SAGA PURE

Q1

Saga Pure Q1 2024 report

Contents

Financial information

Highlights

NOK 1000	Jan-Mar 2024	Jan-Mar 2023	Jan-Dec 2023
	(unaudited)	(unaudited)	(audited)
Operating revenues	14 244	106	106
Operating profit (-loss) before depreciation (EBITDA) (1)	9 443	-82 070	-157 103
Operating profit/(-loss) (EBIT) (2)	9 443	-82 070	-157 103
Net profit/(-loss)	**17 750**	**-81 704**	**-136 920**
Total comprehensive income	**17 750**	**-81 704**	**-136 920**
Basic earnings per share NOK (3)	**0.04**	**-0.17**	**-0.28**
Diluted earnings per share NOK (3)	**0.04**	**-0.17**	**-0.28**

(1) EBITDA can be calculated from the statement of income by deducting interest income, interest expenses and depreciation from the profit/(loss) before taxes.

(2) EBIT can be calculated from the statement of income by deducting interest income and interest expenses from the profit/(loss) before taxes.

(3) Basic earnings per shares is calculated by dividing shareholders earnings for the period by the average number of outstanding shares in the period. Diluted earnings per shares is calculated by adding potential shares with dilutive effect, in this case average issued equity options, to the average number of outstanding shares.

Financial results

Saga Pure Group ("The Group") reports a net total comprehensive income for the first quarter 2024 of NOK 17.8 million.

The Group had an EBITDA of NOK 9.4 million for the first quarter 2024.

The Group had a net gain on financial assets of NOK 14.2 million in the first quarter.

The Group had a cash holding of NOK 635.5 million at the end of first quarter, versus NOK 696.0 million per year-end 2023.

The Group had during the quarter a net cash investment of 60.7 million in current investments.

Both the average number of outstanding shares in the quarter, and number of outstanding shares at the end of the quarter in the quarter, were 484,878,423.

The Group's condensed unaudited financial statements for the first quarter of 2024 are enclosed.

Company development and investments

At the end of first quarter the Group held investments classified as current financial investments with a fair value of NOK 167.5 million.

Realised gain and changes in market-value for these investments resulted in a gain of NOK 14.2 million for the first quarter.

The Group had a net loss from associates, of NOK 2.3 million.

The net financial items contributed with a profit of NOK 8.3 million for the quarter, of which NOK 9.1 million on net interest, and MNOK -0.8 in exchange-losses. The interest income includes interest from investment in bonds and issued short term loan, as well as interest from bank deposits.

Outlook

The Group will continue, as communicated in previous reports, to be prudent and selective when allocating its investment capital. With no interest-bearing debt, and substantial cash holdings, the Group is well positioned for pursuing new investment opportunities.

Forward-looking statements

Matters discussed in this report may constitute forward-looking statements. The forward-looking statements in this report are based on various assumptions, many of which are based upon further assumptions, including without limitation, management's examination of historical operating trends, data contained in our records and other data available from third parties. Although we believe that these assumptions were reasonable when made, because these assumptions are inherently subject to significant uncertainties and contingencies, which are difficult to predict and beyond our control, we cannot assure you that we will achieve or accomplish these expectations, beliefs or projections.

Oslo, 13 May 2024

The Board of Directors

Consolidated condensed statement of comprehensive income

NOK 1000	Jan-Mar 2024	Jan-Mar 2023	Jan-Dec 2023
	(unaudited)	(unaudited)	(audited)
Net gain from financial investments	14 244	-	-
Other income	-	106	106
Operating revenues	**14 244**	**106**	**106**
General administrative expenses	2 527	6 835	20 792
Net loss from financial investments	-	72 395	55 590
Operating expenses	**2 527**	**79 230**	**76 382**
Share of profit from associates	**-2 273**	**-2 946**	**-80 827**
Operating profit/(-loss)	**9 443**	**-82 070**	**-157 103**
Interest income	9 604	4 568	30 987
Interest expense	-476	-737	-3 040
Other financial items	-820	- 3 465	-7 763
Net financial items	**8 308**	**366**	**20 184**
Taxes	-	-	-
Net profit/(-loss)	**17 750**	**-81 704**	**-136 920**
Other comprehensive income	**-**	**-**	**-**
Total comprehensive income	**17 750**	**-81 704**	**-136 920**
Basic earnings per share NOK	**0.04**	**-0.17**	**-0,28**
Diluted earnings per share NOK	**0.04**	**-0.17**	**-0,28**
Average number of shares in the period	484 878 423	479 878 423	482 721 830
Number of shares outstanding at period end	484 878 423	479 878 423	484 878 423

