS OF Q1 2021

- Total operating revenues in the first quarter amounted to NOK 210 million (235 million) and earnings before tax came in at NOK 29 million (47 million).
- Decreased revenues and earnings compared with the first quarter of 2020, are largely due to a high-margin short-term extension to one customer contract and an end-of-contract with another customer the previous year.
- NSSLGlobal won 4 out of 5 tenders in the first quarter. Half of these are governmental engineering projects which will be rolled out in 2021 and 2022.
- NSSLGlobal opened a service and sales office near Gothenburg, Sweden to pursue Scandinavian governmental and maritime industry opportunities.

#### OUTLOOK 2021

NSSLGlobal expects 2021 revenues to be in line with 2020, while operating profit is expected to weaken due to a contract in 2020 that had particularly good margins.



Development last 5 quarters





# Cogen Energia

## Portfolio company

HEADQUARTER  
MADRID, SPAIN

CHAIRMAN  
MORTEN BERGESEN

CEO  
ANTONIO QUILEZ

OWNERSHIP AFK  
100%

EMPLOYEES  
98

COUNTRIES  
1



### Cogen Energia

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	131	174	156	516
Operating profit	5	2	17	27
Operating margin	4%	1%	11%	5%
Earnings before tax (EBT)	4	1	14	21
Operating cash flow	77	-3	148	123
NIBD	74	168	119	119
Equity	176	202	175	175
Equity ratio	288%	325%	307%	307%

Cogen Energia operates its own and third-party cogeneration power plants in Spain. The company uses surplus heat from gas-based electricity generation to produce heat, steam or cooling for industrial partners. The power produced is sold on the physical power market on an ongoing basis. Public subsidies are provided in the form of an operating bonus and an investment bonus per MWh produced.

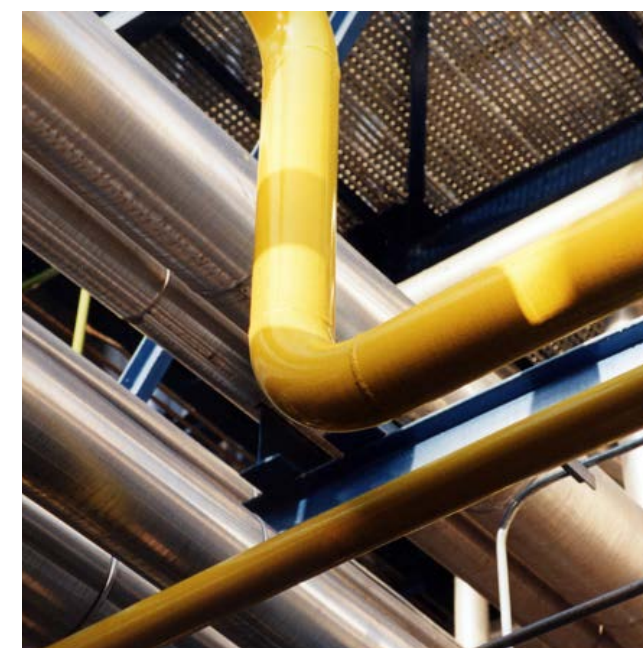
#### HIGHLIGHTS OF Q1 2021

- Total operating revenues in the first quarter amounted to NOK 131 million (174 million) and consolidated earnings before tax came in at NOK 4 million (1 million).
- Prices on produced electricity have been very volatile during the quarter, from very high in January, to record low in February and increasing again in March. Low prices in February reduced the number of running hours significantly, lowering revenues for the entire quarter.
- The price of gas, which is the company's most significant cost factor, was higher than expected throughout the quarter. The company's plants operated well during the quarter.
- Cogen Energia signed an eight-year extension of a contract with an industrial customer.

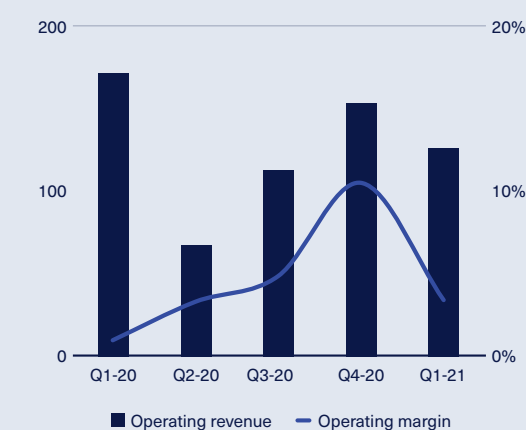
- Through its operations Cogen Energia plays a key part in the green shift in the Spanish power market. Rapid development of the market presents new growth opportunities. AFK has started a strategic process to assess how Cogen Energia can be best positioned to take advantage of these opportunities going forward.

