



**Interim report  
January-June 2022**



# Strong organic growth in most markets during the second quarter

## April-June 2022

- Total operating revenue amounted to NOK 608.5 million (486.5), an increase of 25.1%. Currency-adjusted organic growth was 13.1%.
- Revenue from customer contracts amounted to NOK 603.9 million (483.0), an increase of 25.0%.
- EBIT amounted to NOK 63.6 million (43.0).
- The quarter was charged with non-recurring items amounting to NOK 5.6 million (19.8).
- Adjusted EBITA amounted to NOK 77.6 million (69.9).
- Profit for the period was NOK 58.2 million (20.9).
- Cash flows from operating activities totaled NOK 32.2 million (47.8).
- Basic/Diluted earnings per share amounted to NOK 0.32 (0.28).

## January-June 2022

- Total operating revenue amounted to NOK 1,134.9 million (895.3), an increase of 26.8%. Currency-adjusted organic growth was 13.1%.
- Revenue from customer contracts amounted to NOK 1,122.1 million (890.4), an increase of 26.0%.
- EBIT amounted to NOK 99.9 million (63.4).
- The period was charged with non-recurring items amounting to NOK 5.6 million (26.3).
- Adjusted EBITA amounted to NOK 120.9 million (103.1).
- Profit for the period was NOK 76.3 million (15.5).
- Cash flows from operating activities totaled NOK 66.6 million (89.5).
- Basic/Diluted earnings per share amounted to NOK 0.42 (-0.09).

## Significant events during the January-June 2022 period

- Norva24 acquired the German company Zimmerbeutel, which is a leading provider of underground infrastructure maintenance (UIM) services in the Rhein/Ruhr area.
- Norva24 Group acquired the Swedish company IRG Rörinspektion. The acquisition is strategically important for Norva24's efforts to develop new technological solutions within sensor technology and digital monitoring in addition to regular UIM services.
- In order to strengthen Norva24's Group Management Team and prepare for further expansion, current Group CFO Stein Yndestad will become Group Chief Business Development Officer reporting to the Group CEO and remains part of the Group Management Team. In this role, Stein Yndestad's main responsibilities will be M&A, geographical expansion and investor relations. Stein Yndestad will remain in his current role as Group CFO until a new Group CFO has been recruited and has started the employment.
- First AGM as listed company was held on May 31, 2022. All resolutions were adopted as proposed by the Board of Directors.

## Significant events after the reporting period

- Norva24 strengthened its market position in Jutland Denmark through the acquisition of Thornvig Jensen – a company that has been operating for 100 years.
- Norva24 strengthened its position within pipe relining in the Swedish market through the acquisition of Stockholm Relining
- Norva24 Group AB is appointing Dean Zuzic as Group Chief Financial Officer (CFO). Dean will start his role as CFO at the latest in February 2023.

## FINANCIAL OVERVIEW

NOK million	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jul 2021- Jun 2022	Jan-Dec 2021
Total operating revenue	608.5	486.5	1,134.9	895.3	2,264.8	2,025.2
Growth – total revenue, %	25.1	33.8	26.8	26.4	n.a.	33.0
Adjusted EBITA	77.6	69.9	120.9	103.	275.4	257.7
Adjusted EBITA margin, %	12.7	14.4	10.6	11.5	12.2	12.7
Adjusted EBITA growth, %	11.0	-5.0	17.2	-5.0	12.2	21.6
EBIT	63.6	43.0	99.9	63.4	230.0	193.5
Cash flows from operating activities	32.2	47.8	66.6	89.5	314.5	337.4
Cash conversion, %	23.6	39.3	28.3	45.2	63.0	73.1
Net debt (at period end)	975.4	1,702.7	975.4	1,702.7	975.4	763.6
Net debt (at period end)/LTM adjusted EBITDA	2.0	4.3	2.0	4.3	2.0	1.7
Earnings per share (basic and diluted), NOK	0.32	0.28	0.42	-0.09	1.02	0.81

This is information that Norva24 Group is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out on page 33. This interim report has not been reviewed by the Company's auditors.

## Strong organic growth and continued strong margin in most markets



The second quarter largely continued the same pace as the first quarter confirming that we are on the right track to achieve our financial targets in 2025. In Q2 2022, Norva24 achieved a satisfactory total revenue growth of 25%, supported by strong currency-adjusted organic growth of 13%. Our acquisition pipeline remains solid, and we expect 2022 to be a strong acquisition year, confirmed by the completed acquisitions in the beginning of the summer. Adjusted EBITA in the quarter was NOK 78 million, an increase of 11% year-on-year.

Norva24's currency-adjusted organic growth of 13% and the solid EBITA development in Q2 proves that our business model even is inflation resistant. As previously communicated, we have increased customer price to compensate for potential cost increases such as fuel, salaries and other operating expenses in 2022 and it is important to note that fuel costs only accounts for approximately 6% of our revenues.

I am very satisfied that all the three Scandinavian countries delivered double digit currency adjusted organic growth in Q2

**“Norva24 achieved strong total revenue growth of 25%, supported by an impressive currency adjusted organic growth of 13%. We have completed four acquisitions so far this year and our pipeline remains strong.”**



similar to Q1 with Norway at 20%, Denmark at 18% and Sweden at 12%. The strong organic growth was driven by increased customer activity and general price increases and in the case of Norway also driven by the assignments postponed in 2020 and 2021 due to Covid-19.

Furthermore it is promising to see that the improvements in the Danish operations in previous quarters continued in the second quarter with 18% organic growth and positive EBITA of NOK 2.4 million. Margin is up by a very strong 16 percentage points vs last year. The results of the quarter confirm that Denmark is on the right track, in line with what has been previously communicated.

For the second quarter in a row, Norway reported currency adjusted organic growth above 20%, with an adjusted EBITA margin of 20% in Q2 2022. This robust organic growth was driven by a very high overall level of activity, price adjustments and the backlog of assignments postponed from 2020 and 2021 due to Covid-19.

As in Q1 2022, Sweden had a strong total growth in Q2 2022. Total revenue growth in Sweden in Q2 was 68% due to acquisitions combined with currency-adjusted organic growth of 12% driven by increased customer activities, improved efficiency and general price increases.

As stated in our Q1 report, the Omicron variant of the Covid-19 virus had the most significant impact in Germany due to the different Covid-19 restrictions affecting sick leaves more in Germany compared with Scandinavia. In line with the information communicated in the Q1 report, we saw no impact from Covid-19 on sick leave in Scandinavia in Q2 2022, but a continued impact in Germany, although there was a normalization during the month of June. By the end of Q2 Covid-19 no longer had an impact on the sick leave in Germany. The increased absence of staff has temporarily impacted our business operations, growth, and margin in Germany. Despite this, the segment posted a healthy Q2 adjusted EBITA margin of 15.8% up from 15.1% Q2 last year. The organic growth in Q2 has on average been 10.8% per year since 2020.

With regards to acquisitions, two deals were closed in the beginning of the quarter. Zimmerbeutel in the Rhein/Ruhr area of Germany and IRG Rörinspektion in the Gothenburg region of Sweden. Both companies have a strong local position in strategic markets, and we are currently well in process to integrate these companies.

As mentioned above, Zimmerbeutel provides Norva24 with a foothold in the strategically important German Rhein/Ruhr metropolitan area and IRG Rörinspektion gives access to new technological solutions within sensor technology and digital monitoring in addition to regular UIM services on the west coast of Sweden.

In July 2022 we closed two additional high-quality transactions. The first was Thornvig Jensen, a company with over 100 years of operations. With this acquisition we will strengthen our position and improve density in UIM services in the Danish market, including high-pressure flushing, sludge suction, pipe cleaning, TV inspection and industrial cleaning services.

The second was Stockholm Relining. This acquisition complements Norva24's range of services and makes the company a full-service provider within UIM in the Stockholm area.

We have acquired a total of twelve companies since Q4 2020, adding annual revenue of NOK 750 million. We will continue to act in a prudent and orderly fashion in accordance with our acquisition strategy, with diligent assessment and integration of candidates, to ensure continued strong organic development.

Our vision is clear: We want to be the market leader in underground infrastructure maintenance in Europe. We will continue to strengthen our position through both acquisitions and organic growth to fully live up to our promise to our customers: "We always help!"

The market we operate in is non-cyclical, and our business is resilient since our services are mission-critical with market growth driven by factors such as an ageing underground infrastructure, increased regulation, and a higher frequency of extreme weather events due to climate change. Our services are critical to the functioning of society and there is a need for them regardless of any economic cycles and inflationary environments.

We have a clear, proven and consistent acquisition strategy, with 37 acquisitions completed since Norva24 was established. We operate in the European UIM market, with a total addressable market of NOK 140 billion, and hold a clear number one position in Northern Europe, a market worth NOK 36 billion, which provides a unique opportunity for a focused and industry-specific compounder like us to reach our financial target of NOK 4.5 billion in revenue by 2025.

Maintenance of underground infrastructure is a key factor for a sustainable future, and we recently presented Norva24's first sustainability report as a listed company. We work continually to further develop Norva24's sustainability initiatives to safeguard the UN Global Sustainable Development Goals for clean water, sanitation and clean energy in order to further consolidate our position as the leading player in the industry.

Henrik Damgaard  
*Chief Executive Officer*



# Financial overview for the Group

## Total operating revenue (April-June)

Total operating revenue amounted to NOK 608.5 million (486.5), an increase of 25.1%. Currency-adjusted organic growth was 13.1%. This growth was driven by high activity levels in Norway, Sweden, and Denmark combined with price adjustments in all markets. Acquisition growth was 12.9% in the quarter, driven by the acquisitions in Sweden and Germany.

%	Apr-Jun 2022	Apr-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	25.1	33.8	33.0
Organic growth	12.2	-0.4	0.9
Organic growth – currency adjusted	13.1	3.3	3.3
Acquisition growth	12.9	34.3	32.1

## Total operating revenue (January-June)

Total operating revenue amounted to NOK 1,134.9 million (895.3), an increase of 26.8%. Currency-adjusted organic growth was 13.1%. The growth was driven by high activity levels in Norway, Sweden, and Denmark combined with price adjustments in all markets. Acquisition growth was 15.4%, driven primarily by the acquisitions in Sweden and Germany.

%	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	26.8	26.4	33.0
Organic growth	11.4	-2.3	0.9
Organic growth – currency adjusted	13.1	0.1	3.3
Acquisition growth	15.4	28.6	32.1

## Total operating expenses (April-June)

Total operating expenses amounted to NOK 477.9 million (384.7). The increase was driven by a higher cost base due to the acquisitions in Sweden and Germany, as well as higher transportation costs due to increased energy prices.

## Total operating expenses (January-June)

Total operating expenses amounted to NOK 904.9 million (718.2). The increase was driven by a higher cost base due to the acquisitions in Sweden and Germany, as well as higher transportation costs due to increased energy prices.

Due to robust revenue growth, personnel cost as share of revenue fell from 44.5% to 44.1%, while vehicle costs increased from 13.4% to 15.4% of revenue, due primarily to higher energy prices.

## Adjusted EBITA (April-June)

Adjusted EBITA increased by 11.0% to NOK 77.6 million (69.9), with an adjusted EBITA margin of 12.7% (14.4). The decrease in adjusted EBITA-margin is mainly attributable to some of the recent acquisitions and weaker margins in Sweden and Norway. The margin in Q2 2021 was positively affected by timing effects related to leasing cost that was neutralized in Q3. In addition, Norway has in 2022 implemented a new methodology for treatment of holiday accruals, giving a better and more prudent cost accrual. The periodization effects of holiday pay will be neutral in the period January-September 2021 and thus have a positive impact on margins in Q3 2022 compared to Q3 2021.

## Adjusted EBITA (January-June)

Adjusted EBITA increased by 17.2% to NOK 120.9 million (103.1), with an adjusted EBITA margin of 10.6% (11.5). The increase in adjusted EBITA is mainly attributable to the recent acquisitions and robust performance in Norway, as well as continued improvements in Denmark.

## Depreciation, amortization and impairment (January-June)

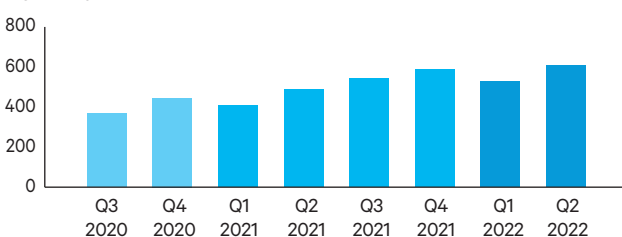
Depreciation and amortization of tangible and intangible assets for the quarter amounted to NOK 130.2 million (113.7). The increase was primarily attributable to vehicles and equipment in the companies acquired, while amortization in intangible assets pertained to brands and customer relationships in the companies acquired. Amortizations during the period amounted to NOK 15.4 million (13.5), primarily related to amortization of customer relationship.

