



Q3 2024

# FINANCIAL REPORT

## Q3 Update: Advancing Growth and Sustainability

In Q3, Norsk Renewables made significant strides in securing future growth and sustainability by advancing our project pipeline in South Africa and nearing the completion of our solar PV plants in Brazil. These efforts are integral to our mission of “*Making the Shift to Renewable Energy Effortless*” and delivering long-term value for our shareholders.

### Strategic Developments in South Africa

In August, we proudly announced our investment in Great Karoo Phase 1 (Pty) Ltd, a project company that owns a major renewable energy initiative in South Africa. This project, comprising 281 MWac of wind, 225 MWac of solar PV and a BESS element, represents a strategic milestone in our growth journey. It marks the first step in a broader 915 MWp portfolio we are building in the country in partnership with Valinor and NexGrid (previous Musina Flair Generation). This joint venture underscores our commitment to South Africa’s renewable energy transition and aligns with our strategy to create impactful, scalable energy solutions in key markets.

Our South African projects have garnered strong interest from the capital market, both debt and equity. Over the coming months, we plan to bring these financing interests to firm agreements to support further development, construction and ensure successful project execution.

### Progress in Brazil

In Brazil, we are on the brink of completing our flagship solar PV projects. The successful completion of these assets will unlock critical cash flow, providing the financial flexibility needed to drive our broader growth initiatives and strengthen our global portfolio.

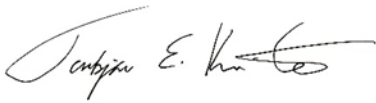
### Strategic Adjustments for Sustainable Growth

To navigate the evolving market landscape, we are implementing key strategic changes, including reallocating capital towards high-priority projects. This approach ensures that resources are directed where they will have the most significant impact, maximizing returns and supporting our long-term goals.

### Looking Ahead

Our focus remains on developing our project pipeline in South Africa, finalizing key assets in Brazil, and optimizing our operations to position Norsk Renewables for sustained success. These strategic actions are not just about meeting immediate objectives; they are about laying the groundwork for resilience, competitiveness, and long-term value creation. Thank you for your continued support as we work to realize our vision for a more sustainable and renewable future.

Warm regards,



Torbjørn Elliot Kirkeby-Garstad  
CEO, Norsk Renewables

# Financial summary Q3 2024

– Norsk Renewables Q3 Financial Report

## Consolidated statement of profit & loss

Group profit in Q3 shows a loss of NOK 6,2 million. The loss was NOK 9,7 million lower than the same quarter in 2023, which derives mainly from lower salaries, depreciation and other operating expenses, in addition to unrealized currency gains and improved finance income, partly offset by higher interest expenses.

EBITDA for Q3 was minus NOK 6,3 million compared to minus NOK 13,4 million in the same period last year.

Year to date, the Group incurred a loss of NOK 38,0 million compared to a loss of NOK 43,5 million the same time last year.

## Revenue

The company derives its income from sale of solar power under long-term power purchase agreements, as well as management and development services. During Q3 of 2024, revenue consisted mainly of the sale of power derived from the Semypolky plant in Ukraine, as well as management fees.

The plant in Ukraine is fully operational, but the situation remains challenging. The plant is affected by lower receipts on invoiced revenues. As a precaution therefore, Norsk Renewables has chosen to continue to write off parts of the outstanding accounts receivable from the Ukrainian plant.

## Operating expenses

Total operating expenses in Norsk Renewables consist mainly of personnel expenses and other operating expenses, including certain project development expenses in South Africa.

In 2022, Norsk Renewables received a grant from Norad for up to NOK 20 million to help support our development work in South Africa and Vietnam. The coverage period is 2022 – 2024 and the grants are booked as cost reductions in the relevant period.

Total operating expenses was NOK 13,1 million, a decrease of NOK 8,8 million from Q3 2023 reflecting

lower salary and third-party services costs and the plant in Ukraine being fully written down.

In the annual report for 2023 (note 24 to the consolidated accounts), the company referenced a case with the Norwegian Tax Authorities. This case has now been concluded in line with the company's assessment of VAT deductibility and as such, a cost provision of NOK 1.8 million has been reversed in the operating expenses for Q3.