#### OUTLOOK 2021

Cogen Energia's revenues and operating profit in 2021 are expected to be on a par with 2020.



Development last 5 quarters



# EFD Induction

## Portfolio company

HEADQUARTER  
SKIEN, NORWAY

CHAIRMAN  
ØRJAN SVANEVIK

CEO  
BJØRN E. PETERSEN

OWNERSHIP AFK  
98.7%

EMPLOYEES  
971

COUNTRIES  
17



### EFD Induction

FINANCIAL FIGURES, MNOK	Q1 2021	Q1 2020	Q4 2020	FY 2020
Operating revenue	267	257	345	1150
Operating profit	3	-11	46	41
Operating margin	1%	-4%	13%	4%
Earnings before tax (EBT)	-1	-15	45	30
Operating cash flow	1	18	85	68
NIBD	68	99	52	52
Equity	374	354	374	374
Equity ratio	37%	32%	35%	35%

EFD Induction delivers advanced green power technology based on induction technology throughout the world. Group activities are concentrated in three activity areas: Induction Heating Machines (IHM), Induction Power Systems (IPS) and Spares and Service (SAS). Its main customers are in the automotive industry, wind turbines, pipe production, the electronics industry, the cable industry and mechanical engineering.

#### HIGHLIGHTS OF Q1 2021

- Total operating revenues in the first quarter amounted to MNOK 267 (257 million) and earnings before tax for the quarter totalled MNOK -1 (-15 million).
- Operating revenues for the EFD Induction in the quarter were higher than corresponding quarter previous year but are still characterized by lower activity within the automotive industry due to Covid-19 related restrictions in Europe.
- The order intake remains strong for the company. Following the record high order intake in the fourth quarter, the order intake in the first quarter was also good, primarily due to orders from the automotive industry in Asia and the welding industry in North America.

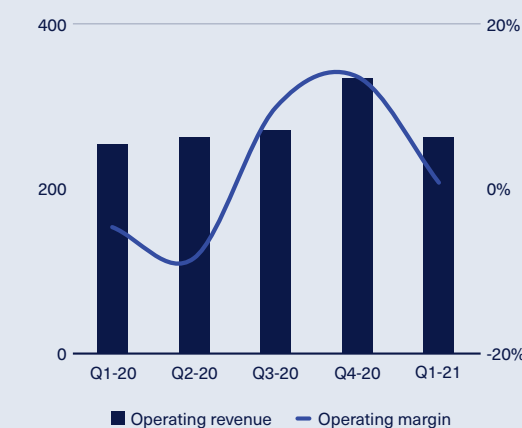
- Operating profit improved in the quarter, mainly due to reduced costs and restructuring measures implemented in 2020. Additional effects from implemented measures will be effective during the first half of 2021. The market situation is expected to gradually improve through 2021, but the market is still characterized by a significant degree of uncertainty.
- In December EFD Induction sold the property Bølevegen 4b in Skien to AFK. As a result of this transaction the company posted an accounting gain of MNOK 27 on the sale of the property in the previous quarter.

#### OUTLOOK 2021

Adjusted for extraordinary income from a property sale in 2020, EFD Induction revenues and operating profit in 2021 are expected to be higher than in 2020.



Development last 5 quarters





# AFK Property

AFK has various property investments, mainly in the Arendal area. Vindholmen Eiendom AS represents the largest development project, in which the former Vindholmen wharf is being developed for combined residential and commercial use under the name Bryggebyen.

## HIGHLIGHTS OF Q1 2021

Apartment sales for Bryggebyen's first phase of construction were at a stable good level throughout 2020 and were particularly good towards the year-end. To satisfy the market a decision was made in August to expand the current build phase by a further 31 apartments. Of the new total of 113 apartments, 76 had been sold at the beginning of April 2021. Construction is proceeding according to plan, with all the apartments in the expanded phase expected to be ready for occupancy after the summer of 2021.