## EBIT (January-June)

EBIT amounted to NOK 36.3 million (20.4). The increase in EBIT was mainly attributable to the newly acquired companies.

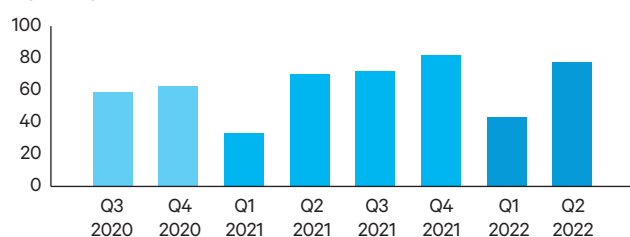
## Total operating revenue

NOK million



## Adjusted EBITA

NOK million



**Financial items (April-June)**

Net financial items amounted to NOK 12.1 million (-11.9) and consisted primarily of currency exchange gains as well as interest expenses on loans and right of use obligations. Interest expenses on loans in Q2 2022 were down due to the reduction in debt and interest rate. Lease liabilities increased primarily due to the acquisitions in Sweden and Germany.

**Financial items (January-June)**

Net financial items amounted to NOK 0.5 million (-38.5) and consisted primarily of lower interest expenses on loans and positive currency effects. The reduction in interest expenses was mainly due to debts repaid in connection with the growth capital raised in the IPO, resulting in lower interest margins on the debt.

**Earnings (April-June)**

Profit before income tax was NOK 75.6 million (31.1). Profit for the period was NOK 58.2 million (20.9). Basic and diluted earnings per share amounted to NOK 0.32 (0.28).

**Earnings (January-June)**

Profit before income tax was NOK 100.3 million (24.9). Profit for the period was NOK 76.3 million (15.5). Basic and diluted earnings per share amounted to NOK 0.42 (-0.09).

**Cash flow and capital expenditures (January-June)**

The net cash flow from operating activities is highly seasonal, with a lower cash flow in the first half of the year, and a strong cash flow in the second half. This year the effect has been even stronger with high activity among certain larger customers in Q2 resulting in a buildup of accounts receivable and work in progress at the end of the second quarter. Net cash flow from operating activities amounted to NOK 66.6 million (89.5). Payments related to the IPO and other short-term liabilities in Q1 2022 were the main contributing factors to the negative total change in net working capital of -151.0 (-10.2) YTD. The change in net working capital should be seen in connection with the change in other items of NOK 33 million YTD to offset effect of acquisitions and currency translations. Increased accounts receivable due to higher activity had a negative effect of NOK 65 million in all four countries from year-end 2021. In addition, the IPO process had a significant impact on net working capital where several large payables and short-term liabilities related to the process have been paid since year end.

The IPO had a negative effect on net working capital of approximately NOK 30 million at Group level. Earnouts had a negative effect of approximately NOK 20 million.

Cash flow from investing activities was NOK -134.8 million (-232.3), of which payments of earn-outs from acquisitions of subsidiaries amounted to NOK -19.1 million (0.0).

Cash flow from financing activities amounted to NOK -58.5 million (92.1), attributable mainly to the repayment of sellers' credit related to acquisitions totaling NOK 48.1 million and Increase of the drawdown of the revolving credit facility by NOK 97.4 million.

Cash conversion was 63.0% during the 12-month period July 2021 to June 2022, compared with 73.1% for full-year 2021.

**Financial position and liquidity (30 June 2022 compared to 31 December 2021)**

Norva24's net debt amounted to NOK 975.4 million (763.6), corresponding to a net debt/LTM-adjusted EBITDA of slightly below 2.0 (1.7). The increase is attributable to the acquisitions in the period. The Group's cash and cash equivalents amounted to NOK 126.9 million (260.4).

Non-current and current interest-bearing liabilities amounted to NOK 1,102.4 million (1,024.0), of which NOK 402.5 million (325.3) were loans and NOK 699.9 million (698.7) were lease liabilities.

At the end of the period, equity amounted to NOK 1,710.4 million (1,619.6). The equity/assets ratio was 64.5% (64.8).

**Employees**

On 30 June 2022, the total number of employees was 1,492 (1,419).

**COVID-19**

During 2020 and 2021, Covid-19 affected the UIM industry in many respects but did not result in any negative market growth. As an industry, the UIM market has experienced similar challenges and obstacles as the rest of the economy and society – restrictions, greater absence due to sick leave and social distancing – during this extraordinary period. Maintenance of underground infrastructure, however, is essential to society, which means that the underlying need for UIM services remains unchanged and neither increased nor decreased during the pandemic, thereby demonstrating the UIM industry's resilience. Exact analysis of the impact on market growth during the period is difficult. The UIM industry in Norva24's current markets has, however, been resilient and displayed limited economic sensitivity, with the market in 2020 and 2021 essentially unchanged.

The spread of the Omicron variant of Covid-19 had an impact on sick leave in the first quarter of 2022, especially in Germany, which in turn had a negative impact on production capacity. A certain effect was also noted in the beginning of the second quarter, but as the number of infections is expected to decrease and restrictions are eased, we have seen that the situation has normalized during the month of June.

**Seasonal variations**

The Group has a certain amount of seasonal variation and the first quarter has historically been the weakest, due to colder weather and vacation periods. Over the short term, seasonal variations are expected to remain in line with prior variations, but this may change somewhat over the long term as the Group grows in other parts of Europe where the winter season has less of an impact.

**Risk and uncertainty factors**

Currency risks, interest risks, credit risks, liquidity risks and operational risks are the most significant risks for the Group. These risks are managed continually in the operations.

Group management monitors financial risk in accordance with the description of financial risk management in Note 21 of the 2021 Annual Report. The review in conjunction with the January-June 2022 interim report found no material changes or negative effects compared with the analysis on 31 December 2021.

When an acquisition is made, purchase considerations, assets and liabilities are recognized at estimated fair value and amounts exceeding the value of net assets are included in goodwill. In Norva24's operation, the fair values of individual assets and liabilities are normally not readily observable in active markets. Estimation of fair values requires the use of valuation models for acquired assets and liabilities as well as ownership interests. Such valuations are subject to numerous assumptions and are thus uncertain.

The fair value of brands and customer relationships on the acquisition date is based on a value-in-use model and an allocated percentage of the consideration paid less the net assets acquired. Estimates of the useful life of acquired brands are based on management's market knowledge and marketing plans. Recognized earn-outs are based on the probability that an acquired company will achieve its financial goals.

A stable underlying need for Norva24's services is expected to persist in the markets in Northern Europe despite the uncertain geopolitical situation. Norva24 has no exposure to Ukraine or Russia. Underlying driving forces such as low renewal levels in the water and sewage systems are expected to generate demand for Norva24's services.



# Norway – 20% organic growth and 20% adjusted EBITA-margin

The Group's Norwegian operations date back to 1919 in Sandefjord, Norway, when Norva24's oldest subsidiary was established. In 2015, Norva24 was established in its current form through a merger of five smaller Norwegian UIM companies. Since then, Norva24 has expanded and now holds a leading market position in Norway.

## Total operating revenue (April-June)

Total operating revenue amounted to NOK 243.5 million during the second quarter, compared with NOK 202.5 million during the same period of 2021, corresponding to an organic growth of 20.2% in total operating revenue. This strong growth was driven by a high overall activity level, price increases and the backlog of assignments that were postponed in 2020 and 2021 due to Covid-19.

%	Apr-Jun 2022	Apr-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	20.2	11.8	8.5
Organic growth	20.2	4.1	3.4
Acquisition growth	0.0	7.7	5.1

## Total operating revenue (January-June)

Total operating revenue for the six-month period 2022 amounted to NOK 456.6 million, compared with NOK 377.2 million during the same period of 2021, corresponding to a growth of 21.1% in total operating revenue. Organic growth was 20.5% compared with the preceding year. Acquisition growth was 0.5%, due to the acquisition of Kjelsberg Transport.

%	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	21.1	7.2	8.5
Organic growth	20.5	2.0	3.4
Acquisition growth	0.5	5.2	5.1

## Adjusted EBITA (April-June)

Adjusted EBITA amounted to NOK 47.5 million in Q2 2022, compared with NOK 47.4 million in the same period of 2021. The adjusted EBITA margin was 19.5% in the second quarter of 2022. The margin is down versus last year, due to a positive Impact from the periodization of leasing cost in Q2 2021. This periodization effect is neutral in 2021 as a whole. Additionally in 2022 there has been implemented a new methodology for treatment of holiday accrual, giving a better timing and more prudent cost accrual, reducing the margin of the quarter by around 2 percentage points. For Q2 and Q3 combined these effects are neutralized and there will thus be a relative positive impact in Q3 2022 compared to Q3 2021. The underlying strong performance is driven by a high overall activity level and the backlog in assignments that were postponed in 2020 and 2021 due to Covid-19.

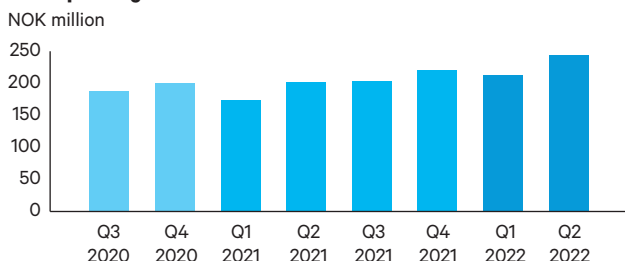
## Adjusted EBITA (January-June)

Adjusted EBITA amounted to NOK 76.6 million in the six-month period 2022, compared with NOK 63.5 million in the same period of 2021. The adjusted EBITA margin was 16.8% during the period. This is a relatively strong margin for a first half of a year and driven by a high overall activity level and the backlog in assignments that were postponed in 2020 and 2021 due to Covid-19.

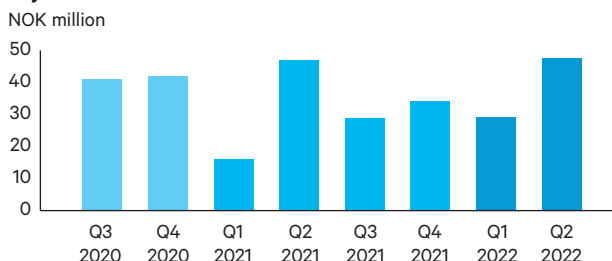
## Highlights of the quarter

The activity in the market was very high, leading to organic revenue growth of 20.2%. Growth was noted from different customer groups in some of the largest branches, with a significant increase from assignments postponed due to Covid-19. Cost increases were offset through price increases from both private and public contracts, which were index-adjusted as of January 2022. Norva24 is also now adding a new branch in Sunnfjord on the west coast that will improve service level in the region.

## Total operating revenue



## Adjusted EBITA



## KEY PERFORMANCE INDICATORS

NOK million	Apr-Jun 2022	Apr-Jun 2021	Change, %	Jan-Jun 2022	Jan-Jun 2021	Change, %	Jul 2021- Jun 2022	Jan-Dec 2021
Total operating revenue	243.5	202.5	20.2	456.6	377.2	21.1	880.9	801.5
EBITA	44.8	46.7	-4.0	73.9	60.2	22.8	136.1	122.4
EBITA margin, %	18.4	23.0	-4.6 pp	16.2	16.0	0.2 pp	15.5	15.3
Adjusted EBITA	47.5	47.4	0.2	76.6	63.5	20.7	139.4	126.2
Adjusted EBITA margin, %	19.5	23.4	-3.9 pp	16.8	16.8	-0.1 pp	15.8	15.7





# Germany – growth and margins still temporarily affected by Covid-19-related sick leave

Norva24 entered Germany in 2019 through the acquisition of ExRohr. Since then, Norva24 has grown and secured a leading market position in Germany. The Group's oldest subsidiary in the country was established in Gochsheim in 1964.

## Total operating revenue (April-June)

Total operating revenue amounted to NOK 173.7 million during the second quarter, compared with NOK 148.8 million during the same period of 2021, corresponding to growth of 16.8% in total revenue. This growth was primarily attributable to the acquisition of Decker Group in 2021 and Zimmerbeutel in 2022. Currency-adjusted organic growth was 2.9% due to strong revenue in Q2 2021 as well as the effect from Covid-19 (Omicron) sick leave during Q2 2022. In Q1 short-term sick leave was 5 percentage points higher than 2021. This improved in Q2, but both April and May had higher short-term sick leave than normal. All industries in Germany had a different approach to Covid-19 than the Scandinavian countries, with stricter quarantine rules. This impacted business as staff were absent, which curbed growth and margins in Germany.

