

Proposal to delist Norsk Renewables AS

Date 11 June 2024
Recipients Shareholders of Norsk Renewables AS
Author CEO of Valinor AS

Norsk Renewables AS (the “**Company**”) has been listed on Euronext Growth Oslo since 19 April 2021.

Valinor AS holds the majority (67%) of the shares in the Company and we firmly believe that the Company can achieve significant growth and success in the future. A foundation for this is that the Company is able to attract additional strategic investors that can help the Company to fund the development and construction of its project pipeline.

We, together with the founders of the Company, believed that a listing on Euronext Growth Oslo would facilitate an increased access to capital. This has, however, not been the case for the Company (as well as for a majority of the renewable energy companies listed around the same time). On the contrary, the Company has been subject to stricter regulations and limitations that has led us to the conclusion that the Company’s path is strengthened if it’s privately owned.

After having tested the investor market in an attempt to raise capital we learned that for a significant portion of strategic investors it is a drawback to be a listed company on Euronext Growth Oslo.

The main rationale for suggesting the AGM to approve a delisting of the Company is based on the following elements:

- The Company has been unsuccessful in raising capital as a listed company;
- The Company’s shares have had a very low liquidity, which affects the Company’s share price and market perception;
- The Company has more than 900 shareholders, but with 90% of the Company’s shares held by less than 10 shareholders;
- Strategic investors we have been in contact with has considered it a negative factor to be listed on Euronext Growth Oslo;
- The Company is currently one of the smallest companies on Euronext Growth Oslo;
- Maintaining a listing status involves significant costs, including regulatory compliance, reporting requirements, and fees. A delisting will reduce these expenses; and
- As a delisted company we believe that the management will be allowed to increase the focus on longer-term goals without the pressure of quarterly earnings reports and investor expectations.

We understand that delisting of Norsk Renewables can be seen as an unsettling process for some shareholders, and we will aim to ensure that necessary shareholder rights, protections and mechanisms are put in place to safeguard everyone's interests, preferably through a shareholder's agreement. These include important items such as:

- tag along rights
- fair valuation principles
- participation in share issues
- board composition and representation
- access to reports and other relevant information.

We sincerely hope that other shareholders share our views expressed in this letter, and that we together can ensure that the Company grows and achieve future success as a privately held company.

11 June 2024

Pål Valseth

CEO Valinor AS