

greenbit

SECOND

QUARTER

REPORT

2024

Greenbit Energy AS

The Greenbit Energy Group

Greenbit Energy AS (GBE) is an investment company owned 100 % by the parent company Greenbit AS (HoldCo) focusing on renewable energy and fuel. GBEs head office is in Oslo, Norway, and it is a non-operating company whose sole business consists of owning shares in subsidiaries and of subletting offices. GBE charges its subsidiaries a management fee for its employees and related employee cost.

In this report the reference to the “Greenbit Energy Group” or “Group” means aggregated financials of the legal entities and operations consolidated into Greenbit Energy and its Group consolidated accounts..

GBE owns the following subsidiaries that all have activities in the fuel sector: Eco-1 Bioenergi AS, AS Tank Storage, AS Nordic Fuel Supply, Blue Energy Holding AS and 70.34% in the Swedish company Colabit Försäljning Group AB. HoldCo holds an additional 18% in Colabit Försäljning Group AB (“CFG”) i.e. Greenbit as a whole control 88.34% of the shares in CFG.

GBE operates as a distributor of both biofuel and fossil fuel through their portfolio of brands including Eco-1, Automat 1 and Colabit. Eco-1 distributes renewable biofuel and bio heating oil in Norway and Sweden through four business areas - Professional, Heating, Bulk and Station. Automat 1 operates 34 automated gas stations in the Norwegian market. The stations are located from Hamar and Gjøvik in the north to Sarpsborg and Arendal in the south. Colabit distributes fuel and heating oil in Sweden through both bulk delivery and automated fuel stations. Colabit operates c. 84 automated gas stations situated mid- to north of Sweden with 2/3 catering to heavy transport. Adjacent revenue streams include revenues from car washes, a business area established in 2023 with additional car wash locations planned for 2024. The Group is also evaluating adding charging to its services at both existing fuel stations as well as new locations.

Overview of Group Financials – Profit and Loss

All amounts in NOK 1 000	Q2 2024	Q2 2023	Change (%)	YTD 2024	YTD 2023	Change (%)
Revenue	742 373	899 985	-17,5%	1 742 985	1 817 001	-4,1%
Gross profit	95 459	109 041	-12,5%	181 210	183 446	-1,2%
Operating expenditure	-54 457	-49 280	10,5%	-103 432	-94 201	9,8%
Operating profit before depreciation (EBITDA)	41 003	59 761	-31,4%	77 779	89 245	-12,8%
Operating profit (EBIT)	27 321	47 159	-42,1%	48 564	64 471	-24,7%
Profit for the period	3 029	19 244	84,3%	-2 641	15 400	-117,1%

Key comments Q2 (Apr – Jun 2024)

- The Group is reporting a volume decline of -14.5% in the second quarter of 2024 compared to 2023.
- EBITDA amounted to 41.0 MNOK, a decline by c. -18.8 MNOK or -31.4% compared to prior year.
- Opex increased by 5.2 MNOK or +10.5% in Q2 2024 compared to Q2 2023 mainly driven by 3rd party cost related to the ongoing strategic review.
- EBIT margin for the second quarter calculated at 3.7% compared to 5.2% in Q2 2023.

Key comments H1 (Jan – Jun 2024)

- Volume development of -1.4% for the first six months January – June 2024 compared to 2023.
- H1 EBITDA of 77.8 MNOK, a decline in EBITDA profitability by -11.5 MNOK or -12.8% compared to prior year period.
- With an increase in Opex in both Q1 and Q2, Opex increased by 9.2 MNOK or +9.8% in H1 2024 vs 2023.
- EBIT margin for H1 2024 is calculated at 2.8% compared to 3.5% in H1 2023.
- The strong Q1 somewhat offsets the weaker Q2 performance resulting in a first 6 month overall performance that can be summarized as a slight decline in volume, maintained margin per unit performance, an increase in OPEX driven by increased distribution cost in Q1 and 3rd party cost related to the ongoing strategic review in Q2.

REVENUES

Revenues for the second quarter amounted to 742.4 MNOK, a decline in revenue by 157.6 MNOK or -17.5% compared to 2023. Volume declined by -14.5% whereas the average per unit sales price declined by -3.5%. Both markets reported a volume decline, Norway -13.3 and Sweden -15.6%. Revenue was split 58%/42% between SE and NO compared to the volume split of 52%/48% in Q2 2023.

For the first six months January to June or H1, total revenue amounted to 1 743.0 MNOK, a decline on revenue by 74.0 MNOK or -4.1% compared to 2023. H1 volume development reports a total volume decline of -1.4% with Norway still showing a volume increase of 1.4% whereas Sweden was down -3.5%. The average revenue per unit has declined by 2.8%. Revenue is split 56%/44% between SE and NO, whereas as volume was split 53%/47% between SE and NO.

EBITDA & EBIT

Following the volume development together with increased OPEX in the second quarter, EBITDA was reportedly -18.8 MNOK or -31.4% lower in Q2 2024 compared to Q2 2023 as the Group reports an EBITDA of 41.0 (59.8) MNOK. Both regions suffered from lower volumes with slightly stronger margin performance in Sweden.