%	Apr-Jun 2022	Apr-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	16.8	158.3	126.6
Organic growth	2.2	8.9	12.8
Organic growth – currency adjusted	2.9	19.2	18.9
Acquisition growth	14.6	149.4	113.8

## Total operating revenue (January-June)

Total operating revenue amounted to NOK 330.8 million during the six-month period, compared with NOK 266.2 million during the same period in 2021, corresponding to growth of 24.3% in total revenue. This growth was primarily attributable to the acquisition of Mayer Kanalmanagement, Decker Group in 2021 and Zimmerbeutel in 2022. Currency-adjusted organic growth was 2.4% on the back

of strong revenues in the same period in 2021 as well as the effect from Covid-19 (Omicron) on sick leave.

%	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	24.3	129.7	126.6
Organic growth	0.5	4.3	12.8
Organic growth – currency adjusted	2.4	12.2	18.9
Acquisition growth	23.7	125.4	113.8

## Adjusted EBITA (April-June)

Adjusted EBITA amounted to NOK 27.4 million in Q2 2022 compared to NOK 22.5 million in the same period of 2021. The adjusted EBITA margin increased from 15.1% in the preceding year to 15.8% during the quarter. The margin improvement is attributable partly to the acquisitions and partly to the organic portfolio.

## Adjusted EBITA (January-June)

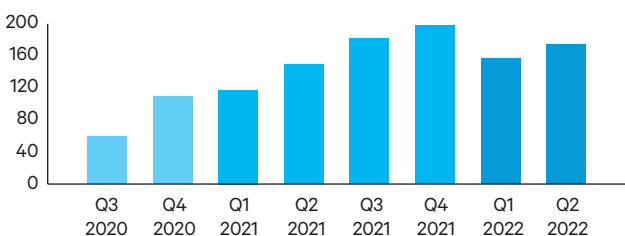
Adjusted EBITA amounted to NOK 46.4 million in the period 2022 compared to NOK 48.1 million in the same period of 2021. The adjusted EBITA margin declined from 18.1% in the preceding year to 14.0% for the period. The margin reduction is attributable to very strong comparable profitability in Q1 2021 as well as high levels of sick leave due to the Omicron variant, which resulted in lower revenue and increased personnel costs in 2022.

## Highlights of the quarter

Revenue growth remained high driven primarily by acquisitions. Demand also remained high across most services, but production capacity was temporarily reduced as a result of increased sick leave from Covid-19 (Omicron). The Zimmerbeutel acquisition was closed in early April 2022 and provides Norva24 with a foothold in the Rhein/Ruhr area. Integration is progressing according to plan.

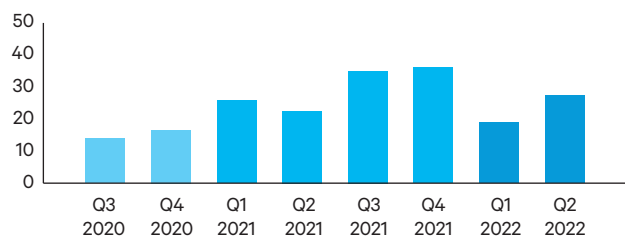
## Total operating revenue

NOK million



## Adjusted EBITA

NOK million



## KEY PERFORMANCE INDICATORS

NOK million	Apr-Jun 2022	Apr-Jun 2021	Change, %	Jan-Jun 2022	Jan-Jun 2021	Change, %	Jul 2021- Jun 2022	Jan-Dec 2021
Total operating revenue	173.7	148.8	16.8	330.8	266.2	24.3	710.9	646.3
EBITA	25.3	19.5	30.0	44.3	44.3	0.0	108.2	108.2
EBITA margin, %	14.6	13.1	1.5 pp	13.4	16.6	-3.2 pp	15.2	16.7
Adjusted EBITA	27.4	22.5	22.2	46.4	48.1	-3.5	117.4	119.1
Adjusted EBITA margin, %	15.8	15.1	0.7 pp	14.0	18.1	-4 pp	16.5	18.4



# Sweden – very strong total growth of 68%

Norva24 entered the Swedish market in 2017 through an acquisition in the south of the country. Since then, Norva24 has grown and secured a leading market position in Sweden. The Group's oldest subsidiary in the country was founded in 1974 in Ulricehamn.

## Total operating revenue (April-June)

Total operating revenue during the quarter amounted to NOK 114.0 million compared with NOK 67.7 million during the same period in 2021, corresponding to an increase of 68.3%. Currency-adjusted organic growth was 11.6%. The organic growth was primarily attributable to higher activity across all branches and local markets, as well as price increases. GR Avloppsrensning, Norva24 Miljöhantering, UTAB and IRG Rörinspektion generated acquisition growth of 60.8% in the quarter.

%	Apr-Jun 2022	Apr-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	68.3	47.8	59.5
Organic growth	7.6	-6.8	-6.5
Organic growth – currency adjusted	11.6	-2.8	-4.0
Acquisition growth	60.8	54.6	66.0

## Total operating revenue (January-June)

Total operating revenue during the quarter amounted to NOK 199.5 million compared with NOK 119.5 million during the same period in 2021, corresponding to an increase of 66.9%. Currency-adjusted organic growth was 11.8%. The organic growth was primarily attributable to higher activity across most branches and local markets, as well as price increases. GR Avloppsrensning, GJ & Son, Norva24 Miljöhantering, UTAB and IRG Rörinspektion generated acquisition growth of 60.7% in the period.

%	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	66.9	33.1	59.5
Organic growth	6.3	-10.5	-6.5
Organic growth – currency adjusted	11.8	-9.9	-4.0
Acquisition growth	60.7	43.6	66.0

## Adjusted EBITA (April-June)

Adjusted EBITA amounted to NOK 14.6 million in Q2 2022 compared to NOK 14.9 million in the same period in 2021. The adjusted EBITA margin decreased 9.2 percentage points due to lower EBITA margins in a few of the recently acquired companies, but also due to strong comparative numbers in Q2 2021 as a result of certain adjustments in the periodization of leasing and other periodization effects. For Q2 and Q3 combined these effects are neutralized and there will thus be a relative positive impact in Q3 2022 compared to Q3 2021.

## Adjusted EBITA (January-June)

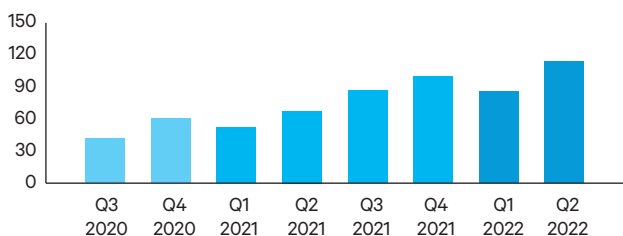
Adjusted EBITA amounted to NOK 19.2 million in the period 2022 compared to NOK 17.9 million in the same period of 2021. The segment's adjusted EBITA margin declined due to lower EBITA margins in a few recently acquired companies.

## Highlights of the quarter

The segment performed well in terms of growth, with double-digit organic growth and the impact of acquired operations leading to a total growth of 66.9% compared to first half period 2021. The integration of new entities is proceeding according to plan and the integration of the most recent acquisition IRG is well underway.

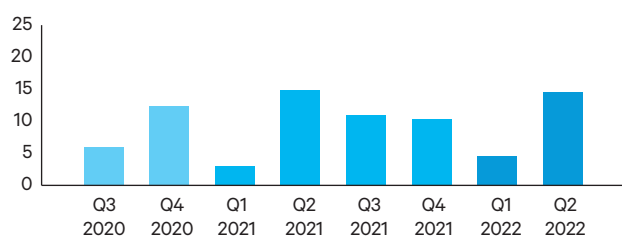
## Total operating revenue

NOK million



## Adjusted EBITA

NOK million



## KEY PERFORMANCE INDICATORS

NOK million	Apr-Jun 2022	Apr-Jun 2021	Change, %	Jan-Jun 2022	Jan-Jun 2021	Change, %	Jul 2021- Jun 2022	Jan-Dec 2021
Total operating revenue	114.0	67.7	68.3	199.5	67.7	66.9	386.6	306.6
EBITA	13.8	12.5	10.5	18.5	12.5	24.2	39.9	36.3
EBITA margin, %	12.2	18.5	-6.4 pp	9.3	12.4	-3.2 pp	10.3	11.9
Adjusted EBITA	14.6	14.9	-2.0	19.2	17.9	7.3	40.9	39.6
Adjusted EBITA margin, %	12.8	22.0	-9.2 pp	9.6	15.0	-5.4 pp	10.6	12.9



# Denmark – Strong organic growth at 18% and margins turned positive in the quarter

The Group entered Denmark in 2017 through the acquisition of a platform with national market presence. The Group's first subsidiary in the country was founded more than 100 years ago in Herning. Norva24 holds a leading position in the Danish market.

## Total operating revenue (April-June)

Total operating revenue for the second quarter of 2022 amounted to NOK 77.9 million, compared with NOK 66.3 million during the same period of 2021, corresponding to total growth of 17.6% for the period. This growth was driven by better operational performance and fleet utilization. Currency-adjusted organic growth was 18.1%, signaling that the improvement measures in the action plan are having an effect.

%	Apr-Jun 2022	Apr-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	17.6	-14.4	-11.6
Organic growth	17.6	-14.4	-11.6
Organic growth – currency adjusted	18.1	-7.0	-6.8
Acquisition growth	0.0	0.0	0.0

## Total operating revenue (January-June)

Total operating revenue for the period of 2022 amounted to NOK 148.6 million, compared with NOK 132.5 million during the same period in 2021, corresponding to total growth of 12.2% for the period. Currency-adjusted organic growth was 14.4%, signaling that the improvement measures in the action plan are having an effect.

%	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Growth – total operating revenue	12.2	-12.4	-11.6
Organic growth	12.2	-12.4	-11.6
Organic growth – currency adjusted	14.4	-7.9	-6.8
Acquisition growth	0.0	0.0	0.0

## Adjusted EBITA (April-June)

Adjusted EBITA amounted to NOK 2.4 million during the quarter, compared to NOK -8.3 million during the second quarter of 2021. This development was driven by new contracts as well as the improved capacity utilization of personnel and vehicle fleet.

## Adjusted EBITA (January-June)

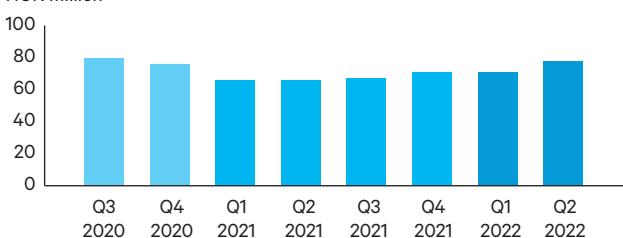
Adjusted EBITA amounted to NOK 2.1 million during the period, compared to NOK -13.3 million during the same period of 2021. This development was driven by new contracts as well as the improved capacity utilization of personnel and vehicle fleet and is a clear sign of the improvement of the Danish operations.

## Highlights of the quarter

Norva24 has implemented and will continue to implement a series of changes in the Danish business. The action plan is proceeding according to plan, with measures such as termination of contracts with unsatisfactory profitability, winning new contracts, and a strong focus on operational efficiency and increasing the degree of utilization of vehicles and personnel. The effects of the actions implemented were seen gradually the last few quarters and in Q2 EBITA turned positive again.