In December, AFK Property purchased the property Bølevegen 4B in Skien from portfolio company EFD Induction. The property is an industrial building with an area of 4,700 sqm on a 12,000 sqm plot. The building is on a long-term lease to EFD Induction.



## Shares and shareholders

Following the share split on 20 November 2020, with each share in AFK being split into 25 shares, there are now a total of 55,995,250 shares in the company. As at 31 March a total of 1,108,700 were treasury shares. In the first quarter 747,746 shares were traded, representing 1.3% of the total number of shares.

The share price on 31 December was NOK 184 and on 31 March NOK 270.

## Risk and uncertainties

AFK is exposed to credit risk, market risk and liquidity risk. These matters are described in detail in Note 16 to the annual financial statements for 2020.

## Related party transactions

The company's related parties comprise subsidiaries, associates and members of the Board of Directors and executive management. Transactions between AFK companies and other related parties are based on the principles of market value and arm's length distance. Transactions carried out between related parties are detailed in Note 4. None of these transactions are considered of material importance for the company's financial position or earnings.

Individual Board members and senior executives at AFK bought shares in the company during the quarter. For more details see the published stock market notifications.

## Outlook

All the portfolio companies have high activity levels. Revenues and earnings for AFK as a whole is expected to be better in 2021 than in 2020. However, there remains considerable uncertainty associated with the Covid-19 pandemic and the future development of energy prices.

### AFK HYDROPOWER

In view of the market's estimated energy price trend for 2021, revenues and operating profit for AFK Hydropower are expected to be considerably higher in 2021 than in 2020. Actual energy prices will however depend on many factors, including oil and gas prices, weather conditions, temperatures etc.

### VOLUE

Volue's revenues and operating profit for 2021 are expected to be higher than in 2020.

### TEKNA

Tekna's revenues and operating profit in 2021 are expected to be higher than in 2020.

### NSSLGLOBAL

NSSLGlobal expects 2021 revenues to be in line with 2020, while operating profit is expected to weaken due to a contract in 2020 that had particularly good margins.

### COGEN ENERGIA

Cogen Energia's revenues and operating profit in 2021 are expected to be on a par with 2020.

### EFD INDUCTION

Adjusted for extraordinary income from a property sale in 2020, EFD Induction revenues and operating profit in 2021 are expected to be higher than in 2020.

The Board of Directors emphasises that significant uncertainty is associated with assessments of future circumstances and that the Covid-19 pandemic gives rise to particularly great uncertainty.

*Froland, 6 May 2021*

The Board of Directors, Arendals Fossekompani ASA

## Consolidated statement of profit or loss

Amount in MNOK	Note	2021		2020	
		Q1	Q4	Q1	FY
<b>Continuing operations</b>					
Sales revenues	7	994	1 018	946	3 618
Total other Income		6	11	5	56
<b>Sales</b>		<b>1 000</b>	<b>1 029</b>	<b>951</b>	<b>3 673</b>
Cost of sales		367	407	387	1 437
Total staff cost		362	396	338	1 360
Total other operating cost	2	128	85	121	429
<b>Operating expense</b>		<b>857</b>	<b>888</b>	<b>846</b>	<b>3 226</b>
EBITDA		143	141	105	447
Depreciation	2	44	46	55	189
Amortisation		17	15	16	62
Impairment loss from PPE	3	-	8	-	9
<b>Operating profit</b>		<b>83</b>	<b>72</b>	<b>34</b>	<b>188</b>
<b>Finance income and finance costs</b>					
Total finance income		27	4	47	59
Finance cost	3	28	7	89	112
<b>Net financial items</b>		<b>-1</b>	<b>-3</b>	<b>-42</b>	<b>-53</b>
Equity company income		-2	-14	-	-14
<b>Profit before income tax</b>		<b>79</b>	<b>55</b>	<b>-8</b>	<b>121</b>
Provision for income tax		47	16	2	39
<b>Profit for the period, continuing operations</b>		<b>32</b>	<b>39</b>	<b>-10</b>	<b>81</b>
Profit (-loss) from discontinued operation	6	-	-0	2	39
<b>Profit for the period</b>		<b>32</b>	<b>38</b>	<b>-9</b>	<b>120</b>
<b>Attributable to:</b>					
Minority interest income		19	19	9	58
Equity holders of the parent		13	19	-17	62
<b>Basic/diluted earnings per share (NOK)</b>	<b>22</b>	<b>0,59</b>	<b>0,70</b>	<b>-0,16</b>	<b>2,19</b>
<b>Statement of comprehensive income</b>					
Total Effect from Foreign Exchange		-13	-53	134	18
Change on Cash flow hedges		8	-8	-49	-27
Tax on OCI that may be reclassified to P&L		-0	-3	9	-2
OCI that may be reclassified to P&L		-5	-63	94	-11
Change in financial assets at fair value through OCI		96	77	-330	-162
Actuarial gains and Losses		0	4	-	4
Tax on OCI that will not be reclassified to P&L		-	8	-	8
OCI that will not be reclassified to P&L		96	90	-330	-150
<b>Total Other Comprehensive Income (OCI)</b>		<b>91</b>	<b>26</b>	<b>-235</b>	<b>-161</b>
<b>Profit for the period</b>		<b>32</b>	<b>38</b>	<b>-9</b>	<b>120</b>
<b>Total Comprehensive Income</b>		<b>123</b>	<b>65</b>	<b>-244</b>	<b>-41</b>
<b>Attributable to:</b>					
Minority Interest		6	14	20	58
Equity holders of the parent		118	51	-264	-99
<b>Total Comprehensive Income per share (NOK)</b>		<b>2.25</b>	<b>1.18</b>	<b>-4.45</b>	<b>-0.74</b>