## Financial items

Net financials amount to a loss of NOK 0,3 million in Q3 2024 compared to a loss of NOK 2,8 million the same period last year.

## Fixed assets

Reduction of fixed assets in 2024 is mainly related to the sale of Origo 2 to Nordic Impact Cooperation AS and depreciations. The changes in PP&E includes currency translation changes.

## Total current assets

A slight increase in current assets reflects lower accruals for bad debt in Ukraine.

## Total shareholder equity

Net equity has increased by the capital increase in Q2 and reduced by loss in 2024 and translation effects.

## Total liabilities

Current liabilities have increased by drawdowns of 30 million from the NOK 100 million credit facility at Sparebank 1 SR-Bank

## Subsequent events

Based on our review, there have been no significant events after the reporting period that require adjustment to the financial statements or additional disclosure.

# Condensed interim financial information

– Norsk Renewables Q3 Financial Report

## Norsk Renewables AS Consolidated financial statement Profit and loss statement

<i>NOK 1000</i>	Note	Q3 2024 Unaudited	Q3 2023 Unaudited	YTD 2024 Unaudited	YTD 2023 Unaudited	FY 2023 Audited
<b>Operating revenue and operating expenses</b>						
Revenue	3	6 868	6 024	21 446	13 756	15 541
Other operating income		1	0	1	0	56
<b>Total operating revenue</b>		<b>6 869</b>	<b>6 024</b>	<b>21 447</b>	<b>13 756</b>	<b>15 598</b>
<b>Cost of goods and services</b>						
Cost of goods and services	3	0	0	0	0	0
Salaries and adm. expenses		8 658	10 806	22 866	24 669	38 669
Depreciation	4	-136	2 428	4 156	7 191	9 653
Impairment	5	0	0	0	0	0
Other operating expenses	5	4 537	8 668	25 341	25 394	27 994
<b>Total operating expenses</b>		<b>13 059</b>	<b>21 901</b>	<b>52 363</b>	<b>57 254</b>	<b>76 315</b>
<b>Operating profit/(loss)</b>		<b>-6 190</b>	<b>-15 877</b>	<b>-30 916</b>	<b>-43 498</b>	<b>-60 718</b>
<b>Financial income and financial expenses</b>						
Interest received		193	-7	501	1 714	2 500
Other financial income		1 880	450	3 264	3 297	275
Income/Loss from associates	8	481	-2 004	-2 679	-786	-5 735
Interest expenses		-2 857	-1 126	-8 077	-3 507	-5 787
Other financial expenses		-24	-72	-99	-695	-1 707
<b>Net financials</b>		<b>-327</b>	<b>-2 759</b>	<b>-7 090</b>	<b>23</b>	<b>-10 454</b>
<b>Profit/(loss) before taxation</b>		<b>-6 517</b>	<b>-18 636</b>	<b>-38 005</b>	<b>-43 475</b>	<b>-71 172</b>
Income tax expense		1	1	6	6	56
<b>Profit/(loss) for the financial year</b>		<b>-6 519</b>	<b>-18 638</b>	<b>-38 012</b>	<b>-43 482</b>	<b>-71 228</b>
<b>Net profit/(loss) for the year attributable to:</b>						
Owners of the parent company	11	-7 667	-17 959	-36 792	-40 138	-68 400
Non-controlling interests	11	1 149	-678	-1 220	-3 343	-2 828
		<b>-6 519</b>	<b>-18 638</b>	<b>-38 012</b>	<b>-43 482</b>	<b>-71 228</b>