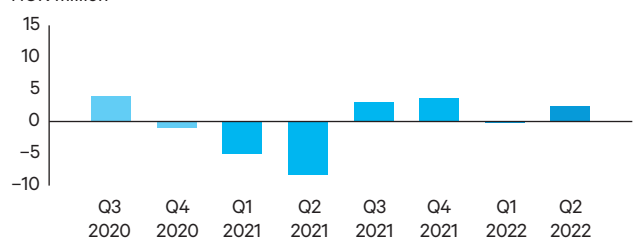
## Total operating revenue

NOK million



## Adjusted EBITA

NOK million



## KEY PERFORMANCE INDICATORS

NOK million	Apr-Jun 2022	Apr-Jun 2021	Change, %	Jan-Jun 2022	Jan-Jun 2021	Change, %	Jul 2021- Jun 2022	Jan-Dec 2021
Total operating revenue	77.9	66.3	17.6	148.6	132.5	12.2	287.0	270.8
EBITA	2.4	-8.3	n.m.	2.1	-14.9	n.m.	49.4	32.3
EBITA margin, %	3.1	-12.5	15.6 pp	1.4	-11.3	12.7 pp	17.2	11.9
Adjusted EBITA	2.4	-8.3	n.m.	2.1	-13.3	n.m.	9.2	-6.3
Adjusted EBITA margin, %	3.1	-12.5	15.6 pp	1.4	-10.1	11.5 pp	3.2	-2.3

# Financial reporting

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

NOK million	Note	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Revenue from customer contracts		603.9	483.0	1,122.1	890.4	2,006.3
Other operating revenue		4.6	3.4	12.8	4.9	19.0
<b>Total operating revenue</b>	3	<b>608.5</b>	<b>486.5</b>	<b>1,134.9</b>	<b>895.3</b>	<b>2,025.2</b>
<b>Operating expenses</b>						
Operational service expenses		-74.9	-49.5	-132.6	-91.9	-220.4
Personnel expenses		-260.7	-207.2	-500.0	-398.3	-879.3
Vehicle operating expenses		-97.3	-62.6	-175.2	-120.0	-288.1
Other operating expenses		-45.1	-65.4	-97.1	-108.0	-246.7
Other gains/losses		-	-	-	-	40.3
<b>Total operating expenses</b>		<b>-477.9</b>	<b>-384.7</b>	<b>-904.9</b>	<b>-718.2</b>	<b>-1,594.2</b>
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>		<b>130.6</b>	<b>101.8</b>	<b>230.0</b>	<b>177.1</b>	<b>431.0</b>
<b>Total depreciation</b>	6, 7	<b>-58.6</b>	<b>-51.7</b>	<b>-114.8</b>	<b>-100.3</b>	<b>-209.6</b>
<b>Earnings before interest, taxes and amortization (EBITA)</b>		<b>71.9</b>	<b>50.1</b>	<b>115.3</b>	<b>76.8</b>	<b>221.5</b>
<b>Total amortization</b>	5	<b>-8.4</b>	<b>-7.1</b>	<b>-15.4</b>	<b>-13.5</b>	<b>-28.0</b>
<b>Earnings before interest and taxes (EBIT)</b>		<b>63.6</b>	<b>43.0</b>	<b>99.9</b>	<b>63.4</b>	<b>193.5</b>
<b>Financial items</b>						
Financial income		26.9	1.4	28.4	1.5	9.6
Financial expenses		-14.8	-13.2	-28.0	-40.0	-123.0
<b>Net financial items</b>	4	<b>12.1</b>	<b>-11.9</b>	<b>0.5</b>	<b>-38.5</b>	<b>-113.4</b>
<b>Profit before income tax (EBT)</b>		<b>75.6</b>	<b>31.1</b>	<b>100.3</b>	<b>24.9</b>	<b>80.2</b>
Income tax expense		-17.5	-10.2	-24.0	-9.4	5.8
<b>Profit for the period</b>		<b>58.2</b>	<b>20.9</b>	<b>76.3</b>	<b>15.5</b>	<b>86.0</b>
<b>Profit attributable to</b>						
Owners of the parent company		58.2	20.9	76.3	15.5	86.0
Non-controlling interests		-	-	-	-	-
<b>Total</b>		<b>58.2</b>	<b>20.9</b>	<b>76.3</b>	<b>15.5</b>	<b>86.0</b>
<b>Earnings per share:</b>						
Basic earnings per share, NOK		0.32	0.28	0.42	-0.09	0.81
Diluted earnings per share, NOK		0.32	0.28	0.42	-0.09	0.81
Average numbers of outstanding ordinary shares, before and after dilution		182,496,957	40,174,906	182,485,552	40,174,906	64,165,959

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

NOK million	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
<b>Profit/loss for the period</b>	<b>58.2</b>	<b>20.9</b>	<b>76.3</b>	<b>15.5</b>	<b>86.0</b>
<b>Other comprehensive income:</b>					
<b>Items that may be reclassified to profit or loss</b>					
Translation differences	55.5	-1.4	9.8	-10.0	-34.6
<b>Other comprehensive income for the period</b>	<b>55.5</b>	<b>-1.4</b>	<b>9.8</b>	<b>-10.0</b>	<b>-34.6</b>
<b>Total comprehensive income for the period</b>	<b>113.6</b>	<b>19.5</b>	<b>86.2</b>	<b>5.5</b>	<b>51.4</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the parent company	113.6	19.5	86.2	5.5	51.4
Non-controlling interests	-	-	-	-	-
<b>Total</b>	<b>113.6</b>	<b>19.5</b>	<b>86.2</b>	<b>5.5</b>	<b>51.4</b>

**CONDENSED CONSOLIDATED BALANCE SHEET**

NOK million	Note	Jun 30, 2022	Jun 30, 2021	Dec 31, 2021
<b>ASSETS</b>				
<i>Non-current assets</i>				
Goodwill	5	1,332.0	1,242.1	1,222.6
Intangible assets	5	132.1	137.2	120.4
Right-of-use assets	6	720.5	669.8	724.3
Property, plant and equipment	7	463.6	436.4	429.3
Investment in shares		1.5	3.1	1.3
Other non-current receivables		0.6	13.6	3.5
<b>Total non-current assets</b>		<b>2,650.1</b>	<b>2,502.1</b>	<b>2,501.3</b>
<i>Current assets</i>				
Inventories		15.8	12.1	10.8
Accounts receivable		345.9	290.6	281.4
Other current receivables		112.5	83.7	171.2
Cash and cash-equivalents		126.9	128.1	260.4
<b>Total current assets</b>		<b>601.1</b>	<b>514.4</b>	<b>723.8</b>
<b>Total assets</b>		<b>3,251.3</b>	<b>3,016.5</b>	<b>3,225.1</b>
<b>EQUITY AND LIABILITIES</b>				
<i>Equity</i>				
<b>Total equity</b>		<b>1,710.4</b>	<b>701.6</b>	<b>1,619.6</b>
<i>Non-current liabilities</i>				
Deferred tax liability		34.3	53.4	21.2
Non-current lease liabilities	6	535.4	497.3	543.1
Non-current loans	8	396.9	1,139.1	264.1
Other non-current liabilities		18.1	43.9	12.2
<b>Total non-current liabilities</b>		<b>984.7</b>	<b>1,733.7</b>	<b>840.7</b>
<i>Current liabilities</i>				
Accounts payable		116.3	109.3	144.2
Taxes payable		3.6	3.1	25.3
Current portion of lease liabilities	6	164.5	138.9	155.5
Current portion of loans	8	5.5	55.5	61.2
Other current liabilities		266.3	274.4	378.6
<b>Total current liabilities</b>		<b>556.3</b>	<b>581.2</b>	<b>764.8</b>
<b>Total liabilities</b>		<b>1,540.9</b>	<b>2,314.9</b>	<b>1,605.5</b>
<b>Total equity and liabilities</b>		<b>3,251.3</b>	<b>3,016.5</b>	<b>3,225.1</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

NOK million	Note	Share capital	Share capital (not yet registered)	Additional paid in capital	Other reserves	Retained earnings	Total equity
<b>Equity at 1 January 2022</b>		<b>0.5</b>	<b>0.1</b>	<b>1,432.9</b>	<b>-24.1</b>	<b>210.2</b>	<b>1,619.6</b>
<i>Total comprehensive income for the period:</i>							
Profit/loss for the period		-	-	-	-	76.3	<b>76.3</b>
<i>Other comprehensive income:</i>							
Translation differences		-	-	-	9.8	-	<b>9.8</b>
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>9.8</b>	<b>76.3</b>	<b>86.2</b>
<i>Transactions with owners in their capacity as owners:</i>							
Reclassification		0.1	-0.1	-	-	-	-
New share issue		0.0	-	4.3	-	-	<b>4.3</b>
Over-allotment option (net of transaction costs)		-	-	-	-	0.3	<b>0.3</b>
<b>Equity at 30 June 2022</b>		<b>0.6</b>	<b>-</b>	<b>1,437.2</b>	<b>-14.2</b>	<b>286.8</b>	<b>1,710.4</b>
<b>Equity at 1 January 2021</b>		<b>10.4</b>	<b>-</b>	<b>575.9</b>	<b>10.5</b>	<b>91.2</b>	<b>688.0</b>
<i>Total comprehensive income for the period:</i>							
Profit for the period		-	-	-	-	15.5	<b>15.5</b>
<i>Other comprehensive income:</i>							
Translation differences		-	-	-	-10.0	-	<b>-10.0</b>
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-10.0</b>	<b>15.5</b>	<b>5.5</b>
<i>Transactions with owners in their capacity as owners:</i>							
Other changes		-	-	-	-	3.7	<b>3.7</b>
Capital increase (net of transactions costs)		0.0	-	4.4	-	-	<b>4.5</b>
New parent company share swap		-10.4	0.5	9.9	-	-	<b>-0.0</b>
<b>Equity at 30 June 2021</b>		<b>0.1</b>	<b>0.5</b>	<b>590.2</b>	<b>0.5</b>	<b>110.4</b>	<b>701.6</b>

The Group has no non-controlling interest.

Norva24 Group AB issued 208,719 new shares at an average price of 21,6 SEK in connection with the acquisition of 100 percent of the shares in IRG Rörinspektion AB.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

NOK million	Note	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
<b>Cash flows from operating activities</b>						
Profit before income tax		75.6	31.1	100.3	24.9	80.2
<i>Adjustments for:</i>						
Impairment, depreciation and amortization expenses	5, 6, 7	67.0	58.8	130.2	113.7	237.5
Taxes paid		-13.1	-	-38.4	-31.3	-31.3
Net gain/loss on sale of non-current assets		-2.7	-0.3	-7.3	-1.8	-5.3
Items included in financing activities	4	-12.1	11.9	-0.5	38.5	113.4
Change in net working capital		-107.9	1.8	-151.0	-10.2	57.8
Changes in other items*		25.3	-55.5	33.3	-44.3	-114.8
<b>Net cash inflow from operating activities</b>		<b>32.2</b>	<b>47.8</b>	<b>66.6</b>	<b>89.5</b>	<b>337.4</b>
<b>Cash flows from investing activities</b>						
Payment for acquisition of subsidiaries, net of cash acquired	8	-93.4	-103.8	-93.4	-214.1	-214.1
Payment of earnouts		-	-	-19.1	-	-
Payment for fixed assets		-25.1	-14.0	-35.7	-23.1	-70.8
Proceeds from sale of fixed assets		6.8	2.0	13.4	5.0	12.6
<b>Net cash outflow from investing activities</b>		<b>-111.7</b>	<b>-115.7</b>	<b>-134.8</b>	<b>-232.3</b>	<b>-272.3</b>
<b>Cash flows from financing activities</b>						
Proceeds from issuance of shares		-	3.6	-	4.5	914.9
Proceeds from borrowings		117.0	195.0	117.0	302.2	547.1
Repayment of borrowings		-2.3	-108.1	-78.8	-118.8	-1,235.3
Principal element of lease payments	6	-35.2	-34.6	-71.7	-64.1	-134.5
Interest paid		-3.5	-11.7	-5.9	-21.5	-50.3
Other financial payments		-17.4	4.9	-19.1	-10.2	-22.7
<b>Cash flows from financing activities</b>		<b>58.6</b>	<b>49.1</b>	<b>-58.5</b>	<b>92.1</b>	<b>19.1</b>
<b>Change in cash and cash equivalents</b>		<b>-21.0</b>	<b>-18.9</b>	<b>-126.6</b>	<b>-50.6</b>	<b>84.3</b>
<b>Cash and cash equivalents at the start of the period</b>		<b>150.1</b>	<b>145.0</b>	<b>260.4</b>	<b>180.9</b>	<b>180.9</b>
Effects of exchange rate changes on cash and cash equivalents		-2.2	2.0	-6.8	-2.3	-4.8
<b>Cash and cash equivalents at the end of the period</b>		<b>126.9</b>	<b>128.1</b>	<b>126.9</b>	<b>128.1</b>	<b>260.4</b>

\* Includes changes in other non-current receivables and other non-current liabilities, effects on net working capital from acquisitions and translation differences.





# Notes

## NOTE 1 REPORTING ENTITY

Norva24 Group AB (publ) is a public limited liability company listed on Nasdaq Stockholm. The share became publicly traded with the initial public offering December 9 2021. Norva 24 Group AB (publ) and its subsidiaries operates in the underground infrastructure industry, and is present in Norway, Germany, Sweden and Denmark.

As of June 30, 2021, the Group completed a re-organization, whereby Norva24 Group AB (publ) acquired all of the shares in Norva24 Holding AS (a company incorporated in Norway) through a share-for-share exchange, pursuant to which all shareholders of Norva24 Holding AS exchanged all of their shares in Norva24 Holding AS for newly issued shares in Norva24 Group AB (publ). Consequently Norva24 Group AB (publ) was established as the new parent company of the Group. Prior to June 30, 2021, Norva24 Holding AS was the Parent Company of the Norva24 Group. Accounting for the transaction is described in Note 2.