## Consolidated balance sheet

Amount in MNOK	Note	2021		2020	
		Q1	Q1	FY	
<b>Assets</b>					
Fixed assets		1 162	1 296	1 199	
Intangible assets and goodwill		999	848	979	
Investment in equity companies		8	-	9	
Net pension assets		27	23	16	
Non-current receivables and investments		422	253	395	
Deferred tax assets		121	136	150	
<b>Non-current assets</b>		<b>2 739</b>	<b>2 556</b>	<b>2 749</b>	
Inventories		725	566	681	
Contract assets		199	129	161	
Total receivables		1 710	1 000	893	
Cash and cash equivalents		4 028	1 653	1 758	
Financial assets at fair value through OCI		7	566	735	
Financial assets clas. as held for trading		10	10	10	
Assets connected to discontinued operation	6	-	125	-	
<b>Current assets</b>		<b>6 678</b>	<b>4 048</b>	<b>4 238</b>	
<b>Total assets</b>		<b>9 417</b>	<b>6 604</b>	<b>6 987</b>	
<b>Equity and liabilities</b>					
Common stock		224	224	224	
Other paid in capital		8	6	8	
Own shares		-64	-66	-64	
Other reserves		40	622	704	
Retained earnings		4 811	2 124	2 680	
<b>Owner's equity</b>		<b>5 019</b>	<b>2 909</b>	<b>3 553</b>	
Minority Interest		518	150	303	
<b>Total equity</b>	<b>8</b>	<b>5 536</b>	<b>3 059</b>	<b>3 856</b>	
Bond		497	300	-	
Interest and ex rate swap		-	157	-	
Non-current borrowings		511	526	500	
Employee benefits		33	41	26	
Provisions		125	80	111	
Deferred taxes		74	62	61	
RoU liabilities, non-current		162	226	184	
<b>Non-current liabilities</b>		<b>1 403</b>	<b>1 392</b>	<b>883</b>	
Bond		300	-	300	
Interest and ex rate swap		88	-	107	
Interest-bearing current borrowings		73	141	90	
Bank overdraft		338	142	310	
Accounts payable		698	1 055	708	
Payable income tax		59	85	54	
Contract liabilities		340	283	153	
RoU-liabilities, current		55	62	58	
Other current liabilities		526	255	470	
Liabilities connected to discontinued operation	6	-	94	-	
<b>Current liabilities</b>		<b>2 478</b>	<b>2 153</b>	<b>2 249</b>	
<b>Total liabilities and equity</b>		<b>9 417</b>	<b>6 604</b>	<b>6 987</b>	