# Interim consolidated balance sheet

– Norsk Renewables Q3 Financial Report

## Norsk Renewables AS Consolidated financial statement Balance sheet

<i>NOK 1000</i>	Note	30 Sep 2024 Unaudited	30 Sep 2023 Unaudited	31 Dec 2023 Audited
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4	5 639	13 263	44 944
Intangible assets		467	238	393
Investments in subsidiary companies	7	0	0	0
Investments in associated companies	8	68 820	50 190	46 141
Investments in shares		14 667	14 667	14 667
<b>Total non-current assets</b>		<b>89 593</b>	<b>78 358</b>	<b>106 145</b>
<b>Current assets</b>				
Inventories		143	163	150
Trade receivables		7 381	0	5 212
Other receivables		21 850	17 695	9 183
Loan to associated company		0	0	0
Cash and bank balances	9	29 393	38 398	18 072
<b>Total current assets</b>		<b>58 767</b>	<b>56 256</b>	<b>32 617</b>
<b>Total assets</b>		<b>148 360</b>	<b>134 614</b>	<b>138 762</b>

# Interim consolidated balance sheet

– Norsk Renewables Q3 Financial Report

## Norsk Renewables AS Consolidated financial statement Balance sheet

<i>NOK 1000</i>	Note	30 Sep 2024 Unaudited	30 Sep 2023 Unaudited	31 Dec 2023 Audited
<b>Shareholders equity and liabilities</b>				
<b>Capital and reserves</b>				
<b>Paid-in equity</b>				
Share capital	10	2 091	758	758
Share capital - not registered	11	0	0	0
Share premium reserves	11	115 078	117 021	76 426
<b>Total paid-in capital</b>		<b>117 169</b>	<b>117 779</b>	<b>77 185</b>
<b>Retained earnings</b>				
Retained earnings	11	-94 387	-71 005	-55 403
<b>Total retained earnings</b>		<b>-94 387</b>	<b>-71 005</b>	<b>-55 403</b>
<b>Equity attributable to owners of the parent company</b>				
		<b>27 652</b>	<b>50 769</b>	<b>25 432</b>
Non-controlling interests	11	-4 870	-3 996	-3 650
<b>Total shareholders' equity</b>		<b>22 782</b>	<b>46 774</b>	<b>21 781</b>
<b>Non-current liabilities</b>				
Non-current liabilities	6	41 753	72 137	44 474
<b>Total non-current liabilities</b>		<b>41 753</b>	<b>72 137</b>	<b>44 474</b>
<b>Current liabilities</b>				
Debt to financial institutions	6	74 458	6 680	49 893
Trade liabilities		4 213	3 350	11 162
Social security, VAT and similar public debt		2 501	2 541	4 492
Tax payable		19	28	32
Other current liabilities		2 634	3 104	6 928
<b>Total current liabilities</b>		<b>83 825</b>	<b>15 703</b>	<b>72 507</b>
<b>Total liabilities</b>		<b>125 578</b>	<b>87 840</b>	<b>116 980</b>
<b>Total shareholders' equity and liabilities</b>		<b>148 360</b>	<b>134 614</b>	<b>138 762</b>

# Interim consolidated cash flow statement

– Norsk Renewables Q3 Financial Report

## Norsk Renewables AS Consolidated statement of cash flows

<i>NOK 1000</i>	Note	YTD 2024 Unaudited	FY 2023 Audited
<b>Cash flows from operating activities:</b>			
<b>Net profit (- loss) for the period</b>		<b>-38 005</b>	<b>-71 172</b>
Adjustments for:			
Depreciation and amortization changes	4	4 156	9 653
Impairment charges		0	0
Income / Loss from associates	8	2 679	5 735
Change in inventories		7	0
Change in trade and other receivables		-14 836	49 415
Change in trade and other payables		-8 939	7 791
Change in accrued expenses, other current liabilities and currency		-4 845	8 067
<b>Cash from operating activities</b>		<b>-59 784</b>	<b>9 490</b>
Taxes paid		0	-59
<b>Net cash from operating activities</b>		<b>-59 784</b>	<b>9 431</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Proceeds from disposal of property, plant and equipment		35 301	0
Payments for purchase of property, plant and equipment	4	-74	-36 223
Net payments for purchase of shares	8	-25 909	-15 579
Cash from long term receivables		0	0
Cash out due to deconsolidation of NIC Group		0	0
<b>Net cash from investing activities</b>		<b>9 319</b>	<b>-51 803</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Debt conversion			
Capital increase	11	39 984	4
Cash from transaction with non-controlling interests		0	0
Proceeds / repayment short term loans		24 564	5 284
Proceeds / repayment of long-term loans		-2 763	10 720
<b>Net cash from financing activities</b>		<b>61 786</b>	<b>16 008</b>
Net change in cash and cash equivalents		11 321	-26 364
Cash and cash equivalents at beginning of the year		18 072	44 436
<b>Cash and cash equivalents at end of period</b>	12	<b>29 393</b>	<b>18 072</b>