Consolidated condensed statement of financial position

NOK 1000	31.03.2024	31.12.2023
	(unaudited)	(audited)
ASSETS		
Non-current assets		
Associates	32 942	35 215
Total non-current assets	**32 942**	**35 215**
Current assets		
Other current assets	54 439	46 782
Current financial investments	167 510	93 354
Cash and equivalents	635 526	696 041
Total current assets	**857 475**	**836 178**
TOTAL ASSETS	**890 417**	**871 394**
EQUITY AND LIABILITIES		
Equity		
Share capital	4 849	4 849
Other equity	1 079 616	1 079 616
Total paid-in-capital	**1 084 465**	**1 084 465**
Accumulated losses	-201 009	-218 759
Total equity	**883 456**	**865 706**
LIABILITIES		
Current liabilities		
Other current liabilities and accruals	6 961	5 688
Total current liabilities	**6 961**	**5 688**
Total liabilities	**6 961**	**5 688**
TOTAL EQUITY AND LIABILITIES	**890 417**	**871 394**

Consolidated condensed cash flow statement

NOK 1000	Jan-Mar 2024	Jan-Mar 2023	Jan-Dec 2023
	(unaudited)	(unaudited)	(audited)
Net profit/(-loss)	**17 750**	**-81 704**	**-136 920**
Options and share program	-	153	-200
Profit share from associates	2 273	2 946	80 827
Net loss/(-gain) from financial investments	-14 244	72 395	55 590
Net divestment/(-investment) trading	-60 667	-53 264	-74 350
Changes in other accrued income and expenditure	-2 274	-4 571	-4 742
Short-term loan	-	-	-43 086
Interest received	-788	-	-2 375
Net cash flow from operating activities	**-57 949**	**-64 045**	**-125 256**
Divestment in non-current financial assets	-	13 211	25 322
Net cash flow from investing activities	**-**	**13 211**	**25 322**
Share issue	-	-	6 000
Net cash flow from financing activities	**-**	**-**	**6 000**
Net change in cash and cash equivalents	**-57 949**	**-50 834**	-93 933
Cash and equivalents at beginning of period	**696 041**	**787 082**	**787 082**
Net foreign exchange differences (unrealised)	**-2 566**	**-**	**2 892**
Cash and equivalents at end of period	**635 526**	**736 248**	**696 041**

Consolidated condensed statement of changes in equity

Jan-Mar 2024 (Unaudited) *NOK 1000*	Issued capital	Other equity	Accumulated losses	Total
Equity as of 1 January 2024	**4 849**	**1 079 616**	**-218 759**	**865 706**
Net profit/(-loss)	-	-	17 750	**17 750**
Total comprehensive income	**-**	**-**	**17 750**	**17 750**
Equity per ending balance 31 March 2024	**4 849**	**1 079 616**	**-201 009**	**883 456**

Jan-Mar 2023 (Unaudited) *NOK 1000*	Issued capital	Other equity	Accumulated losses	Total
Equity as of 1 January 2023	**4 799**	**1 073 498**	**-81 840**	**996 457**
Net profit/(-loss)	-	-	-81 704	**-81 704**
Total comprehensive income	**-**	**-**	**-81 704**	**-81 704**
Options and share program (note 3)	-	168	-	**168**
Equity per ending balance 31 March 2023	**4 799**	**1 073 666**	**-163 544**	**914 920**

Jan-Dec 2023 (Audited) *NOK 1000*	Issued capital	Other equity	Accumulated losses	Total
Equity as of 1 January 2023	**4 799**	**1 073 498**	**-81 840**	**996 457**
Net profit/(-loss)	-	-	-136 920	**-136 920**
Total comprehensive income	**-**	**-**	**-136 920**	**-136 920**
Share issue	10	5 950	-	**6 000**
Options and share program (note 3)	-	168	-	**168**
Equity per ending balance 31 December 2023	**4 849**	**1 079 616**	**-218 759**	**865 706**

Notes to the financial statements

Note 1 – Basis for preparation

The Company's condensed interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting as approved by the EU and requirements in the Norwegian Securities Trading Act. This condensed interim financial statement for the first quarter is approved by the Board of Directors on 13 May 2024.