## Consolidated statement of cash flows

Amount in MNOK

	Note	2021		2020	
		Q1	Q1	Q1	Q1
Cash flow from operating activities					
Net Cash from Income		<b>32</b>		<b>-10</b>	
Adjusted for					
Depreciation, Impairment and Amortization		61		73	
Net financial items		1		42	
Equity company income		2		-	
Tax expense		47		2	
Total after adjustments to net income		<b>143</b>		<b>107</b>	
Change in Inventories		-46		-54	
Change in trade and other receivables		-27		43	
Change in trade and other payables		-36		331	
Change in other current assets		-37		-8	
Change in other current liabilities		280		-41	
Change in other provisions		27		-9	
Change in employee benefits		-2		-1	
Total after adjustments to net assets		<b>303</b>		<b>367</b>	
Tax paid		-19		-47	
Net cash from operating activities	<b>A</b>	<b>284</b>		<b>320</b>	
Cash flow from investing activities					
Interest received etc.		6		5	
Dividends received		-		3	
Purchase of PPE and intangible assets		-53		-40	
Purchase of other investments		-44		-1	
Proceed from sale of other investments		3		2	
Purchase of shares in subsidiaries		-5		-56	
Proceeds from the sales of shares in subsidiaries		982		40	
Net cash from investing activities	<b>B</b>	<b>888</b>		<b>-47</b>	
Cash flow from financing activities					
Cash Flow from Issue Of Stock		651		-	
New long-term borrowings		503		182	
Repayment of long-term borrowings		-49		-8	
Cash Flow from Net change in current interest bearing debt		59		3	
Interest paid etc.		-15		-16	
Dividend paid		-38		-15	
Net cash from financing activities	<b>C</b>	<b>1 110</b>		<b>147</b>	
Cash Flow	<b>A+B+C</b>	<b>2 282</b>		<b>419</b>	
Opening Balance for Cash asset		1 758		1 172	
Total effect from FX on non-Cash accounts		-13		62	
Closing Balance for Cash asset		<b>4 028</b>		<b>1 653</b>	

## Statement of profit or loss Parent Company

Amount in MNOK

	Note	2021		2020	
		Q1	Q4	Q1	FY
Sales revenues	<b>7</b>	75	22	27	60
Total other Income		4	4	2	10
Sales		<b>79</b>	<b>25</b>	<b>29</b>	<b>70</b>
Cost of sales		1	3	1	6
Total staff cost		18	34	11	65
Total other operating cost	<b>2</b>	19	13	19	44
Operating expense		38	50	31	115
EBITDA		42	-24	-2	-45
Depreciation	<b>2</b>	3	2	2	9
Amortisation		0	0	0	1
Impairment loss from PPE	<b>3</b>	-	-	-	-
Operating profit		38	-27	-4	-55
Finance income and finance costs					
Total finance income		1 063	440	98	622
Finance cost	<b>3</b>	16	-4	76	64
Net financial items		1 047	443	23	557
Profit before taxes		1 085	417	18	502
Provision for income tax		31	-0	-5	-18
Profit for the period		1 054	417	24	520
Attributable to:					
Equity holders of the parent		1 054	417	24	520
Basic/diluted earnings per share (NOK)		19.21	7.60	0.44	9.48
Statement of comprehensive income					
Change in financial assets at fair value through OCI		96	77	-330	-162
Actuarial gains and Losses		-	5	-	5
Tax on OCI that will not be reclassified to P&L		-	-1	-	-1
OCI that will not be reclassified to P&L		96	81	-330	-158
Total Other Comprehensive Income (OCI)		<b>96</b>	<b>81</b>	<b>-330</b>	<b>-158</b>
Changes in Net Income		1 054	417	24	520
Total Comprehensive Income		<b>1 150</b>	<b>498</b>	<b>-306</b>	<b>362</b>
Attributable to:					
Equity holders of the parent		1 150	498	-306	362
Total Comprehensive Income per share (NOK)		<b>20,96</b>	<b>9,07</b>	<b>-5,58</b>	<b>6,59</b>