Gross margin amounted to 95.5 MNOK in Q2 2024 compared to 109.0 MNOK in 2023, a decline in Gross margin by 13.6 MNOK (-12.5%) where volume impact is calculated at -15.9 MNOK slightly offset by improved margins at 2.3 MNOK.

Opex increased by 5.2 MNOK compared to prior year and was mainly driven by 3rd party cost related to the Groups ongoing strategic review.

Depreciation amounted to c. 13.7 MNOK (12.6 MNOK) resulting in an EBIT of 27.3 MNOK for Q2 2024 compared to 47.2 MNOK in 2023.

The EBITDA for the first six months January to June amounts to 77.8 (89.2) MNOK and is reportedly -11.5 MNOK (-12.8%) lower than the EBITDA in H1 2023. The strong Q1 performance somewhat offsets the weaker Q2 performance resulting in an overall development that can be summarized as a slight decline in volume, maintained margin per unit performance, increase in OPEX driven by increased distribution cost in Q1 and 3rd party cost related to the ongoing strategic review in Q2.

Depreciation amounted to c. 29.2 MNOK (24.8 MNOK) resulting in an EBIT of 48.6 MNOK for H1 2024 compared to 64.5 MNOK in 2023.

NET FINANCIAL ITEMS

The Group financing cost is mainly driven by movement in NIBOR, the underlying driver of the Groups bond loan interest expense. Financing cost related to supply has increased somewhat despite supply prices on renewable fuel product has been declining however lower demand sets off the effect somewhat.

The net finance cost decreased by 1.4 MNOK in Q2 2024 vs 2023 of which 2.2 MNOK is related to higher cost related to the bond loan offset by lower factoring cost following a lower volume performance in Sweden.

For the first six months January to June net finance cost increased by 2.1 MNOK which 5.1 MNOK is related to higher interest rate on the 400 MNOK bond loan offset by lower factoring cost.

NET PROFIT (LOSS)

Net profit for the 2nd quarter amounted to 3.0 MNOK compared to 19.2 MNOK in Q2 2023. Weaker volume performance, somewhat improved margins, higher OPEX and somewhat lower finance net sums up the 2nd quarter Net profit performance.

Net profit for the H1 amounted to -2.6 MNOK compared to 15.4 MNOK in H1 2023 as the good Q1 performance has been offset by the Q2 development. The January to June period can be summed up as slightly lower volume, good margin management, an increase in OPEX and Net finance cost.

FINANCIAL POSITION

The financial position as of 30th June 2024 continues to show large movements in both working capital and net interest-bearing debt. The movement in net working capital is mainly driven by the Groups method of funding the business by utilizing available working capital and cash.

All amounts in NOK 1 000	30.06.2024	31.03.2024	31.12.2023	30.09.2023	30.06.2023	31.3.2023	31.12.2022
Tangible assets	268 061	278 469	285 038	264 387	270 217	278 298	281 695
Net working capital	-274 911	-324 527	-261 118	-270 424	-280 940	-382 034	-240 209
Operating capital / capital employed	-6 850	-46 059	23 920	-6 037	-10 723	-103 736	41 486
Intangible assets	655 532	659 713	661 121	658 683	663 146	668 216	660 269
Operating capital including intangible assets	648 681	613 654	685 041	652 646	652 423	564 480	701 755
Financial fixed assets	98 696	99 364	94 568	92 082	82 803	85 998	74 023
Cash, bank deposits and short term investments	141 893	181 494	143 507	88 006	104 611	192 662	159 327
Loan to associated companies	4 950	4 950	4 750	4 550	4 300	4 100	3 650
Deferred tax - net	5 396	5 324	6 585	3 175	3 143	-8 089	3 933
Bond loan	-394 711	-392 874	-391 036	-389 430	-386 805	-385 421	-383 815
Other non current liabilities	-194 494	-203 953	-229 874	-137 968	-145 272	-151 596	-265 171
Net interest bearing debt (NIBD)	-338 269	-305 694	-371 500	-341 737	-337 220	-262 347	-408 053
Net assets / Equity	310 410	307 958	313 540	310 907	315 203	302 133	293 702
<i>of which non-controlling interest</i>	<i>73 881</i>	<i>72 693</i>	<i>76 652</i>	<i>73 423</i>	<i>72 851</i>	<i>76 263</i>	<i>70 388</i>

CASH FLOW

Net cashflow for the 2nd quarter 2024 was negative at -39.6 MNOK mainly from outflow from financing activities including interest payments and repayment of Covid-19 deferred taxes. The Swedish Group has repaid an additional 2.3 MNOK of its Covid-19 related deferred taxes Q2 and currently hold 101.0 MNOK in deferred taxes of which 49.7 MNOK are current.