## NOTE 2 BASIS OF PREPARATION

### Accounting principles

The Norva24 Group applies the International Financial Reporting Standards (IFRS) as they have been adopted by the European Union. The consolidated accounts in this interim report have been prepared in accordance with IAS 34 Interim Financial Reporting plus applicable regulations in the Swedish Annual Accounts Act. The Parent Company accounts have been prepared in accordance with the Swedish Annual Accounts Act and RFR 2, Accounting for Legal Entities. The interim report should be read together with the historic financial information included in the annual report. Accounting principles and calculation basis are in accordance with those that were applied in the historic financial information. Information in accordance with IAS 34 also appears in other parts of the interim report in addition to the financial reports and associated notes.

The amounts are rounded to the nearest million (NOK m) with one decimal place unless otherwise stated. As a consequence of rounding, figures presented in the financial reports may not add up to the exact total in certain cases and percentage figures can differ from the exact percentage figures. Amounts in brackets concern the comparison period.

### Significant accounting judgements, estimates and assumptions

In preparing the interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses.

The estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the given circumstances. Revision to accounting estimates is recognized in the period in which the estimate is revised if the revision affects only that period, or also future periods if the revision affects both current and future periods.

In preparing the consolidated interim financial statements, significant judgements made by management in applying the Group's accounting policies and key sources of uncertainty in the estimates were consistent with those applied for the annual report.

### Other

Items included in the financial statements of each of the Norva24 Group's entities are measured using the currency of the primary economic environment in which the entity operates (the functional currency). The consolidated financial statements are presented in Norwegian Kroner (NOK) which is Norva24 Group's presentation currency. The Parent Company Norva24 Group AB (publ)'s functional currency is Swedish Kroner (SEK).

There have been no related parties transactions other than the continuation of agreements described in the annual report.

### New parent company

As described in Note 1, the Parent Company of the Group was changed from Norva24 Holding AS to Norva24 Group AB (publ) on June 30, 2021, through a share swap, where the shareholders of the Group remained unchanged.

The share swap was classified as a common control reorganization and this transaction was not covered by the IFRS standards. In these financial statements, all historical figures up to June 30, when the share swap was performed, comprise of Norva 24 Holding AS Group. From this date, Norva24 Holding AS and its subsidiaries are including Norva24 Group AB (publ). The financial statements are combined of the financial information for Norva24 Group AB (publ) and the Norva24 Holding AS Group. The financial statements are presented as if Norva24 Holding AS had been part of the Group in all periods presented, based on the values and periods, since these were integrated in the Norva24 Group. The subsidiaries are included in the consolidated financial statements from the date of their acquisition from an external party. For this reason, the Group has chosen to recognize the historical consolidated financial statements for the former Parent Company of the Group, Norva24 Holding AS, as an appropriate application in accordance with IAS 8. Accordingly, the assets and liabilities in the former Group were not restated.

**NOTE 3 REVENUE AND SEGMENT INFORMATION****Operating segments**

Norva24 Group identifies its operating segments and discloses segment information in accordance with IFRS 8 Operating Segments. Accordingly, the Group identifies its segments consistent with the reporting structure used by management.

Operating segments are components of a business that are evaluated regularly by the chief operating decision maker for the purpose of assessing performance and allocating resources. The

financial information is disclosed on the same basis as used by the chief operating decision maker.

**Revenue**

The Group's disaggregates revenue based on the operational segments that are by geographical areas. The Group has no single customer accounting for more than 10 percent of total revenue.

**OPERATING SEGMENTS FINANCIALS JANUARY-JUNE 2022**

NOK million	Norway	Germany	Sweden	Denmark	Corporate & other*	Total
<b>Total operating revenue</b>	<b>456.6</b>	<b>330.8</b>	<b>199.5</b>	<b>148.6</b>	<b>-0.6</b>	<b>1,134.9</b>
<b>Adjusted EBITDA</b>	<b>118.2</b>	<b>77.7</b>	<b>42.4</b>	<b>21.0</b>	<b>-23.5</b>	<b>235.7</b>
Adjusted depreciation	-41.6	-31.2	-23.1	-18.8	-0.0	-114.8
<b>Adjusted EBITA</b>	<b>76.6</b>	<b>46.4</b>	<b>19.2</b>	<b>2.1</b>	<b>-23.5</b>	<b>120.9</b>
Non-recurring items	-2.7	-2.1	-0.8	-	-0.0	-5.6
<b>EBITA</b>	<b>73.9</b>	<b>44.3</b>	<b>18.5</b>	<b>2.1</b>	<b>-23.5</b>	<b>115.3</b>

**OPERATING SEGMENTS FINANCIALS JANUARY-JUNE 2021**

NOK million	Norway	Germany	Sweden	Denmark	Corporate & other*	Total
<b>Total operating revenue</b>	<b>377.2</b>	<b>266.2</b>	<b>119.5</b>	<b>132.5</b>	<b>-</b>	<b>895.3</b>
<b>Adjusted EBITDA</b>	<b>101.7</b>	<b>71.6</b>	<b>30.3</b>	<b>7.4</b>	<b>-13.0</b>	<b>198.0</b>
Adjusted depreciation	-38.2	-23.5	-12.4	-20.8	-	-94.8
<b>Adjusted EBITA</b>	<b>63.5</b>	<b>48.1</b>	<b>17.9</b>	<b>-13.3</b>	<b>-13.0</b>	<b>103.2</b>
Non-recurring items	-3.3	-3.9	-3.1	-1.6	-14.6	-26.3
<b>EBITA</b>	<b>60.2</b>	<b>44.3</b>	<b>14.9</b>	<b>-14.9</b>	<b>-27.5</b>	<b>76.8</b>

\* The column "Corporate & other" includes corporate expenses and eliminations.

**RECONCILIATION OF SEGMENT INFORMATION AND EARNINGS BEFORE INCOME TAX (EBT)**

NOK million	Jan-Jun 2022	Jan-Jun 2021
<b>EBITA</b>	<b>115.3</b>	<b>76.8</b>
Amortization of intangible assets	-15.4	-13.5
Net financial items	0.5	-38.5
<b>Profit before income tax</b>	<b>100.3</b>	<b>24.9</b>

**NOTE 3 REVENUE AND SEGMENT INFORMATION, continued.**
**RECONCILIATION OF NON-RECURRING ITEMS JANUARY-JUNE 2022**

NOK million	Norway	Germany	Sweden	Denmark	Corporate & other*	Total
Restructuring cost	-2.7	-	-	-	-	-2.7
Settlement	-	-	-	-	-	-
M&A Cost	-	-2.1	-0.8	-	-	-2.9
IPO cost	-	-	-	-	-	-
<b>Non-recurring items</b>	<b>-2.7</b>	<b>-2.1</b>	<b>-0.8</b>	<b>-</b>	<b>-0.0</b>	<b>-5.6</b>

**RECONCILIATION OF NON-RECURRING ITEMS JANUARY-JUNE 2021**

NOK million	Norway	Germany	Sweden	Denmark	Corporate & other*	Total
M&A Cost	-0.8	-2.9	-2.6	-	-	-6.3
IFRS implementation	-	-	-	-	-3.3	-3.3
IPO cost	-	-0.1	-	-	-11.2	-11.3
Depreciation	-2.5	-0.9	-0.5	-1.6	-	-5.4
<b>Non-recurring items</b>	<b>-3.3</b>	<b>-3.9</b>	<b>-3.1</b>	<b>-1.6</b>	<b>-14.6</b>	<b>-26.3</b>

\* The column "Corporate & other" includes corporate expenses and eliminations.

**NOTE 4 FINANCIAL ITEMS**

Specification of financial items NOK million	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
Interest income	0.3	0.1	0.5	0.1	0.6
Currency exchange gain	24.5	-	24.5	-	-
Other financial income	2.1	1.3	3.4	1.4	9.0
<b>Financial income</b>	<b>26.9</b>	<b>1.4</b>	<b>28.4</b>	<b>1.5</b>	<b>9.6</b>
Interest expenses, leases	-8.0	-5.9	-16.1	-13.4	-28.9
Amortized interest expense, loans	-2.5	-11.7	-5.0	-21.5	-71.2
Currency exchange loss	-2.4	5.3	-3.5	-4.0	-13.8
Other financial expenses	-1.8	-0.9	-3.4	-1.0	-9.1
<b>Financial expenses</b>	<b>-14.8</b>	<b>-13.2</b>	<b>-28.0</b>	<b>-40.0</b>	<b>-123.0</b>
<b>Net financial items</b>	<b>12.1</b>	<b>-11.9</b>	<b>0.5</b>	<b>-38.5</b>	<b>-113.4</b>

**NOTE 5 INTANGIBLE ASSETS AND GOODWILL****AT JUNE 30, 2022**

NOK million	Goodwill	Brand	Customer relationships	Other intangible assets	Total
<b>Carrying amount at January 1, 2022</b>	<b>1,222.6</b>	<b>45.4</b>	<b>70.6</b>	<b>4.3</b>	<b>1,343.0</b>
Acquired in business combinations	85.6	6.9	13.8	–	106.3
Additions	–	–	–	0.8	0.8
Amortization and impairment	–	–2.8	–11.8	–0.7	–15.4
Disposals	–	–	–	–0.0	–0.0
Translation differences	23.7	2.1	3.3	0.1	29.3
<b>Carrying amount at June 30, 2022</b>	<b>1,332.0</b>	<b>51.7</b>	<b>75.9</b>	<b>4.5</b>	<b>1,464.1</b>
Useful life in years	Indefinite	10	3-5	3-5	
Amortization plan	n.m	Linear	Linear	Linear	

**AT DECEMBER 31, 2021**

NOK million	Goodwill	Brand	Customer relationships	Other intangible assets	Total
<b>Carrying amount at January 1, 2021</b>	<b>1,070.8</b>	<b>38.4</b>	<b>66.2</b>	<b>4.3</b>	<b>1,179.7</b>
Acquired in business combinations	190.5	14.4	28.9	1.2	235.0
Additions	–	–	–	0.6	0.6
Amortization and impairment	–	–5.2	–20.9	–1.9	–28.0
Disposals	–	–	–	–	–
Translation differences	–38.7	–2.3	–3.6	0.1	–44.5
<b>Carrying amount at December 31, 2021</b>	<b>1,222.6</b>	<b>45.4</b>	<b>70.6</b>	<b>4.3</b>	<b>1,343.0</b>
Useful life in years	Indefinite	10	3-5	3-5	
Amortization plan	n.m	Linear	Linear	Linear	

**NOTE 6 LEASING****AT JUNE 30, 2022**

<b>Right-of-use assets</b> NOK million	Buildings and property	Vehicles and equipment	Furniture, fixtures & other	Total
<b>Carrying amount at January 1, 2022</b>	<b>251.3</b>	<b>464.0</b>	<b>9.0</b>	<b>724.3</b>
Acquired in business combinations	4.4	0.8	–	5.2
Additions	18.0	36.5	0.7	55.1
Depreciation and impairment	–26.3	–36.9	–2.2	–65.4
Transfer to property, plant and equipment	–	–11.7	–0.1	–11.8
Adjustments	4.9	1.0	0.1	6.0
Translation differences	2.2	4.5	0.2	7.0
<b>Carrying amount at June 30, 2022</b>	<b>254.5</b>	<b>458.2</b>	<b>7.7</b>	<b>720.5</b>
Useful life in years	3-30	5-10	3-7	
Depreciation plan	Linear	Linear	Linear	

<b>Lease liabilities</b> NOK million	Buildings and property	Vehicles and equipment	Furniture, fixtures & other	Total
<b>Carrying amount at January 1, 2022</b>	<b>260.9</b>	<b>428.6</b>	<b>9.2</b>	<b>698.7</b>
Acquired in business combinations	4.4	0.8	–	5.2
Additions	18.0	36.5	0.7	55.1
Lease payments	–31.4	–54.0	–2.4	–87.8
Interest on the lease liability	7.2	8.7	0.2	16.1
Adjustments	4.9	1.0	–0.0	5.9
Translation differences	2.3	4.2	0.2	6.7
<b>Carrying amount at June 30, 2022</b>	<b>266.3</b>	<b>425.8</b>	<b>7.9</b>	<b>699.9</b>
Current lease liabilities	59.5	100.9	4.1	164.5
Non-current lease liabilities	206.7	324.9	3.7	535.4

**AT DECEMBER 31, 2021**

<b>Right-of-use assets</b> NOK million	Buildings and property	Vehicles and equipment	Furniture, fixtures & other	Total
<b>Carrying amount at January 1, 2021</b>	<b>181.5</b>	<b>410.1</b>	<b>7.9</b>	<b>599.4</b>
Acquired in business combinations	42.2	41.0	3.3	86.4
Additions	65.1	125.1	2.4	192.6
Depreciation and impairment	–37.8	–69.2	–4.7	–111.7
Transfer to property, plant and equipment	–0.1	–28.7	–0.0	–28.8
Adjustments	6.0	–2.2	0.6	4.3
Translation differences	–5.5	–12.1	–0.4	–18.0
<b>Carrying amount at December 31, 2021</b>	<b>251.3</b>	<b>464.0</b>	<b>9.0</b>	<b>724.3</b>
Useful life in years	3-30	7-10	3-7	
Depreciation plan	Linear	Linear	Linear	

**NOTE 6 LEASING**, continued.

Lease liabilities NOK million	Buildings and property	Vehicles and equipment	Furniture, fixtures & other	Total
<b>Carrying amount at January 1, 2021</b>	<b>186.5</b>	<b>361.9</b>	<b>8.0</b>	<b>556.4</b>
Acquired in business combinations	42.2	41.0	3.3	86.4
Additions	65.1	125.1	2.4	192.6
Lease payments	-48.5	-109.8	-5.0	-163.4
Interest on the lease liability	12.3	16.2	0.4	28.9
Adjustments	8.7	5.5	0.6	14.8
Translation differences	-5.4	-11.2	-0.4	-17.0
<b>Carrying amount at December 31, 2021</b>	<b>260.9</b>	<b>428.6</b>	<b>9.2</b>	<b>698.7</b>
Current lease liabilities	52.9	98.3	4.3	155.5
Non-current lease liabilities	207.9	330.3	4.9	543.1

The Group has one rental contract with a remaining lease period exceeding 12 years.