## Balance sheet Parent Company

Amount in MNOK

Note	2021		2020	
	Q1	Q1	FY	
<b>Assets</b>				
Fixed assets	173	162	172	
Intangible assets and goodwill	12	7	12	
Net pension assets	10	6	10	
Non-current receivables and investments	227	212	227	
Deferred tax assets	71	76	84	
Non-current assets	<b>2 385</b>	<b>2 436</b>	<b>2 442</b>	
Contract assets	-	1	-	
Total receivables	1 137	106	158	
Cash and cash equivalents	2 198	664	766	
Financial assets at fair value through OCI	7	566	735	
Financial assets clas. as held for trading	-	-	-	
Assets connected to discontinued operation	6	-	-	
Current assets	<b>3 342</b>	<b>1 337</b>	<b>1 659</b>	
<b>Total assets</b>	<b>5 728</b>	<b>3 773</b>	<b>4 101</b>	
<b>Equity and liabilities</b>				
Common stock	224	224	224	
Other paid in capital	8	6	8	
Own shares	-64	-66	-64	
Other reserves	2	535	703	
Retained earnings	4 326	2 201	2 512	
Owner's equity	<b>4 495</b>	<b>2 899</b>	<b>3 383</b>	
Minority Interest	-	-	-	
Total equity	<b>4 495</b>	<b>2 899</b>	<b>3 383</b>	
Bond	497	300	-	
Interest and ex rate swap	-	157	-	
Non-current borrowings	219	296	217	
Employee benefits	6	8	7	
Provisions	-	-	-	
Deferred taxes	-	-	-	
RoU liabilities, non-current	16	5	17	
Non-current liabilities	<b>739</b>	<b>766</b>	<b>241</b>	
Bond	300	-	300	
Interest and ex rate swap	88	-	107	
Interest-bearing current borrowings	-	-35	-	
Accounts payable	34	20	18	
Payable income tax	22	35	7	
RoU-liabilities, current	3	1	4	
Other current liabilities	18	19	13	
Current liabilities	<b>494</b>	<b>108</b>	<b>477</b>	
<b>Total liabilities and equity</b>	<b>5 728</b>	<b>3 773</b>	<b>4 101</b>	

## Statement of cash flows Parent Company

Amount in MNOK

Note	2021		2020	
	Q1	Q1	Q1	
<b>Cash flow from operating activities</b>				
Net Cash from Income	<b>1 054</b>	<b>24</b>		
<b>Adjusted for</b>				
Depreciation, Impairment and Amortization	3	2		
Net financial items	-1 047	-23		
Tax expense	31	-5		
Total after adjustments to net income	<b>42</b>	<b>-2</b>		
Change in trade and other receivables	-5	-3		
Change in trade and other payables	16	-4		
Cash flow from Internal Accounts Payable and Receivable	6	12		
Change in other current assets	-	-		
Change in other current liabilities	1	-0		
Change in other provisions	-	-		
Change in employee benefits	-1	-1		
Total after adjustments to net assets	<b>58</b>	<b>3</b>		
Tax paid	-3	-25		
Net cash from operating activities	<b>A</b>	<b>55</b>	<b>-22</b>	
<b>Cash flow from investing activities</b>				
Interest received etc.	1	3		
Dividends received	-	60		
Purchase of PPE and intangible assets	-3	-0		
Purchase of other investments	-1	-0		
Proceeds from the sales of shares in subsidiaries	1 133	-		
Net cash from investing activities	<b>B</b>	<b>1 130</b>	<b>63</b>	
<b>Cash flow from financing activities</b>				
New long-term borrowings	497	150		
Repayment of long-term borrowings	-1	-0		
Cash Flow from Internal Loans and Borrowings	-206	-22		
Interest paid etc.	-4	-3		
Dividend paid	-38	-		
Net cash from financing activities	<b>C</b>	<b>247</b>	<b>124</b>	
Cash Flow	<b>A+B+C</b>	<b>1 432</b>	<b>165</b>	
Opening Balance for Cash asset		766	499	
Closing Balance for Cash asset		<b>2 198</b>	<b>664</b>	



## Notes to interim report for Q1 2021

### Note 1 Confirmation of financial framework

The financial statements for the quarter have been prepared in accordance with IAS 34 Interim Financial Reporting. The report does not include all the information required in full annual financial statements and should be read in conjunction with the consolidated financial statements for 2020.

### Note 2 Key accounting policies

The accounting policies for 2020 are described in the Annual Report for 2020. The financial statements have been prepared in accordance with EU-approved IFRSs and associated interpretations, as well as the additional Norwegian disclosure requirements pursuant to the Norwegian Accounting Act and stock exchange regulations and rules, applicable as at 31 December 2020. The same policies have been applied in the preparation of the interim financial statements as at 31 March 2021.

New standards effective from 1 January 2021 have had no material effect on the financial statements.