All amounts in NOK 1 000	Q2 2024	Q2 2023	YTD 2024	YTD 2023	2023
= Net cash flow from operating activities	(4 486)	(52 560)	93 114	16 586	174 449
= Net cash flow from investing activities	(1 673)	(2 931)	(9 086)	(5 005)	(24 522)
Cash flow from financing activities					
= Net cash flow from financing activities	(33 441)	(32 560)	(85 643)	(66 297)	(165 746)
= Net change in cash and cash equivalents	(39 600)	(88 051)	(1 615)	(54 716)	(15 819)
+ Cash and cash equiv. at the beginning of the period	181 493	192 662	143 508	159 327	159 327
= Cash and Cash equivalents at end of the period	141 893	104 611	141 893	104 611	143 508

H1 2024 reported a negative Net cash flow of -1.6 MNOK mainly from good operating performance and a swing in the negative net working capital to offset capex expenditure and the outflow from financing activities. The Swedish Group has repaid 17.3 MNOK of its Covid-19 related deferred taxes in the second quarter and currently hold 101.0 MNOK in deferred taxes of which 49.7 MNOK are current.

Financial covenants related to the current Bond loan

The current Bond loan issued in May 2022 has several financial covenants attached to it and include a Leverage ratio covenant, a minimum Liquidity covenant and an Interest Coverage Ratio and are required to be fulfilled at each of the Groups quarterly reporting periods. The method of calculation is regulated in the Bond Term Sheet and all financial covenant requirements have been met as per the 30th June 2024 and the Q2 interim reporting period.

Regarding the situation in Ukraine and Russia

The Group has no direct supply relations with supplies based in either Russia or Ukraine and have not identified any indirect relationships related to purchase of products or services with ties to either of the two countries nor the current conflict taking place between Russia and Ukraine. Products that are impacted are products such as Adblue or Ethanol produced from corn where Ukraine is a producer with export to Europe. For example, corn-based Ethanol is used as a renewable component in petrol.

Key developments after the reporting period

The supply market related to renewable products has continued to be influenced by a level of constraints, but the market has seen larger and longer supply contracts surfacing. The price trend has been somewhat volatile with movements both up and down, partially influenced by the constraints but also as an effect of higher comparable commodity prices such as Platts/ULSD.

Outlook

The Groups main commitment is the sale of fuel for transport. The energy mix for car transport is changing, and the proportion of electricity and biofuels for car propulsion is increasing. In larger cities and towns, the proportion of electric cars is relatively greater compared to the country in general. With the acquisition of CFG and the implicitly greater exposure to the Swedish market, the risk is diversified as the EV-adoption is much lower and slower in Sweden than in Norway.

Blue Energy has its fuel stations located in central locations with high traffic, and this will be important in the future in the competition to reach the fuel customers. Eco-1 is experiencing good interest in its products in the market in several different sectors where the products are sold. Blue Energy, who added a new service product in 2023 by opening its first automated car wash in Hokksund, continues to evaluate the business case and potential new locations for car washes to add additional adjacent revenue to the fuel related revenue.

The company continues to retain a healthy customer mix in size, segments, and locations and after strengthening the additional , additional sales capacity is in place to further grow volumes in 2024 and beyond.

The Group has a continued focus on increasing its market share and will continue to do so throughout 2024 in the markets in which it is represented. The business and its resources can handle a significant larger volume without driving a need for increased overhead. This would also result in more efficient logistics and utilization of terminal capacity driving the much-needed profitability.

The total fuel market has had a slight negative trend from 2019 to 2022. In addition to the already mentioned changes in the energy mix, the Covid-19 pandemic also had a negative impact on the demand in 2020 and 2021 which also leaked in to 2022. Demand has returned to normalized levels in 2023, there are however some concerns following the development of the economic climate in both EU and Scandinavia going forward. High energy prices created opportunities within heating oil in late 2022, pushing for both fossil and fossil-free heating oil products as a component in the overall energy mix but the demand outlook is always hard to predict. Somewhat milder weather and lower and more stable energy prices has reduced the demand for alternative energy sources such as bioheatingoil which has had some impact on the Groups performance towards the end of 2023. New regulations focusing on the marine sector will most likely create opportunities as renewable products are introduced.

The prerequisites for continued operations for the Group and its subsidiaries are present, and the interim accounts as of 30th June 2024 are prepared under this assumption.

The Board has a positive view of the outlook for the future of the Group.

Risks and uncertainties

Credit risk - on regular customers is low. The larger customers in the group are public companies and well-capitalized large private companies.

Market risk - The Group has little risk in financing purchases of goods in foreign currency. Some of the Group's outstanding receivables and inventories are exposed to the interest rate and foreign exchange markets.

Interest rate risk - The Group has good long-term financing: GBE is exposed to interest rate changes through its loan agreement. The Board considers the interest rate risk to be low considering the company's liquidity portfolio and annual cash flow.

Liquidity risk - Management of liquidity risk is given high priority. The Group manages liquidity risk by maintaining sufficient cash and cash equivalents.