**NOTE 7 PROPERTY, PLANT AND EQUIPMENT****AT JUNE 30, 2022**

NOK million	Buildings and property	Vehicles and equipment	Furniture, fixtures & other	Total
<b>Carrying amount at January 1, 2022</b>	<b>63.9</b>	<b>341.6</b>	<b>23.8</b>	<b>429.3</b>
Acquired in business combinations	0.1	38.6	0.0	38.7
Additions	0.5	30.2	4.2	34.9
Transfer from right-of-use assets (see note 6)	-	11.7	0.1	11.8
Depreciation	-2.5	-42.9	-4.1	-49.5
Disposals	-0.2	-5.8	-0.1	-6.1
Reclassification	-3.4	3.3	0.0	-0.0
Translation differences	0.8	3.0	0.7	4.4
<b>Carrying amount at June 30, 2022</b>	<b>59.3</b>	<b>379.7</b>	<b>24.6</b>	<b>463.6</b>
Useful life in years	3-30	5-10	3-7	
Depreciation plan	Linear	Linear	Linear	

**AT DECEMBER 31, 2021**

NOK million	Buildings and property	Vehicles and equipment	Furniture, fixtures & other	Total
<b>Carrying amount at January 1, 2021</b>	<b>63.2</b>	<b>189.7</b>	<b>23.6</b>	<b>276.5</b>
Acquired in business combinations	3.4	161.6	3.4	168.5
Additions	3.6	61.2	4.8	69.5
Transfer from right-of-use assets (see note 6)	0.1	28.7	0.0	28.8
Depreciation	-4.8	-80.3	-7.2	-92.3
Opening balance correction*	-	-5.4	-	-5.4
Disposals	-	-4.2	-0.1	-4.3
Translation differences	-1.5	-9.7	-0.7	-12.0
<b>Carrying amount at December 31, 2021</b>	<b>63.9</b>	<b>341.6</b>	<b>23.8</b>	<b>429.3</b>
Useful life in years	3-30	7-10	3-7	
Depreciation plan	Linear	Linear	Linear	

**NOTE 8 BUSINESS COMBINATIONS**

Acquired units during 2022	Country	Date	Ownership
IRG Rörinspektion AB	Sweden	April 5	100%
Rohr Frei Schnelldienst			
Axel Zimmerbeutel GmbH	Germany	April 13	100%

**Purchase consideration**

Purchase consideration	NOK million
Cash paid	98.2
Earn-out/Contingent consideration (Fair value estimate at date of acquisition)	13.4
Shares issued	4.3
<b>Total purchase consideration</b>	<b>115.9</b>

**Opening balance sheet**

	Note	
Cash		4.8
Other current assets		22.3
Property, plant and equipment	7	38.7
Right-of-use assets	6	5.2
Brand	5	6.9
Customer relationships	5	13.8
<b>Total assets</b>		<b>91.8</b>
Other current liabilities		32.2
Other non-current liabilities		23.5
Deferred tax on excess values		5.8
<b>Total Liabilities</b>		<b>61.5</b>
<b>Net identifiable assets</b>		<b>30.3</b>
Goodwill	5	85.6
<b>Total consideration for the shares</b>		<b>115.9</b>

The acquisitions will strengthen the Group's position in the existing segments and the operations of the acquired entities are similar to the existing operations. The Group considers them to be individually immaterial and therefore the acquisitions are shown jointly. Goodwill consists of synergies from cost savings and the increase in market share. The acquired businesses also include the assembled workforce. These items are not identifiable assets, and are subsumed into goodwill. Goodwill will not be deductible for tax purposes. All purchase price allocations in 2022 are preliminary. Transaction costs are shown as non-recurring items under note 3 as they impact comparability. Transaction cost are recognized under Other operating expenses in the statement of profit or loss.

Earn-outs are conditional on the acquired entities reaching certain future financial targets such as revenue, EBITDA and EBITA. The Group accounts for earn-outs at fair value and accrues for based on the likelihood of achieving these targets and the expected future pay-out.

**Revenue and profit/loss from acquisition recognized in statement of profit or loss**

Revenue and profit/loss from acquisition recognized in statement of profit or loss	Jan-Jun 2022
Revenue	24.3
Profit/loss for the year	3.4

**Revenue and profit/loss as if the acquisition was performed January 1 (pro forma)**

Revenue and profit/loss as if the acquisition was performed January 1 (pro forma)	Jan-Jun 2022
Revenue	47.2
Profit/loss for the year	6.4

**NOTE 9 SUBSEQUENT EVENTS****Acquisitions after the period end****Thornvig Jensen A/S and J.S. Overfladebehandling ApS**

Norva24 Group AB (publ) has on 1 July 2022, acquired 100 percent of the shares in Thornvig Jensen A/S and J.S. Overfladebehandling ApS ("TJ") through its subsidiary Norva24 Danmark A/S. The strategically important acquisition expands Norva24's geographic reach in Denmark and fortifies the position as a clear market leader. With the acquisition Norva24 will strengthen its position and improve density in UIM services in the Danish market, including high pressure flushing, sludge suction, pipe cleaning, TV inspection and industrial cleaning services. In 2021, TJ's revenue amounted to around NOK 46 million with a double-digit EBITA margin. The company is primarily active in the Jutland region and has 20 employees, with its head office in Herning.

**Stockholm Relining AB**

A subsidiary of Norva24 Group AB (publ), Norva24 AB, has on 11 July acquired 100% of the shares in Stockholm Relining AB. The acquisition will significantly strengthen Norva24 Sweden's position in the UIM (Underground Infrastructure Maintenance) area of pipe relining with one of the most competent companies in this field in Sweden. In Stockholm, the acquisition complements Norva24's range of services and makes the company a full-service provider within UIM. Stockholm Relining sales were approx. NOK 26 million in 2021, and the company delivered annual growth of 15% between 2017 and 2021 with a high EBITA margin. The company is based in modern premises in Älta, south of Stockholm

Initial accounting for the business combinations is incomplete at the time the financial statements are authorised for issue.

# Parent Company

## PARENT COMPANY CONDENSED STATEMENT OF PROFIT OR LOSS

SEK million	Note	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jan-Dec 2021
<b>Total operating revenue</b>		-	-	-	-	-
Other operating expenses		-1.7	-	-4.5	-	-31.2
<b>Earnings before interest and taxes (EBIT)</b>		<b>-1.7</b>	-	<b>-4.5</b>	-	<b>-31.2</b>
<b>Net financial items</b>		<b>2.6</b>	-	<b>3.2</b>	-	<b>0.9</b>
<b>Loss before income tax</b>		<b>1.0</b>	-	<b>-1.3</b>	-	<b>-30.3</b>
Income tax expenses		0.0	-	0.5	-	16.7
<b>Loss for the period</b>		<b>1.0</b>	-	<b>-0.9</b>	-	<b>-13.6</b>
<b>Other comprehensive income</b>		-	-	-	-	-

## PARENT COMPANY CONDENSED BALANCE SHEET

SEK million	Note	Jun 30, 2022	Jun 30, 2021	Dec 31, 2021
<b>ASSETS</b>				
<i>Non-current assets</i>				
Investment in subsidiaries		2,881.7	2,881.7	2,881.7
Deferred tax asset		17.2	-	16.7
Non-current intercompany receivables		867.5	-	879.9
<b>Total non-current assets</b>		<b>3,766.3</b>	<b>2,881.7</b>	<b>3,778.3</b>
<i>Current assets</i>				
Current receivables		10.8	11.1	52.2
Current intercompany receivables		-	-	11.3
Cash and cash-equivalents		1.1	-	0.1
<b>Total current assets</b>		<b>11.9</b>	<b>11.1</b>	<b>63.7</b>
<b>Total assets</b>		<b>3,778.2</b>	<b>2,892.8</b>	<b>3,841.9</b>
<b>EQUITY AND LIABILITIES</b>				
<i>Equity</i>				
Restricted equity		0.6	0.5	0.6
Non-restricted equity		3,755.8	2,892.3	3,751.9
<b>Total equity</b>		<b>3,756.4</b>	<b>2,892.8</b>	<b>3,752.5</b>
<i>Current liabilities</i>				
Accounts payable		1.9	-	32.9
Other current liabilities		19.9	-	56.5
<b>Total current liabilities</b>		<b>21.8</b>	-	<b>89.4</b>
<b>Total equity and liabilities</b>		<b>3,778.2</b>	<b>2,892.8</b>	<b>3,841.9</b>





# Declaration of the Board of Directors

The Board of Directors and Chief Executive Officer warrant and declare that this interim report gives a true and fair view of the Parent Company's and Group's operations, financial positions and results, and that it describes significant risks and uncertainties faced by the Parent Company and the companies included in the Group.

Stockholm, August 23, 2022

Vidar Meum  
Chairman

Allan Engström  
Board member

Arild Bødal  
Board member

Einar Nornes  
Board member

Mats Lönnqvist  
Board member

Linus Lundmark  
Board member

Monica Reib  
Board member

Terje Bøvelstad  
Board member

Ulrika Östlund  
Board member

Henrik Damgaard  
CEO



QUARTERLY DATA FOR THE CONSOLIDATED GROUP

NOK million	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
<b>Total operating revenue</b>								
Norway	187.6	199.6	174.6	202.5	203.8	220.5	213.1	243.5
Germany	59.7	109.6	117.4	148.8	182.5	197.7	157.0	173.7
Sweden	41.8	60.7	51.8	67.7	87.3	99.8	85.5	114.0
Denmark	79.3	75.8	66.2	66.3	67.5	70.9	70.7	77.9
Corporate	0.0	0.0	-1.2	1.2	0.0	0.0	0.0	-0.6
<b>Group</b>	<b>368.5</b>	<b>445.8</b>	<b>408.9</b>	<b>486.5</b>	<b>541.0</b>	<b>588.9</b>	<b>526.4</b>	<b>608.5</b>
<b>EBITA</b>								
Norway	40.5	42.1	13.5	46.7	28.6	33.7	29.1	44.8
Germany	14.3	6.1	24.8	19.5	34.9	29.0	19.0	25.3
Sweden	5.0	12.4	2.3	12.5	11.3	10.1	4.6	13.8
Denmark	4.3	-1.0	-6.6	-8.3	3.3	43.9	-0.3	2.4
Corporate	-7.7	-7.3	-7.3	-20.3	-16.3	-33.9	-9.1	-14.4
<b>Total EBITA</b>	<b>56.5</b>	<b>52.3</b>	<b>26.7</b>	<b>50.1</b>	<b>61.8</b>	<b>82.8</b>	<b>43.3</b>	<b>71.9</b>
<b>Adjusted EBITA</b>								
Norway	40.5	42.1	16.0	47.4	28.6	34.2	29.1	47.5
Germany	14.5	16.6	25.7	22.5	34.9	36.0	19.0	27.4
Sweden	5.7	12.4	3.0	14.9	11.3	10.3	4.6	14.6
Denmark	4.3	-1.0	-5.1	-8.3	3.3	3.7	-0.3	2.4
Corporate	-6.5	-7.3	-6.4	-6.6	-5.6	-2.3	-9.1	-14.4
<b>Total adjusted EBITA</b>	<b>58.6</b>	<b>62.8</b>	<b>33.3</b>	<b>69.9</b>	<b>72.5</b>	<b>82.0</b>	<b>43.3</b>	<b>77.6</b>
<b>Adjusted EBITA margin, %</b>								
Norway	21.6	21.1	9.2	23.4	14.0	15.5	13.6	19.5
Germany	24.2	15.1	21.9	15.1	19.1	18.2	12.1	15.8
Sweden	13.7	20.4	5.8	22.0	13.0	10.4	5.4	12.8
Denmark	5.5	-1.4	-7.6	-12.5	4.9	5.3	-0.4	3.1
Corporate	n.m	n.m	n.m	n.m	n.m	n.m	n.m	n.m
<b>Group</b>	<b>15.9</b>	<b>14.1</b>	<b>8.1</b>	<b>14.4</b>	<b>13.4</b>	<b>13.9</b>	<b>8.2</b>	<b>12.7</b>