### Note 3 Estimates

Areas involving significant use of estimates include the valuation of companies in the share portfolio and measurement of goodwill/excess values in subsidiaries and associates, and of impairment indicators for property, plant and equipment and intangible assets. In the year to date these measurements have not resulted in impairment losses on any assets or cash-generating units.

Individual companies in the Group have utilised government assistance on standard terms in the countries where they are represented. The assistance differs from country to country and is mainly given in the form of direct grants for operations, amounting to approximately NOK 31 million in 2020. In 2021 the Group has not received any grants connected to the Covid-19 pandemic.

In view of the ongoing Covid-19 pandemic, the Board of Directors and executive management of AFK have taken strong measures to safeguard employees, partners and customers of the portfolio companies. Measures have also been taken to limit negative financial and operational effects, and to ensure that the companies' liquidity is robust.

Based on the Group's strong financial position, AFK stands firm in the extraordinary situation that the world is currently in as a result of the Covid-19 pandemic.

### Note 4 Related party transactions

Disclosures concerning related party transactions are given in the company's Annual Report for 2020, Note 24.

### Note 5 Parent company gain from sell-down in Volue AS and listing of Tekna Holding AS

AFK sold down 11,8% share in Volue AS in January, resulting in a gain in the AFK parent company of NOK 904 million. In March, Tekna Holding was listed on Euronext Growth, resulting in a gain in AFK parent company of NOK 138 million. Total gain of NOK 1,042 million is eliminated in consolidated profit but is shown as paid-in capital in Note 8 Equity.

## Note 6 Sale of subsidiary

Amount in MNOK

In August 2020 Arendals Fossekompani's subsidiary Scanmatic sold its 51% shareholding in Scanmatic Elektro. Consequently, the company's financial figures have been recognised on separate lines in the income statement and balance sheet as discontinued operations.

The gain on disposal of Scanmatic Elektro of MNOK 32 is included in "Profit/loss from discontinued operations".

Scanmatic Elektro's key figures relating to the income statement and balance sheet for 2020 are presented below.

	Q1 2020	Full year 2020
<b>Operating revenues and operating costs</b>		
Sales	77	181
Operating expense EBITDA	74	168
Depreciation	2	4
Operating profit	<b>2</b>	<b>10</b>
Net financial items	-0	-0
Profit before taxes	<b>2</b>	<b>9</b>
Provision for income tax	0	2
Net discontinued operations income	<b>2</b>	<b>7</b>
Profit from the sale of Scanmatic Elektro		32
Net discontinued operations income (after tax)	<b>2</b>	<b>39</b>
Basic earnings per share / diluted earnings per share (NOK)	<b>0,03</b>	<b>0,71</b>
<b>Balance sheet</b>		
Non-current assets	18	
Current assets	107	
Assets connected to discontinued operation	<b>125</b>	
Non-current liabilities	11	
Current liabilities	83	
Liabilities connected to discontinued operation	<b>94</b>	

## Note 7 Segment reporting per 31.03

Amount in MNOK

	HYDROPOWER		GROUP MNGT		VOLUE		NSSLGLOBAL		EFD INDUCTION	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Total sales at a point in time	75	27	-	-	43	42	208	233	139	235
Total sales over time	-	-	-	-	213	184	-	-	127	20
Total other Income	0	0	4	2	0	1	2	2	1	1
Sales	<b>75</b>	<b>28</b>	<b>4</b>	<b>2</b>	<b>256</b>	<b>227</b>	<b>210</b>	<b>235</b>	<b>267</b>	<b>257</b>
Operating expense	20	19	18	13	214	186	171	167	250	252
Total depreciation, amortization and impairment	2	2	1	0	21	16	10	21	13	15
Operating profit	<b>54</b>	<b>7</b>	<b>-15</b>	<b>-11</b>	<b>21</b>	<b>24</b>	<b>29</b>	<b>47</b>	<b>3</b>	<b>-11</b>
Net financial items	-	-	1 047	23	-0	3	-1	-0	-4	-4
Provision for income tax	26	5	5	-10	7	2	7	10	2	-1
Continuing operations income	<b>28</b>	<b>2</b>	<b>1 026</b>	<b>22</b>	<b>14</b>	<b>25</b>	<b>22</b>	<b>37</b>	<b>-3</b>	<b>-14</b>
Total assets	231	141	5 497	3 631	1 605	1 226	816	861	1 017	1 104
Total liabilities	42	64	1 190	810	863	842	366	433	643	750
Net interest bearing debt	-	-	-1 552	-311	-597	-453	-295	-306	68	99