Oslo, 29th August 2024

The board of directors of Greenbit Energy AS

Jon Erik Brøndmo
Chairman of the board

Magnus Nyfjäll
Member of the board

Christoffer Bull
CEO

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Income statement

All amounts in NOK 1 000		Q2 2024	Q2 2023	YTD 2024	YTD 2023	2023
Operating income and operating expenses						
Revenue	2	742 373	899 985	1 742 985	1 817 001	4 383 122
Operating Income		742 373	899 985	1 742 985	1 817 001	4 383 122
Raw materials and consumables used		646 914	790 944	1 561 775	1 633 556	4 003 265
Payroll expenses		16 157	16 332	32 780	32 454	66 202
Depreciation and amortisation expense	3,4	13 681	12 602	29 214	24 774	56 142
Write down on tangible and intangible assets		-	-	-	-	-
Other operating expenses		38 300	32 948	70 651	61 747	135 149
Operating expenses		715 051	852 827	1 694 421	1 752 531	4 260 758
Operating profit		27 321	47 158	48 564	64 471	122 364
Financial income and expenses						
Other interest income		140	220	323	607	1 369
Other financial income		771	130	1 485	657	1 692
Other Interest expense		24 900	24 462	52 260	48 318	106 537
Other financial expense		347	1 591	840	2 102	2 780
Net financial income and expenses	8	(24 336)	(25 703)	(51 292)	(49 155)	(106 256)
Profit before tax		2 986	21 455	(2 728)	15 316	16 109
Tax on ordinary result		(43)	2 212	(87)	(84)	(2 128)
Profit for the period		3 029	19 243	(2 641)	15 400	18 237
Comprehensive income		3 029	19 243	(2 641)	15 400	18 237
Net foreign currency translation adjustments		(576)	(6 176)	(489)	6 100	1 601
Total comprehensive income		2 453	13 067	(3 130)	21 500	19 838
Profit attributable to:						
Owners of Greenbit Energy AS		1 670	18 369	(14)	13 647	9 560
Non-controlling interests		1 359	874	(2 627)	1 752	8 677

Statement of comprehensive income

Greenbit Energy AS

All amounts in NOK 1 000		Q2 2024	Q2 2023	YTD 2024	YTD 2023	2023
Profit for the period incl. Non-controlling interest		3 029	19 243	(2 641)	15 400	18 237
Other comprehensive income (loss), net of tax						
Net foreign currency translation adjustments		(576)	(6 176)	(489)	6 100	1 601
Total comprehensive income (loss), net of tax		(576)	(6 176)	(489)	6 100	1 601
Total comprehensive income incl. non-controlling interest		2 453	13 067	(3 130)	21 500	19 838
Net income attributable to noncontrolling interests		1 359	874	(2 627)	1 752	8 677
Net foreign currency translation - noncontrolling interest		(232)	(1 832)	(145)	1 809	733
Total comprehensive income attributable to noncontrolling interest		1 127	(958)	(2 772)	3 561	9 410
Total comprehensive income attributable to Greenbit Energy AS		1 326	14 025	(358)	17 939	10 428

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Financial position

All amounts in NOK 1 000	30.06.2024	31.12.2023
Assets		
Fixed assets		
Intangible fixed assets		
Deferred tax asset	5 396	6 585
Goodwill	3 578 098	579 544
Other intangible assets	3 77 434	81 576
Total intangible assets	<u>660 928</u>	<u>667 705</u>
Tangible fixed assets		
Property, plant and equipment	4,5 <u>268 061</u>	<u>285 038</u>
Total tangible fixed assets	<u>268 061</u>	<u>285 038</u>
Financial fixed assets		
Loans to associated companies	4 950	4 750
Investments in associated companies	6 57 288	58 245
Other long term receivables	41 408	36 323
Total financial fixed assets	<u>103 646</u>	<u>99 318</u>
Total fixed assets	<u>1 032 635</u>	<u>1 052 061</u>
Current assets		
Inventories	64 443	102 930
Receivables		
Accounts receivables	70 141	139 150
Public duties receivable	-	14 632
Other receivables	109 453	24 461
Group receivables	51 666	51 369
Total receivables	9 <u>231 260</u>	<u>229 612</u>
Cash and bank deposits	141 893	143 507
Total current assets	<u>437 595</u>	<u>476 049</u>
Total assets	<u>1 470 229</u>	<u>1 528 110</u>

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Financial position

All amounts in NOK 1 000	30.06.2024	31.12.2023
Equity and liabilities		
Restricted equity		
Share capital	200	200
Share premium reserve	244 342	244 342
Total restricted equity	244 542	244 542
Retained earnings		
Other equity	(7 669)	(8 780)
Currency translation adjustment	(344)	1 126
Total retained earnings	(8 013)	(7 654)
Non controlling interest	73 881	76 652
Total equity	310 410	313 540
Other non current liabilities		
Bonds	7 394 711	391 036
Other non current liabilities	5,9 194 494	229 874
Total other non current liabilities	589 205	620 910
Current liabilities		
Liabilities to financial institutions	-	-
Trade creditors	9 198 942	241 987
Public duties payable	9 19 377	-
Group liabilities	9 21 674	21 674
Tax payable	310	5 734
Other current liabilities	9 330 312	324 263
Total current liabilities	570 614	593 658
Total liabilities	1 159 818	1 214 568
Total equity and liabilities	1 470 229	1 528 110

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Change in equity

Greenbit Energy AS (Group)