# Key performance indicators

**KEY FIGURES**

## RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES, NOT DEFINED UNDER IFRS

Line ID	NOK million	Source	Calculation	Apr-Jun 2022	Apr-Jun 2021	Jan-Jun 2022	Jan-Jun 2021	Jul 2021- Jun 2022	Jan-Dec 2021
A	Total operating revenue	P&L		608.5	486.5	1,134.9	895.3	2,264.8	2,025.2
	Profit/(Loss) for the period	P&L		58.2	20.9	76.3	15.5	146.8	86.0
	Earnings per share (basic and diluted), NOK	P&L		0.32	0.28	0.42	-0.09	1.02	0.81
	Average number of ordinary shares outstanding			182,496,957	40,192,635	182,485,552	40,183,771	143,633,577	64,165,959
	Growth in total revenue, %			25.1	33.8	26.8	26.4	n.a	32.9
	Organic growth in total operating revenue, %			12.2	-0.4	11.4	-2.3	n.a	0.7
	Acquired growth in total operating revenue, %			12.9	34.3	15.4	28.6	n.a	32.1
B	Total operating expenses	P&L		-477.9	-384.7	-904.9	-718.2	-1,780.8	-1,594.2
C	EBITDA (earnings before interest, taxes, depreciation and amortization)		C=A-B	130.6	101.8	230.0	177.1	484.0	431.0
	EBITDA margin, %		C/A	21.5	20.9	20.3	19.8	21.4	21.3
D	Depreciation and impairment of tangible assets (PPE and leasing right-of-use assets)	Note 5 + Note 7		-58.6	-51.7	-114.8	-100.3	-224.1	-209.6
E	EBITA		E=C-D	71.9	50.1	115.3	76.8	259.9	221.5
	EBITA margin, %		E/A	11.8	10.3	10.2	8.6	11.5	10.9
F	Depreciation, amortization and impairment of tangible and intangible assets	P&L		-58.6	-8.7	-130.2	-113.7	-254.0	-237.5
G	EBIT		G=C-F	63.6	43.0	99.9	63.4	230.0	193.5
	EBIT margin, %		G/A	10.4	8.8	8.8	7.1	10.2	9.6
H	Non-recurring items, expenses			5.6	19.8	5.6	20.9	15.5	30.8
H2	Non-recurring items, depreciation and amortization			0.0	0.0	0.0	5.4	0.0	5.4
I	Adjusted EBITDA		I=C+H	136.2	121.6	235.7	198.0	499.5	461.8
	Adjusted EBITDA margin, %		I/A	22.4	25.0	20.8	22.1	22.1	22.8
J	Adjusted EBITA		J=E+H+H2	77.6	69.9	120.9	103.1	275.4	257.7
	Adjusted EBITA margin, %		J/A	12.7	14.4	10.6	11.5	12.2	12.7
K	Adjusted EBIT		K=G+H+H2	69.2	62.8	105.5	89.7	245.5	229.7
	Adjusted EBIT margin, %		K/A	11.4	12.9	9.3	10.0	10.8	11.3
L	Lease payments	Note 6		43.2	41.5	87.8	77.3	173.9	163.4
M	Capital expenditures (purchases minus disposals)	Note 7		20.2	11.2	28.9	20.0	74.1	65.2
N	Cash capital expenditure		N=L+M	63.4	52.7	116.7	97.3	248.0	228.6
O	Cash EBITA		O=C-N	67.2	49.1	113.3	79.8	236.0	202.5
P	Adjusted cash EBITA		P=I-N	72.8	68.9	119.0	100.7	251.5	233.2
	Adjusted cash EBITA margin, %		P/A	12.0	14.2	10.5	11.2	11.1	11.5
Q	Net cash inflow from operating activities	Cash flow Statement		32.2	47.8	66.6	89.5	314.5	337.4
R	Cash conversion, %		Q/I	23.6	39.3	28.3	45.2	63.0	73.1



Line ID	Balance sheet key financials NOK million	Source	Calculation	Jun 30, 2022	Dec 31, 2021	Jun 30, 2021	Dec 31, 2020
AA	Non-current and current loans	Financial position		402.5	325.3	1,194.6	870.2
AB	Non-current and current lease liabilities	Financial position		699.9	698.7	636.2	556.4
AC	Cash and cash equivalents	Financial position		126.9	260.4	128.1	180.9
AD	Net debt		AD=AA+AB-AC	975.4	763.6	1,702.7	1,245.6
AE	Net debt/LTM adjusted EBITDA*		AE=AD/I	1.95	1.7	4.3	3.5
BA	Inventories	Financial position		15.8	10.8	12.1	2.7
BB	Accounts receivable	Financial position		345.9	281.4	290.6	238.8
BC	Other current receivables	Financial position		112.5	171.2	83.7	60.8
BD	Accounts payable	Financial position		116.3	144.2	109.3	86.5
BE	Other current payables	Financial position		266.3	378.6	274.4	217.3
BF	Net working capital		BF= BA+BB+BC-BD-BE	91.6	-59.3	2.6	-1.5
BG	Net working capital/LTM total revenue, %		BG=BF/A	4.0	-2.9	0.2	-0.1
CA	Total assets	Financial position		3,251.3	3,225.1	3,016.5	2,544.5
CB	Current liabilities	Financial position		556.3	764.8	581.2	567.3
CC	Capital employed		CC=CA-CB	2,695.0	2,460.3	2,435.3	1,977.2
CD	Return on capital employed, %		CD=G(LTM)/CC	8.5	7.9	6.7	9.1

\* LTM – Last twelve months



## SEGMENT KEY PERFORMANCE INDICATORS

NOK million	Apr-Jun 2022	Apr-Jun 2021	Change, %	Jun 2022	Jan-Jun 2021	Change, %	Jul 2021- Jun 2022	Jan-Dec 2021
<b>Norway</b>								
Total operating revenue	243.5	202.5	20.2	456.6	377.2	21.1	880.9	801.5
EBITA	44.8	46.7	-4.0	73.9	60.2	22.8	136.1	122.4
EBITA margin, %	18.4	23.0	-4.6 pp	16.2	16.0	0.2 pp	15.5	15.3
Adjusted EBITA	47.5	47.4	0.2	76.6	63.5	20.7	139.4	126.2
Adjusted EBITA margin, %	19.5	23.4	-3.9 pp	16.8	16.8	-0.1 pp	15.8	15.7
<b>Germany</b>								
Total operating revenue	173.7	148.8	16.8	330.8	266.2	24.3	710.9	646.3
EBITA	25.3	19.5	30.0	44.3	44.3	0.0	108.2	108.2
EBITA margin, %	14.6	13.1	1.5 pp	13.4	16.6	-3.2 pp	15.2	16.7
Adjusted EBITA	27.4	22.5	22.2	46.4	48.1	-3.5	117.4	119.1
Adjusted EBITA margin, %	15.8	15.1	0.7 pp	14.0	18.1	-4 pp	16.5	18.4
<b>Sweden</b>								
Total operating revenue	114.0	67.7	68.3	199.5	119.5	66.9	386.6	306.6
EBITA	13.8	12.5	10.5	18.5	14.9	24.2	39.	36.3
EBITA margin, %	12.2	18.5	-6.4 pp	9.3	12.4	-3.2 pp	10.3	11.9
Adjusted EBITA	14.6	14.9	-2.0	19.2	17.9	7.3	40.9	39.6
Adjusted EBITA margin, %	12.8	22.0	-9.2 pp	9.6	15.0	-5.4 pp	10.6	12.9
<b>Denmark</b>								
Total operating revenue	77.9	66.3	17.6	148.6	132.5	12.2	287.0	270.8
EBITA	2.4	-8.3	n.m.	2.1	-14.9	n.m.	49.4	32.3
EBITA margin, %	3.1	-12.5	15.6 pp	1.4	-11.3	12.7 pp	17.2	11.9
Adjusted EBITA	2.4	-8.3	n.m.	2.1	-13.3	n.m.	9.2	-6.3
Adjusted EBITA margin, %	3.1	-12.5	15.6 pp	1.4	-10.	11.5 pp	3.2	-2.3
<b>Corporate &amp; other</b>								
Total operating revenue	-0.6	1.18		-0.6	0.00		-0.6	0
EBITA	-14.4	-20.3		-23.5	-27.5		-73.7	-77.8
EBITA margin, %	n.a.	n.a.		n.a.	n.a.		n.a.	n.a.
Adjusted EBITA	-14.4	-6.6		-23.5	-13.0		-31.5	-20.9
Adjusted EBITA margin, %	n.a.	n.a.		n.a.	n.a.		n.a.	n.a.
<b>Norva24 Group</b>								
Total operating revenue	608.5	486.5	25.1	1,134.9	895.3	26.8	510.4	270.8
EBITA	71.9	50.1	n.m.	115.3	76.8	n.m.	70.7	32.3
EBITA margin, %	11.8	10.3	1.5 pp	10.2	8.6	1.6 pp	13.9	11.9
Adjusted EBITA	77.6	69.9	n.m.	120.9	103.2	n.m.	11.4	-6.3
Adjusted EBITA margin, %	12.7	14.4	-1.6 pp	10.6	11.5	-0.9 pp	2.2	-2.3

# Definitions

## DEFINITIONS AND EXPLANATIONS OF KEY PERFORMANCE INDICATORS

Measure	Definition	Reason for use
Total operating revenue growth	Change in total operating revenue as a percentage of total operating revenue during the comparison period, i.e., the previous year or quarter.	Change in total operating revenue reflects the Company's realised operating revenue growth over time.
Organic growth in total operating revenue	Change in total operating revenue in comparable units after adjustment for acquisition effects, as a percentage of total operating revenue during the comparison period.	Organic total operating revenue growth excludes the effects of changes in the Company structure, which enables a comparison of operating revenue over time.
Acquired growth in total operating revenue	Change in total operating revenue as the percentage change from the comparison period of total operating revenue during the comparison period, driven by acquisitions. Acquired total operating revenue is defined as total operating revenue during the period attributable to companies which have been acquired during the most recent 12-month period and for these companies only operating revenue until 12 months after acquisition closing date.	Acquired growth – Total operating revenue growth reflects the acquired units' effects on total operating revenue.
EBITDA	Earnings before interest, taxes, depreciation and amortization.	EBITDA provides an overall picture of profit generated from the operating activities and is a supplement to the operating profit (EBIT).
EBITDA margin	EBITDA as a percentage of total operating revenue.	EBITDA margin is used to measure operating profitability and indicates the Company's operating earnings capacity.
EBITA	Earnings before interest, taxes and amortization.	EBITA provides an overall view of profit generated by operating activities and is a supplement to the operating profit.
EBITA margin	EBITA in relation to total operating revenue.	EBITA margin is used to measure operating profitability and indicates the Company's operating earnings capacity.
EBIT margin	Earnings before interest and taxes (EBIT) in relation to total operating revenue.	Operating margin enables comparisons of the Company's profitability regardless of capital structure or tax situation.
Non-recurring items	Items affecting comparability such as acquisition costs, integration costs and listing costs.	Enables comparison of profitability measures without items affecting comparability.
Adjusted EBITDA	EBITDA adjusted for non-recurring items.	Enables comparison of EBITDA without items affecting comparability with other periods. Adjusted EBITDA is a measure that the Company regards as relevant for investors who wish to understand income generation before investments in noncurrent assets and items affecting comparability.
Adjusted EBITDA margin	Adjusted EBITDA as a percentage of total operating revenue.	Adjusted EBITDA margin excludes the effect from items affecting comparability, which enables a comparison of the underlying operating profitability over time.
Adjusted EBITA	EBITA adjusted for non-recurring items.	Enables comparison of EBITA without items affecting comparability with other periods. Adjusted EBITA is a measure that the Company regards as relevant for investors who wish to understand income generation before investments in noncurrent assets and items affecting comparability.
Adjusted EBITA margin	Adjusted EBITA as a percentage of total operating revenue.	Adjusted EBITA margin excludes the effect from items affecting comparability, which enables a comparison of the underlying operating profitability over time.