## Notes to the consolidated financial statements

### Note 1 – Corporate information

Norsk Renewables AS was founded in 2017 and is incorporated and domiciled in Norway. The address of its registered office is Haakon VII's gate 8, NO-4005 Stavanger, Norway.

Norsk Renewables AS ("the company"), its subsidiaries and investments in associated companies ("the Group"), develops renewable power plants with a long-term build-own-operate ("BOO") strategy for utility-scale and corporate off-takers in high growth markets.

The company is listed on the stock exchange Euronext Growth in Oslo under the ticker "NSOL".

The consolidated financial statements for the third quarter of 2024 were authorized for issue in accordance with a resolution by the Board of Directors on November 27th, 2024.

### Note 2 – Accounting principles

These condensed interim consolidated financial statements are prepared in accordance with recognition and measurement principles consistent with Norwegian Accounting Act and generally accepted accounting principles in Norway. These condensed interim consolidated financial statements are unaudited. They are condensed and do not include all information, and notes required by the Norwegian Accounting Act and generally accepted accounting principles in Norway for a complete set of consolidated financial statements.

The presentation currency of the Group is Norwegian kroner (NOK).

These condensed interim consolidated financials should be read in conjunction with the annual consolidated financial statements for 2023.

### Note 3 – Revenue

The Group derives its revenue from contracts with customers for the transfer of goods and services over time in the following major areas of operations.

NOK 1000

Per area of operation:	Q3 2024	Q3 2023	YTD 2024	YTD 2023	2023
Solar Energy	5 938	5 789	13 472	13 059	14 621
Government grant	0	0	0	0	0
Other	931	235	7 975	697	976
<b>Total</b>	<b>6 869</b>	<b>6 024</b>	<b>21 447</b>	<b>13 756</b>	<b>15 598</b>

Per geographic market:	Q3 2024	Q3 2023	YTD 2024	YTD 2023	2023
Norway	930	229	7 974	691	920
Europe	5 938	5 795	13 472	13 065	14 678
Asia	1	0	1	0	0
<b>Total</b>	<b>6 869</b>	<b>6 024</b>	<b>21 447</b>	<b>13 756</b>	<b>15 598</b>



## **Note 4 – Property, plant and equipment**

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The changes in PP&E in 2024 are mainly due to the sale of Origo 2 to NIC AS which reduces PP&E with NOK 35,3 million. Up until 30 September 2024, Property, Plant and Equipment (PP&E) have been affected by depreciation expenses of NOK 4,2 million, and it also includes currency translation changes.

## **Note 5 – Impairment**

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The situation in Ukraine per end of September 2024 continues to remain very challenging and the outcome of the situation and the impact on the assets in Ukraine remain highly uncertain. There has been no damage to the plant in Ukraine and it is still fully operating. We cannot see any factors which have altered our impairment test done in Q2 2022.

The Group has considered the Trade Receivables related to the offtaker of the solar plant in Semypolky. The Ukrainian off-taker has since March 2022 paid on average 71 % of the revenues generated on the defined Feed-in-Tariff for the asset, and 60% of revenues generated since January 2024. Norsk Renewables continues its cautious approach and recognizes a credit loss provision for the full amount of unpaid invoices from 2022 and 2023, and 50% of unpaid invoices from 2024. This results in an additional impairment of NOK 2.6 million being booked as Other operating expenses in 2024.

## **Note 6 – Financing**

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Non-current liabilities consist of non-recourse financing from NEFCO in connection to the construction of the solar plant in Semypolky, Ukraine. The maturity date for the non-recourse finance is December 2029. Non-current liabilities also consist of loans to Innovasjon Norge. As at end Q3 2024, the company was in breach of covenants in relation to this facility and is in dialogue with Innovasjon Norge to remedy or waive this for a certain period. Changes in non-current liabilities YTD are recognized by the repayment of NOK 2,8 million.