	Share capital	Share premium	Total restricted equity	Retained earnings	Translation difference	Total retained earnings	Non controlling interest	Translation difference	Total non controlling interest	Total equity
Equity at 1 January 2023	200	244 342	244 542	19 428	1 800	-21 228	70 938	550	70 388	293 701
Result for the year	-	-	-	9 560	-	9 560	8 677	-	8 677	18 237
Other adjustments	-	-	-	2 887	-	2 887	2 887	-	2 887	-
Currency translation difference	-	-	-	1 800	2 926	1 126	550	1 025	475	1 602
Equity at 31 December 2023	200	244 342	244 542	-8 781	1 126	-7 655	76 178	475	76 653	313 540
Equity at 1 January 2024	200	244 342	244 542	-8 781	1 126	-7 655	76 178	475	76 653	313 540
Result for the Period	-	-	-	-14	-	-14	-2 627	-	-2 627	-2 641
Currency translation difference	-	-	-	1 126	-1 470	-344	475	-620	-145	-489
Equity at 30 June 2023	200	244 342	244 542	-7 670	-344	-8 014	74 026	-145	73 881	310 410

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Cash flow

All amounts in NOK 1 000	Q2 2024	Q2 2023	YTD 2024	YTD 2023	2023
Cash flow from operations					
Profit before income taxes	2 986	19 246	(2 728)	15 400	16 109
Income taxes paid	(104)	(2 887)	(4 322)	(3 043)	(24 243)
Gains/losses of fixed assets	-	-	-	-	-
Depreciation and amortisation expense	13 681	12 604	29 214	24 774	56 142
Write down on tangible and intangible assets	-	-	-	-	-
Change in inventory	23 659	(7 121)	38 488	81 756	89 905
Change in trade receivables	30 976	(286 871)	69 009	(173 425)	71 844
Change in trade payables	(52 242)	162 039	(43 045)	(22 528)	(62 653)
Change in intercompany balances	(150)	(14 634)	(297)	(972)	(6 875)
Financial income (not part of operating cash flow)	(140)	(220)	(323)	(607)	(1 369)
Financial expenses (not part of operating cash flow)	24 900	26 056	52 260	50 420	106 537
Change in other current balance sheet items	(48 051)	39 228	(45 142)	44 811	(70 947)
= Net cash flow from operating activities	(4 486)	(52 560)	93 114	16 586	174 449
Cash flow from investing activities					
Purchase of property, plant and equipment	(1 673)	(2 931)	(8 477)	(4 496)	(24 147)
Purchase of intangible assets	-	-	(609)	(509)	(375)
Purchase of subsidiaries	-	-	-	-	-
Purchase of associated companies	-	-	-	-	-
Payment from sale of shares	-	-	-	-	-
Dividends/group contribution from subsidiaries	-	-	-	-	-
Purchase / sale of other investments	-	-	-	-	-
= Net cash flow from investing activities	(1 673)	(2 931)	(9 086)	(5 005)	(24 522)
Cash flow from financing activities					
Repayment of borrowings	-	(1 998)	-	1 830	-
Payments under financial lease	(5 540)	(5 009)	(11 136)	(9 943)	(22 060)
Interest paid	(25 586)	(25 835)	(51 937)	(49 812)	(100 685)
Change in bank overdraft facility	-	-	-	-	-
Change in long term intercompany balances	-	-	-	-	-
Change in loans to associated companies	-	(200)	(200)	(650)	(1 100)
Change in other long term receivables	28	-	(5 086)	(7 722)	(18 399)
Change in other long term liabilities	(2 343)	483	(17 284)	-	(23 502)
= Net cash flow from financing activities	(33 441)	(32 560)	(85 643)	(66 297)	(165 746)
= Net change in cash and cash equivalents	(39 600)	(88 051)	(1 615)	(54 716)	(15 819)
+ Cash and cash equiv. at the beginning of the period	181 493	192 662	143 508	159 327	159 327
= Cash and Cash equivalents at end of the period	141 893	104 611	141 893	104 611	143 508

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 1 – General information and basis for preparation

GENERAL INFORMATION

Greenbit Energy AS is a private limited company, incorporated in Norway. The company is headquartered in Oslo, Address headquarters: Innspurten 13, 0663 Oslo.

The consolidated financial statements ('the Statements') of Greenbit Energy AS ('the Company') and its subsidiaries ('the Group') for the period ending 30th June were authorized for issue by the Board of Directors in their meeting on 29th August 2024. The Statements are unaudited.

BASIS FOR PREPARATION

This condensed consolidated interim financial information, for the 6 months ending June 30th 2024, has been prepared in with reference to IAS 34 "Interim financial reporting". The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year-ended December 31st, 2023, which have been prepared in accordance with simplified IFRS ("Simplified IFRS" - Norwegian: "Forenklet IFRS") pursuant to the Norwegian Accounting Act § 39 and regulations regarding simplified application of IFRS issued by the Ministry of Finance on 2 July 2022 (FOR-2022-02-07-182).

ACCOUNTING PRINCIPLES

The accounting policies are consistent with those of the annual financial statements for the year-ended December 31st 2023 as described in those annual financial statements. Taxes on income in the interim periods are accrued using the estimated effective tax rate.