	TEKNA HOLDING		COGEN ENERGIA		PROPERTY *		ELIMINATIONS		TOTAL	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Total sales at a point in time	28	25	131	174	7	1	1	-	632	737
Total sales over time	23	5	-	-	-	-	-	-	362	209
Total other Income	2	0	-	-	3	1	-5	-2	6	5
Sales	<b>53</b>	<b>30</b>	<b>131</b>	<b>174</b>	<b>10</b>	<b>2</b>	<b>-5</b>	<b>-2</b>	<b>1 000</b>	<b>951</b>
Operating expense	55	43	122	167	10	3	-2	-2	857	846
Total depreciation, amortization and impairment	7	8	5	5	3	2	-2	2	61	71
Operating profit	<b>-9</b>	<b>-20</b>	<b>5</b>	<b>2</b>	<b>-4</b>	<b>-3</b>	<b>-0</b>	<b>-2</b>	<b>83</b>	<b>34</b>
Net financial items	-4	-3	-1	-1	-0	-1	-1 041	-58	-4	-42
Provision for income tax	-	-3	-	0	0	-0	0	-0	47	2
Continuing operations income	<b>-13</b>	<b>-20</b>	<b>4</b>	<b>1</b>	<b>-4</b>	<b>-4</b>	<b>-1 041</b>	<b>-59</b>	<b>32</b>	<b>-10</b>
Total assets	1 065	396	613	715	759	424	-2 185	-1 895	9 417	6 604
Total liabilities	480	370	436	514	506	231	-646	-469	3 880	3 545
Net interest bearing debt	-298	275	74	168	369	150	0	-0	-2 231	-378

\* Property includes Vindholmen Eiendom, Bedriftsveien 17, Steinodden Eiendom, Arendal lufthavn Gullknapp, Songe Træsliperi, AFK Property &amp; Alytic.

## Note 8 Consolidated statement of changes in equity

Amount in MNOK

	Common stock	Other paid in capital	Own shares	Other reserves	Retained earnings	Owner's equity	Minority Interest	Total equity
2020								
Opening balance at 01.01	<b>224</b>	<b>6</b>	<b>-67</b>	<b>868</b>	<b>2 146</b>	<b>3 177</b>	<b>142</b>	<b>3 318</b>
Net Profit for the Period	-	-	-	-	-18	<b>-18</b>	10	<b>-9</b>
Total Other Comprehensive Income (OCI)	-	-	-	-246	1	<b>-245</b>	10	<b>-235</b>
Own shares	-	0	0	-	-	<b>0</b>	-	<b>0</b>
Other changes from DS	-	-	-	-	-3	<b>-3</b>	3	<b>-0</b>
Dividends paid	-	-	-	-	-0	<b>-0</b>	-15	<b>-15</b>
Closing balance at 31.03	<b>224</b>	<b>6</b>	<b>-66</b>	<b>622</b>	<b>2 124</b>	<b>2 909</b>	<b>150</b>	<b>3 059</b>
2021								
Opening balance at 01.01	<b>224</b>	<b>8</b>	<b>-64</b>	<b>743</b>	<b>2 637</b>	<b>3 548</b>	<b>307</b>	<b>3 855</b>
Net Profit for the Period	-	-	-	-	23	<b>23</b>	9	<b>32</b>
Total Other Comprehensive Income (OCI)	-	-	-	94	0	<b>94</b>	-3	<b>91</b>
Own shares	-	0	0	-	-	<b>0</b>	-	<b>0</b>
Sale of minority interests without a change in controll	-	-	-	-	1 391	<b>1 391</b>	205	<b>1 596</b>
Realization of financial asset at fair value through OCI	-	-	-	-798	798	-	-	-
Other changes from DS	-	-	-	-	-	-	0	-
Dividends paid	-	-	-	-	-38	<b>-38</b>	-	<b>-38</b>
Closing balance at 31.03	<b>224</b>	<b>8</b>	<b>-64</b>	<b>40</b>	<b>4 811</b>	<b>5 019</b>	<b>518</b>	<b>5 536</b>

# Arendals Fossekompani

## Developing green-tech companies

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