On February 13, 2023, Norsk Renewables secured a NOK 100 million debt facility from Sparebank1 SR-Bank. This replaced the previous NOK 50 million facility from the bank. The maturity date for the bridge financing is December 2024, and work is ongoing to extend this facility.

Debt to financial institutions classified as current liabilities per 30 September, consists of loans to NEFCO and Innovasjon Norge that are due within one year, and the debt facility from Sparebank1 SR-Bank.

Current liabilities are increased by drawdowns of 30 million on the NOK 100 million debt facility in relation to project developments. In the same period current liabilities are reduced by a repayment of NOK 5,4 million to NEFCO.

## Note 7 – List of subsidiaries

The following subsidiaries are included in the consolidated financial statement:

Subsidiary	Country of incorporation	Sep 30, 2024 Interest/voting power	Dec 31,2023 Interest/voting power
Norsk Solar Nicaragua	Nicaragua	0,0%	99,0%
Semypolky Solar Ltd	UK	64,3%	64,3%
Semypolky Solar LLC	Ukraine	45,0%	45,0%
Semypolky Solar 2 LLC	Ukraine	45,0%	45,0%
Norsk Solar EPC AS	Norway	100,0%	100,0%
Norsk Solar Hungary kFT	Hungary	0,0%	51,0%
Norsk Solar Brasil Ltda.	Brazil	100,0%	100,0%
Norsk Solar South Africa (PYT) Ltd.	South Africa	100,0%	100,0%
Norsk Solar AS Vietnam Ltd Company	Vietnam	100,0%	100,0%
Norsk Solar Spain S.L.	Spain	100,0%	100,0%
Norsk Solar Brasil 2 S.A	Brazil	*	100,0%
UFV MG V EF LTDA	Brazil	*	100,0%
UFV MG XXIV EF LTDA	Brazil	*	100,0%
UFV MG XXXII EF LTDA	Brazil	*	100,0%
Norsk Renewables Netherlands B.V.	The Netherlands	100,0%	**
Nyakallo Netherlands Cooperatief U.A.	The Netherlands	100,0%	**

Interest/voting power in indirectly held subsidiaries are shown with interest/voting power adjusted for ownership percentage via subsidiary.

Norsk Renewables AS has 64.3% ownership in Semypolky Solar Ltd, which again has 70% ownership in Semypolky Solar LLC and Semypolky Solar 2 LLC. In this way Norsk Renewables AS has a controlling interest in Semypolky Solar LLC and Semypolky Solar 2 LLC, and the companies are included in the consolidated financial statements.

Norsk Solar Nicaragua was liquidated in August 2024.

\*The sale of Norsk Solar Brasil 2 S.A. to JV Nordic Impact Cooperation AS was completed as of March 2024, and also includes UFV V, XXIV and XXXII.

\*\*Norsk Renewables Netherlands B.V. and Nyakallo Netherlands Cooperatief U.A. were founded in Q3 2024.

## Note 8 – Interest in associated companies

The consolidated financial statements include the Group's share of profit/loss from associated companies where the Group has significant influence, accounted for using the equity method. Under the equity method, the investment is initially recognised at cost and subsequently adjusted for further investments, distributions, and the Group's share of the net income from the net investment.

The company decided on a capital increase in the first quarter of 2024 to support the investments in Brazil. These were registered in Brønnøysund on 24 April 2024.