Note 2 – Segments

(Amounts in NOK 1000)

	Q1 2024	Q1 2023	2024	2023
Revenue by segment				
Sales of fossil fuel	671 696	574 442	671 696	574 442
Sales of renewable fuel, including heat	328 498	342 194	328 498	342 194
Other income	418	124	418	124
Total	1 000 612	916 760	1 000 612	916 760
Revenue by geography				
Norway	460 406	363 724	460 406	363 724
Rest of Europe	540 206	553 037	540 206	553 037
Total	1 000 612	916 761	1 000 612	916 761
Share of revenue (%)				
Sales of fossil fuel	67,1%	62,7%	67,1%	62,7%
Sales of renewable fuel, including heat	32,8%	37,3%	32,8%	37,3%
Other income	0,0%	0,0%	0,0%	0,0%
Share of revenue (%)				
Norway	46,0%	39,7%	46,0%	39,7%
Rest of Europe	54,0%	60,3%	54,0%	60,3%

Note 3 – Intangible assets

(Amounts in NOK 1000)

Greenbit Energy AS (Group)

	Goodwill	Customer relationships (1)	Trademark (1)	Other intangible assets	Total
Acquisition cost at 01.01	573 799	87 400	9 000	4 828	675 027
Acquisitions	-	-	-	609	609
Disposals	-	-	-	-	-
Acquisition cost at 30.06	573 799	87 400	9 000	5 437	675 636
Accumulated depreciation 30.06	-	-21 850	-	-2 553	-24 403
Translation difference SEK/NOK	4 299	-	-	-	4 299
Net carrying value 30.06	578 098	65 550	9 000	2 884	655 532
Depreciation of the period	-	-4 370	-	-412	-4 782
Expected economic life	Infinity	10%	Infinity	33%	

(1) Trademark and customer relationships in relation to the acquisition of Colabit Försäljning Group AB in 2021.

Trademark has an indefinite expected useful life, while customer relationships are amortized over 10 years.

Research and development

No public support has been received in 2024 nor in 2023, for costs related to research and development projects (SkatteFunn).

Goodwill

Goodwill is related to the acquisition of Blue Energy on 1 September 2017 and the acquisition of Colabit Försäljning Group AB on December 23 2021.

Goodwill for each business combination	Book value 2024	Book value 2023
Colabit Försäljning Group AB (23 December 2021)	291 618	291 618
Blue Energy AS (1 September 2017)	282 181	282 181
Translation difference	4 299	5 745
TOTAL GOODWILL	578 098	579 544

Note 4 – Tangible assets

(Amounts in NOK 1000)

Greenbit Energy AS (Group)

Property, plant and equipment	Greenbox treatment plan	Tank facilities	Rented premises	Equipment	Machines and buildings	Total
Acquisition cost at 01.01	1 686	32 194	3 066	17 117	279 876	333 939
Acquisitions	-	-	-	-	2 477	2 477
Disposals on sale of subsidiaries	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Acquisition cost at 30.06	1 686	32 194	3 066	17 117	282 353	336 416
Accumulated depreciation 30.06	-1 258	-22 537	-2 668	-17 142	-187 378	-230 981
Accumulated write-downs 30.06	-	-	-168	-	-187	-355
Translation difference SEK / NOK	-	-	-	-	4 604	4 604
Net carrying value 30.06	428	9 658	231	-25	99 393	109 684
Depreciation for the period	67	1 022	318	631	7 592	9 628
Write-downs for the period	-	-	-	-	-	-
Depreciation rate	13%	5-20 %	20-33 %	20%	4-20 %	
Depreciation plan	Linear	Linear	Linear	Linear	Linear	
Change of depreciation plan	No	No	No	No	No	

Summary Property, plant and equipment	Group 30.06.24				Group 31.12.23			
	Carrying value	Depreciation	Write-downs	Translation difference	Carrying value	Depreciation	Write-downs	Translation difference
Land	6 017	-	-	-	17	-	-	-
Right-of-use asset (1)	152 358	14 804	-	187	166 973	28 051	-	-
Property and equipment	109 684	9 628	-	4 604	118 048	18 466	163	5 817
Total	268 061	24 432	-	4 791	285 038	46 517	163	5 817
Intangible assets		4 782		4 299		9 625		5 745
Recorded in the consolidated financial statement	268 061	29 214	-	9 090	285 038	56 142	-	11 562

(1) See Note 5 Leases for more detailed information on Leases.

Note 5 – Leases

(Amounts in NOK 1000)

The Group's assets under capitalized leases include gas stations, office lease and mobile office building.
Due to the implementation of IFRS 16 from 1 January 2019, there is a significant increase in capitalized leases from this date.

Greenbit Energy AS (Group)

As a lessee

Property, plant and equipment comprise owned and leased assets that do not meet the definition of investment property.