Measure	Definition	Reason for use
Adjusted EBIT	Earnings before interest and taxes (EBIT) adjusted for non-recurring items.	Adjusted EBIT (operating profit) excludes the effect from items affecting comparability, which provides an over picture of profit generated from the operating activities.
Adjusted EBIT margin	Adjusted operating profit as a percentage of total operating revenue.	Adjusted EBIT (operating margin) excludes the effect from items affecting comparability, which enables a comparison of the underlying business over time.
Cash capital expenditures	Lease payments for vehicles including interest and amortization of vehicle lease liability, rental payments for real estate and capital expenditures (investments in owned vehicles and equipment less disposals)	Cash capital expenditures is used as an alternative measure for the Group's capital expenditures to reflect that leasing agreements are capitalized upfront while the cash payments are done over the lease period.
Cash EBITA	EBITDA less cash capital expenditures	Cash EBITA provides an overall view of profit generated by operating activities and is a supplement to the operating profit. The measure is comparable to EBITA, but instead EBITDA less depreciation of fixed and leased assets, it is adjusted for the cash expenditures to such assets. This will show the impact of timing of CAPEX and the impact of financial lease on profitability.
Adjusted cash EBITA	Cash EBITA adjusted for non-recurring items	Cash EBITA adjusted for non-recurring items affecting comparability which enables a comparison of the underlying operating profitability over time.
Net debt	Total interest bearing liabilities less cash and cash equivalents. Total interest bearing liabilities consists of non-current and current loans, non-current and current leasing liabilities according to IFRS 16, and loans from shareholders.	Net debt is used to monitor the interest-bearing liabilities development and monitor the level of the refinancing requirement. The measure is also used as the numerator in the Net debt ratio used to monitor financial leverage.
Net debt/ LTM adjusted EBITDA	Net debt in relation to twelve-month adjusted EBITDA. Pro forma EBITDA includes all operations within the Group for the full last twelve month period.	The Company uses the Net debt ratio to monitor the level of financial leverage.
Net working capital	Inventory, accounts receivable and other current receivables less trade payables and other current liabilities.	The measure shows how much net working capital is allocated in the operations and is useful to indicate how effectively net working capital is used.
Net working capital/ operating revenue	Net working capital in relation to the pro forma rolling twelve-month operating revenue.	Net working capital ratio enables the Company to measure its net working capital over time.
Capital expenditures	Capital expenditures is defined as funds used by the Group to acquire, upgrade, and maintain owned physical assets such as property, buildings, vehicles, or equipment. Excluding acquisitions and divestments.	Capital expenditures is used to measure the required accounted invested funds to acquire, upgrade, and maintain the Company's physical assets.
Net cash inflow from operating activities	From the Cash flow statement.	Operating cash flow is used to monitor cash flows generated by operating activities. The measure is also used as the numerator in the calculation of cash conversion.
Cash conversion	Net cash inflow from operating activities in relation to adjusted EBITDA.	Cash conversion enables the Company to monitor how efficiently the Company manages operating investments and working capital as well as the operating activity's ability to generate cash flows.
Capital employed	Total assets less current liabilities.	Capital employed is a measure which the Company uses for calculating the return on capital employed and for measuring how efficient the Company is without taking goodwill generated in connection with acquisition into account.
Return on capital employed	EBIT in relation to Capital employed.	

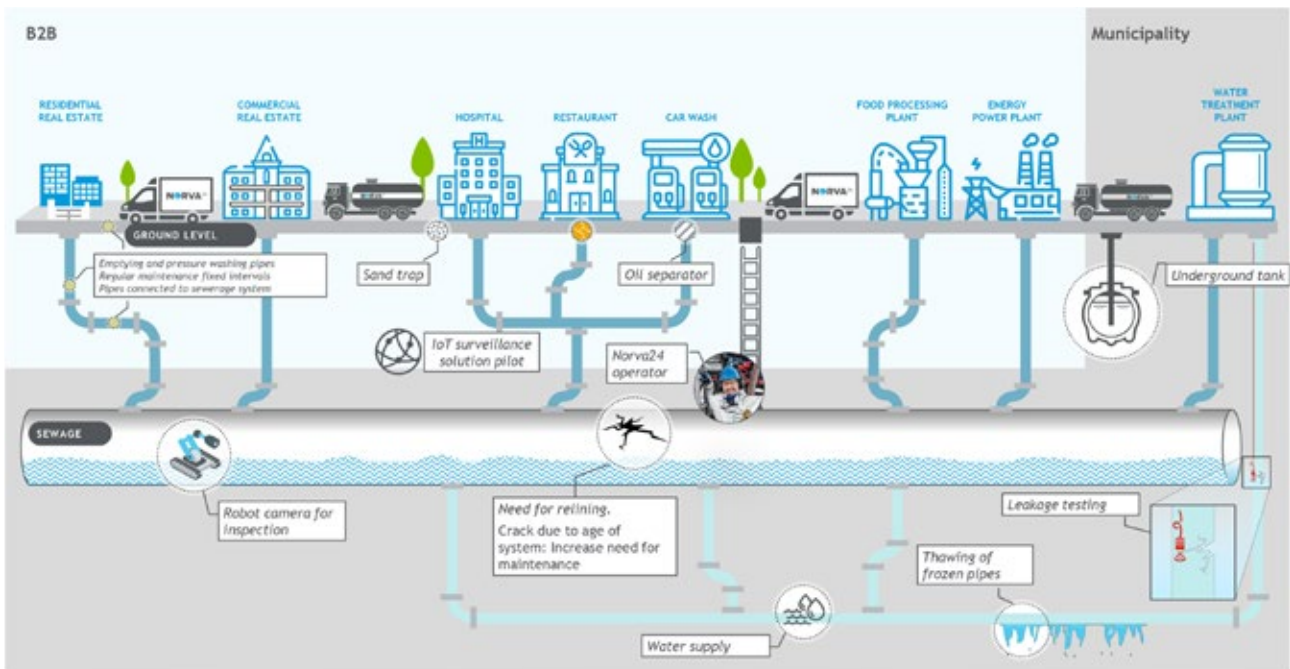
# History

Although the oldest local branch of Norva24 was founded in 1919 in Norway as a family business offering UIM services with horses and carriages, Norva24 in its current form was created in 2015 through a merger of five local UIM companies in Norway, in order to bring a disruptive business model to and professionalize the UIM services industry. In connection with the establishment of Norva24, the Valedo Partners Fund II AB invested in the Group.

## Current position

Norva24 is one of the leading European players in the UIM industry with strong market presence within all its Northern European markets; Norway, Germany, Sweden and Denmark.

In 2021 Norva24 exceeded NOK 2.1 billion in proforma revenues, strengthened the network to 66 branches, increased the number of employees to 1 450 and completed Norva24's 32nd acquisition.

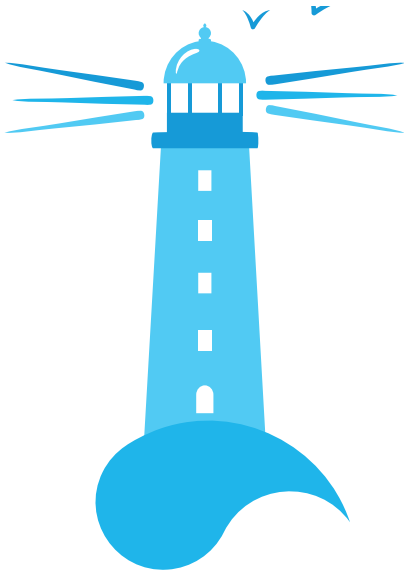


Norva24 is operating in many different parts of the Underground Infrastructure Maintenance serving a number of different types of customers. UIM services are mission critical and essential for society.





# Vision & Core values



“Our long-term vision is to build a European market leader and lighthouse in Underground Infrastructure Maintenance (UIM). Norva24’s vision is to become the leading European operator in our industry and an inspiration to the UIM industry development in Europe”

## Values and Guiding Principles

Let these values be guiding for our business:

### Trust

- We deliver what’s been agreed
- We are competent and deliver high professional quality and precision
- We see and understand the customers needs
- We show decisiveness by getting things done, and seek help from others when needed to get the job done

### Passion

- We have passion for our job and will always help
- We are focused at finding solutions and have a positive appearance when meeting customers and colleagues
- We are uncomplicated and informal
- We meet customers and colleagues with a smile

# Medium term financial targets

## Revenue growth

Target to achieve revenue of around NOK 4.5bn by 2025 while achieving an average organic growth per annum of at least in line with market growth.

## Profitability

Target to achieve an adjusted EBITA margin of 14-15% in the medium term.

## Capital structure

Norva24’s capital structure shall enable a high degree of financial flexibility and allow for acquisitions. Target steady state net debt ratio (including IFRS16 lease liabilities) should normally not exceed 2.5x adjusted EBITDA, other than temporarily as a result of M&A. Temporarily is defined as maximum four calendar quarter sequentially.

## Dividend Policy

As part of Norva24’s vision and strategy, it intends to reinvest cash flows into growth and expansion initiatives, including acquisitions, and as such does not expect to pay annual dividends to its shareholders in the medium term.



# Shareholder information & financial calendar

## TOP 10 OWNERSHIP STRUCTURE JUNE 30, 2022

Shareholder	Total shares	Ownership, %
Valedo Partners Fund II AB	60,346,567	33.03
Swedbank Robur Funds	18,055,555	9.88
Invest24 AS	12,519,326	6.85
Nordstjernen	12,338,274	6.75
Carnegie Funds	4,379,560	2.40
AQP Holding AS	3,446,536	1.89
Life Insurance Skandia	3,440,194	1.88
Voß, Andreas	3,409,851	1.87
JKT Birkeland Invest AS	3,140,574	1.72
Fallang Holding AS	2,829,394	1.55
Other	58,776,909	32.18
<b>Total</b>	<b>182,682,740</b>	<b>100.0</b>

### Contact information

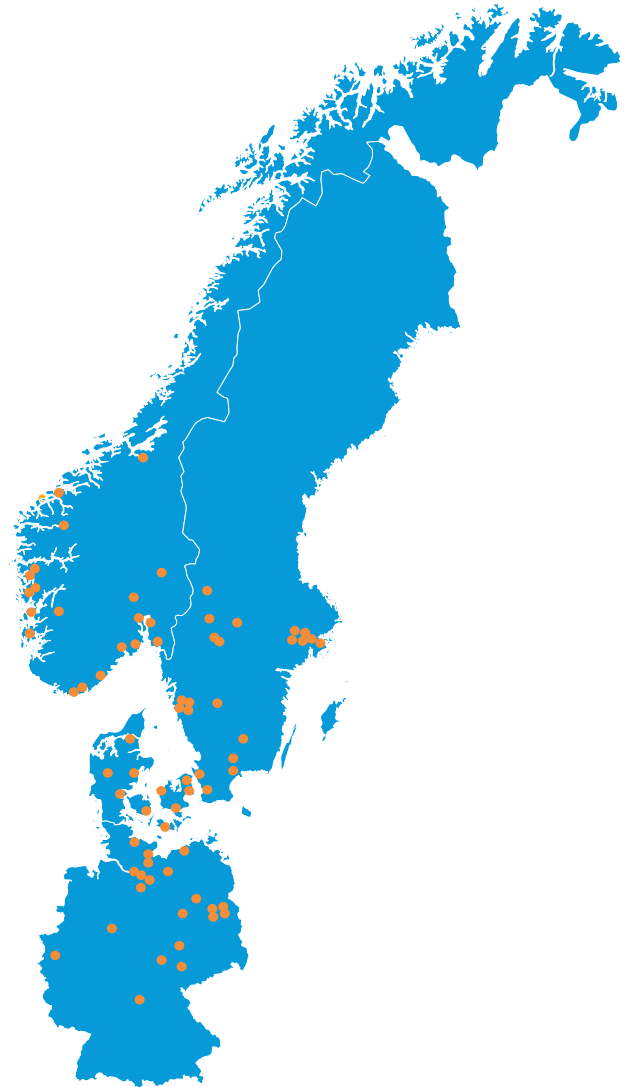
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### Financial calendar

Interim report January-September 2022	November 23, 2022
Year-end report January-December 2022	February 24, 2023
Interim report January-March 2023	May 23, 2023
Annual report 2022	Week 17, 2023
Annual General Meeting 2023	May 25, 2023



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