Associated company	Country of incorporation	Sep 30, 2024 Interest/voting power	Dec 31, 2023 Interest/voting power
Nordic Impact Cooperation AS	Norway	33.92%	33.92%

Associated company, YTD 2024 100%	EBIT	Net loss	Total Assets	Total Equity
Nordic Impact Cooperation Group	17 907	7 987	418 598	204 969

\*NIC Group consists of Nordic Impact Cooperation AS, and its wholly owned subsidiaries Norsk Solar Vietnam Ltd. (UK), Norsk Solar Vietnam Co. Ltd (Vietnam), Norsk Solar Brasil 1 S.A. (Brasil), UFV MG XXVI EF LTDA (Brasil), UFV MG XXVII EF LTDA (Brasil), UFV MG XXVIII EF LTDA (Brasil), UFV MG XXX EF LTDA (Brasil), UFV MG XXXIV EF LTDA (Brasil) and UFV MG XXXV EF LTDA (Brasil). As of March 2024, NIC group also consists of Norsk Solar Brasil 2 S.A. (Brasil) UFV MG V EF LTDA (Brasil), UFV MG XXIV EF LTDA (Brasil) and UFV MG XXXII EF LTDA (Brasil)

## Note 9 – Cash and cash equivalents

	Sep 30, 2024	Dec 31, 2023
Short-term bank deposits	29 393	18 072
<b>Cash and cash equivalents in the cash flow statement</b>	<b>29 393</b>	<b>18 072</b>

Bank deposits for employee tax withholding	660	883
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## Note 10 – Share capital and shareholders information

	Number of shares authorized	Number of shares issued and fully paid	Nominal value per share	Carrying amount
2023	75 825 262	75 825 262	0,0100	758 253
Sep 30, 2024	209 105 704	209 105 704	0,0100	2 091 057

## Top 10 largest shareholders in %:

30 September, 2024

	Number of shares	Owner interest
Valinor AS	140 253 821	67,1 %
Helgø Forvaltning AS	10 000 000	4,8 %
Helgø Invest AS	7 666 666	3,7 %
RØROS KOBBERVERK AS	5 676 753	2,7 %
CACEIS Bank	5 145 982	2,5 %
Pictet & Cie (Europe) S.A.	4 978 194	2,4 %
AUSTAVIND AS	4 435 964	2,1 %
AEGA Investments ASA	3 989 170	1,9 %
FREMT AS	3 757 146	1,8 %
BERKER GROUP AS	3 500 000	1,7 %
Other top 20 holdings	9 864 695	4,7 %
<b>Total</b>	<b>199 268 391</b>	<b>95,3 %</b>
Total other	9 837 313	4,7 %
<b>Total number of shares</b>	<b>209 105 704</b>	<b>100 %</b>

Røros Kobblerverk AS is owned by the Chairman of the Board.

**Note 11 – Equity**

	Share capital	Share capital unregistered	Share premium	Retained earnings	Equity attributable to parent	Minority Interest	Sum
Balance December 31, 2023	758	-	76 426	-55 403	25 432	-3 650	21 782
Profit (Loss) for the period	-	-	-	-38 012	-36 792	-1 220	-38 012
Translation differences	-	-	-	-973	-973	-	-973
Registration of previous capital increase	-	-	-	-	-	-	-
Capital increase	1 333	-	38 651	-	39 984	-	39 984
<b>Total</b>	<b>2 091</b>	<b>-</b>	<b>115 078</b>	<b>-94 387</b>	<b>27 652</b>	<b>-4 870</b>	<b>22 782</b>

**Note 12 – Subsequent events**

Based on our review, there have been no significant events after the reporting period that require adjustment to the financial statements or additional disclosure.



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**Organization number** 819 113 912

### Executive Management team

Torbjørn E. Kirkeby-Garstad	CEO
Christine Mork	CFO
Mark Seger	COO
Rafael Cola	EVP Commercial
Ingrid Sara Amundsgård	EVP Sustainability, HSE and Communications
Sandra Holstad	EVP People and Culture
Pedro Jose Alonso	EVP Execution and O&M

### Extended Management team

Mauro Benedetti	Country Manager, Brazil
Ramon Tavenor	Country Manager, South Africa
Hanne Stensland	General Counsel

**Information source:** [www.norskrenewables.com/investor-relations/](http://www.norskrenewables.com/investor-relations/)

### Financial Calendar 2024

30.05.2024	Annual report 2023 & Quarterly Report Q2 2024
26.06.2024	Annual General Meeting
29.08.2024	Quarterly Report Q2 2024
28.11.2024	Quarterly Report Q3 2024