	Note	30.06.2024	31.12.2023
Land		6 017	17
Property, plant and equipment owned		109 684	118 048
Right-of-use assets, except for investment property		152 358	166 973
Total	4	268 061	285 038

Right-of-use asset	Land	Gas Stations	Car washes	Office lease (2)	Mobile office building (3)	Total
Balance at 1.1	104 014	129 779	6 206	4 405	6 195	250 601
Acquisitions	-	-	-	-	-	-
Additions to the right-of-use asset	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Acquisition cost at 30.06	104 014	129 779	6 206	4 405	6 195	250 601
Accumulated depreciation and impairment at 1.1	20 075	57 624	665	3 838	1 425	83 627
Depreciation charge for the year	3 739	10 049	332	529	156	14 804
Write-downs for the year	-	-	-	-	-	-
Accumulated depreciation and impairment at 30.06	23 815	67 674	998	4 367	1 581	98 431
Translation difference	-	187	-	-	-	187
Balance at 30.06	80 199	62 292	5 208	38	4 615	152 358

(2) The office lease agreement was signed in late 2019 by GCIS. Depreciated for the first time in 2020. The lease term is 5 years with a option of a 5 year extension.

(3) Building leased from DnB. The lease was originally signed by Greenbit AS in 2015 but in relation with the reorganization in May 2019 the building were transferred to Greenbit Energy AS. Lessee is still GCIH. GCIS is in the process of selling the building and thus treated as held for sale. The lease term is 10 years, and annual payments is TNOK 972 (excluded VAT). Depreciation in above table represent depreciated amount after transfer from GCIH.

All assets are recognized at cost, equivalent to its corresponding liability. See the 2023 annual report and note 1 of the Accounting Principles for further elaboration. When measuring the present value of liabilities, as well as determining the depreciation plan, all reasonably certain options to either extend or terminate are considered. An asset's depreciation plan enclose that asset's useful life, defined as the lease term.

All capitalized lease agreements includes options to extend, ranging from five to ten years.

Lease liabilities

	Group	Group
Recognized lease liability	30.06.2024	31.12.2023
- Short term debt	24 498	24 498
- Long term debt	143 244	154 380
	167 742	178 878

Short term debt portion of the recognized lease liability is included in Other current liabilities.

Amounts recognized in profit or loss	Group	Group
	2024	2023
Interest on lease liabilities	3 971	7 724
Total	3 971	7 724

Amounts recognized in the statement of cash flow	Group	Group
	2024	2023
Total cash outflow for leases	11 136	22 060

Note 6 – Investments in associated companies

(Amounts in NOK 1000)

			2024	2023
Associated companies	Acquisition date	Acquisition cost	Group	Group
Colabit Produktion AB	2021-12-23	58 728	57 038	57 995
Net carrying value 30.06 / 31.12			57 038	57 995
			2024	2023
			Group	Group
Acquisition cost at 01.01			57 995	55 849
Result for the period			-666	115
Translation difference			-291	2 031
Net carrying value 30.06 / 31.12			57 038	57 995

The Group have invested a total of MNOK 59 in Colabit Produktion AB (org. nr 559140-1830). The associated company was founded in December 2017. The Group holds a ownership interest of 20%, of which 10% is held through Blue Energy Holding AS and 10% is held through Colabit Försäljning Group AB. As the acquisition of Colabit Försäljning Group AB was completed close to the balance sheet date of December 31, 2021 the investment has been recognized at cost for 2021, and the impact of not applying the equity method is considered immaterial. The group will apply the equity method for the investment for financial periods beginning January 1st 2022. The Group invested in Colabit Produktion AB on December 23, 2021 at which point Colabit had a book value of equity of TNOK 6 381. Colabit Produktion AB incurred an accumulated profit of TNOK 576 as of 31 December 2023.

The Group have invested total NOK 250 000 in Energigården Vekst AS (org. nr 925 502 723).
The Group holds an ownership interest of 9,34 %.

Note 7 – Interest bearing debt

(Amounts in NOK 1000)

	Currency	Amount	Issue date	Maturity	Maturity date	Average interest	Carrying value 30.06.24	Carrying value 31.12.23
Bond loan	NOK	400 000	2022-05-31	3 years	2025-05-31	15,94%	394 711	391 036
Sum							394 711	391 036

Bond loan

The current Bond loan held at 31 dec 2021 with maturity 31 May 2022 has been refinanced through a new Bond loan issue with a initial loan amount of NOK 500 000 000. The bond has a borrowing limit (Tap Issue) of maximum NOK 750 000 000 and the Interest rate is 3 months NIBOR + 10 % margin per annum.

<u>Financial covenants requirements - Bond loan</u>	<u>2022 Bond loan</u>
Leverage ratio (Year 1, Year 2, Year 3)	<3.50x, <3.00x, <2.50x
Liquidity requirement	>5% of debt
Interest coverage ratio	min 1.75x

As at 30.06.24, the company complied with all of the required covenants.

Carrying value bond loan	30.06.2024	31.12.2023
Carrying value 01.01	391 036	383 815
Repayment bond loan	-	-
Accrued borrowing cost	3 675	7 221
Carrying value end of period	394 711	391 036

Note 8 – Financial income and expenditure

(Amounts in NOK 1000)

Other interest income	YTD 2024	YTD 2023	2023
Interest income	323	607	1 369
Total other interest income	323	607	1 369
Other financial income	YTD 2024	YTD 2023	2023
Agio	1 305	529	1 524
Other financial income	180	128	168
Total other financial income	1 485	657	1 692
Other interest expense	YTD 2024	YTD 2023	2023
Interest bond loan	31 943	26 772	58 581
Borrowing costs	4 436	2 768	10 315
Interest leases	3 971	4 087	7 713
Other interest expense	11 910	14 691	29 928
Total other interest expense	52 260	48 318	106 537
Other financial expense	YTD 2024	YTD 2023	2023
Disagio	159	549	1 887
Results from associated companies (equity share)	666	535	115
Other financial expense	15	1 018	779
Total other financial expense	840	2 102	2 780
Net financial income and expenses	(51 292)	(49 155)	(106 256)