The accounting policies applied in the preparation of the condensed interim financial statements are consistent with those presented in the Annual Report of 2023.

Foreign currency

The financial statements are presented in NOK. NOK is also the functional currency for the Company.

Note 2 – Operating Segments

Investments are reported as one segment, while the “Other” segment in 2023 consisted of consulting services from internal industry specialists, that were monitored separately. Further segmentation might be applied as the business evolves.

	Investment			Other			Total		
Segment information *NOK 1000*	**Jan-Mar 2024**	**Jan-Mar 2023**	**Jan-Dec 2023**	**Jan-Mar 2024**	**Jan-Mar 2023**	**Jan-Dec 2023**	**Jan-Mar 2024**	**Jan-Mar 2022**	**Jan-Dec 2022**
Income									
Net gain/loss on investments	14 244	-72 395	-55 590	-	-	-	14 244	-72 395	-55 590
Other income	-	-	-	-	106	106	-	106	106
Total income	**14 244**	**-72 395**	**-55 590**	**-**	**106**	**106**	**14 244**	**-72 289**	**-55 484**
Operating expenses - excluding loss in investments	**2 527**	**6 835**	**20 792**	**-**	**-**	**-**	**2 527**	**6 835**	**20 792**
Net operating profit	**9 443**	**-82 176**	**-157 209**	**-**	**106**	**106**	**9 443**	**-82 070**	**-157 103**
	31 Mar 2024	**31 Mar 2023**	**31 Dec 2023**	**31 Mar 2024**	**31 Mar 2023**	**31 Dec 2023**	**31 Mar 2024**	**31 Mar 2023**	**31 Dec 2023**
Assets	890 417	926 742	871 394	-	-	-	890 417	926 742	871 394
Liabilities	6 961	11 821	5 688	-	-	-	6 961	11 21	5 688

Note 3 – Options and share program

During the quarter, the Group had 3.5 million outstanding options towards former employees. All options are fully vested, and none of them are currently “in the money”.

Note 4 – 20 largest investors

	Name	Shares	Of total shares
1	*Øystein Stray Spetalen	172 841 799	35,65 %
2	*Tycoon Industrier AS	28 550 000	5,89 %
3	Clearstream Banking S.A.	13 284 368	2,74 %
4	Simonsen Invest AS	11 000 000	2,27 %
5	Steinar Grønland	8 245 673	1,70 %
6	Atle Sandvik Pedersen	7 400 000	1,53 %
7	Skandinaviska Enskilda Banken AB	7 261 990	1,50 %
8	Injektor AS	6 200 000	1,28 %
9	Active Pro AS	5 900 000	1,22 %
10	Nordnet Livsforsikring AS	5 891 953	1,22 %
11	Ola Stormyr Holding AS	5 207 063	1,07 %
12	Melcher Holding AS	5 000 000	1,03 %
13	Bjørn Simonsen	4 000 000	0,83 %
14	Frøiland Invest AS	3 454 554	0,71 %
15	Tonor Holding AS	3 000 000	0,62 %
16	Løren Holding AS	3 000 000	0,62 %
17	**Hanekamb Invest AS	2 300 000	0,47 %
18	***El Investment AS	2 300 000	0,47 %
19	Hege Bakken	2 211 580	0,46 %
20	U-Turn Ventures AS	2 094 556	0,43 %
	Total	**299 143 536**	**61,71 %**
	Total outstanding shares	**484 878 423**	**100,00 %**

* Board member/controlled by Board member Øystein Stray Spetalen
**Controlled by Martin Nes, Chairman of the Board
*** Controlled by Espen Lundaas, CEO of Saga Pure

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