Note 9 – Financial assets and financial liabilities

(Amounts in NOK 1000)

The following table provides information about the carrying amounts and the fair value of all classes of financial instruments:

Greenbit Energy AS	Group	
Financial assets - non current	2024	2023
<i>Financial assets at amortized cost</i>		
Loans to associated companies (1)	4 950	4 750
Other long term receivables	41 408	36 323
Total non current financial assets	46 358	41 073

(1) Loans to associated companies is related to Kobbervikdalen and Drammensveien

Financial assets - current	Group	
Financial assets at amortized cost	2024	2023
Accounts receivables	70 141	139 150
Public duties receivables	-	14 632
Other receivables from group companies (2)	51 666	51 369
Other receivables	109 453	24 461
Cash and cash equivalents	141 893	143 507
Total current financial assets	373 153	373 119

(2) Group receivables is for parent is related to various receivables from group companies.

Group receivables for the consolidated group is related to Greenbit AS

Financial liabilities - non current	Group	
Financial liabilities at amortized cost	2024	2023
Bond loans (3)	394 711	391 036
<i>Lease liability</i>	143 244	154 380
<i>Deferred taxes Swedish Tax Authorities (Covid-19) (4)</i>	51 250	75 494
Other non current liabilities	194 494	229 874
Total non current liabilities	589 205	620 910

(3) See note 7 Interest bearing debt for more information regarding the bond loan issued in May 2022

(4) Deferred taxes Swedish Tax Authorities relate to a financial aid program launched during Covid-19 where the Tax Authority repaid VAT and other taxes to be used to fund business during the lock down periods. The funding could be deferred up to 2 years after which a amortization plan would be implemented.

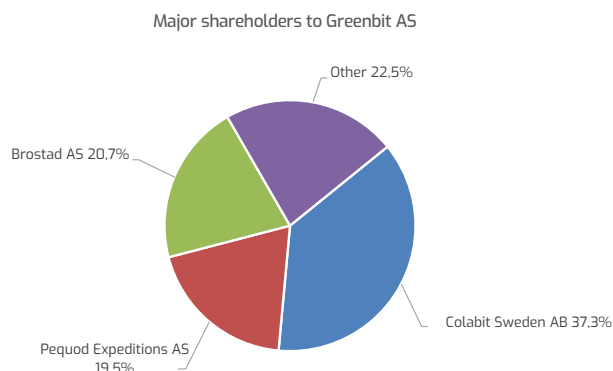
Once the repayment plan is established, the debt is amortized over a 3 year period.

Financial liabilities - current	Group	
Financial liabilities at amortized cost	2024	2023
Trade creditors	198 942	241 987
Current tax liabilities	310	5 734
Public duties payable	19 377	-
Group liabilities	21 674	21 674
<i>Lease liability</i>	24 498	24 498
<i>Deferred taxes Swedish Tax Authorities (Covid-19) (4)</i>	49 721	42 945
<i>Other</i>	256 093	256 822
Other current liabilities	330 312	324 265
Total current liabilities	570 614	593 660

The fair value for current "Financial assets at amortized cost", "cash and cash equivalents", and all current "financial liabilities at amortized cost" are expected to approximate their carrying amounts given the short-term nature of these financial instruments. The carrying value of non current "Financial assets at amortized cost" and non current "Financial liabilities at amortized cost" is a reasonable approximation of both amortized cost and fair value at the reporting end date.

OTHER COMPANY INFORMATION

Ultimate parent company in the Greenbit group is Greenbit AS where Greenbit Energy AS is owned by 100%. The shareholders of Greenbit AS consist of:



The Board Directors in Greenbit AS

Jon Erik Brøndmo (Chairman of the board)
Ola Røthe
Jan Nordlöf
Björn Norrbom

The Board Directors in Greenbit Energy AS

Jon Erik Brøndmo (Chairman of the board)
Magnus Nyfjäll
Christoffer Bull, CEO

Management team

GREENBIT GROUP

Magnus Nyfjäll, Group CEO
Christoffer Bull
Christopher Amneus, Group CFO

GREENBIT NORWAY

Christoffer Bull, CEO
Gunnar Bertschler, Head of sales
Tone Lundsteppen, CFO

GREENBIT SWEDEN

Magnus Nyfjäll, CEO
Tobias Gustavsson, Head of sales
Maria Utell, CFO

Corporate communication

Magnus Nyfjäll	CEO
Christopher Amneus	CFO
Ingela Lindström	Communication

Financial calendar

The quarterly reports and financial statements will be published on the following day:

3 rd Quarter 2024	Nov 29 th , 2024
4 th Quarter 2024	Mar 1 st , 2025
2024 Annual report	Apr 28 th , 2025
1 st Quarter 2025	May 30 th , 2024

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