SAGA PURE

Q3

Saga Pure Q3 2024 report

Contents

Financial information

Highlights

NOK 1000	Jul-Sep 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Operating revenues	-	13 853	-	106
Operating profit (-loss) before depreciation (EBITDA) (1)	-22 251	-20 437	-9 879	-117 385
Operating profit/(-loss) (EBIT) (2)	-22 251	-20 437	-9 879	-117 385
Net profit/(-loss)	**-15 374**	**-11 015**	**12 986**	**-98 448**
Total comprehensive income/(-loss)	**-15 374**	**-11 015**	**12 986**	**-98 448**
Basic earnings per share NOK (3)	**-0.03**	**-0.02**	**0.03**	**-0.20**
Diluted earnings per share NOK (3)	**-0.03**	**-0.02**	**0.03**	**-0.20**

(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. Dilutive effect is however not assigned to loss. In case of net loss Basic and Dilutive EPS will therefore be identical.

Financial results

Saga Pure Group ("The Group") reports a total comprehensive loss for the third quarter 2024 of NOK -15 million, and an income of NOK 13 million year to date.

The Group had an EBITDA of NOK -22 million for the third quarter 2024, and -10 million in EBITDA year to date.

The Group had a loss from financial investments of NOK 18 million in the third quarter, and a year-to-date loss of NOK 1 million.

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

The Group had a cash holding of NOK 764.8 million at the end of third quarter, versus NOK 490.1 million at the end of the second quarter.

The increase in cash during the quarter is a result of net divestment in trading, divestment in associates, and settlement of provided short term loan.

The major items in the financial result of the third quarter was a net loss on financial investments of NOK 18.1 million, administrative expenses of NOK 3.0 million, and positive net financial items of NOK 5.6 million, mainly due to interest from bank accounts and bonds.

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

Company development and investments

The Group has during the quarter reduced its exposure in short term trading. The sale of the Heimdall investment was completed, and the facilitated short-term loan was settled. As a result, there was a significant increase in cash holdings during the quarter. This is a result of normal fluctuations in exposure.

Outlook

The Group will continue 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 that we will achieve or accomplish these expectations, beliefs or projections.

Oslo, 5 November 2024
The Board of Directors

Consolidated condensed statement of comprehensive income

NOK 1000	Jul-Sep 2024	Jul-Sep 2023	Jan-Sep 2024	Jan-Sep 2023
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Net gain from financial investments	-	13 853	-	-
Other income	-	-	-	106
Operating revenues	**-**	**13 853**	**-**	**106**
General administrative expense	2 951	3 678	8 769	14 017
Net loss from financial investments	18 062	-	1 320	61 441
Operating expenses	**21 012**	**3 678**	**10 089**	**75 458**
Profit/(-loss) from associates	**-**	**-34 910**	**-**	**-40 580**
Operating profit/(-loss)	**-21 012**	**-24 735**	**-10 089**	**-115 932**
Interest income	9 784	10 327	28 918	21 456
Interest expense	-2 906	-905	-6 053	-2 518
Other financial items	-1 239	4 298	210	-1 453
Net financial items	**5 638**	**13 720**	**23 076**	**17 484**
Taxes	-	-	-	-
Net profit/(-loss)	**-15 374**	**-11 015**	**12 986**	**-98 448**
Other comprehensive income	**-**	**-**	**-**	**-**
Total comprehensive income	**-15 374**	**-11 015**	**12 986**	**-98 448**
Basic earnings per share NOK	**-0,03**	**-0,02**	**0,03**	**-0,20**
Diluted earnings per share NOK	**-0,03**	**-0,02**	**0,03**	**-0,20**
Average number of shares in the period	484 878 423	484 878 423	484 878 423	481 992 394
Number of shares outstanding at period end	484 878 423	484 878 423	484 878 423	484 878 423

Consolidated condensed statement of financial position

NOK 1000	30.09.2024	31.12.2023
	(unaudited)	(audited)
ASSETS		
Non-current assets		
Associates	-	35 215
Total non-current assets	**-**	**35 215**
Current assets		
Other current assets	34 201	46 782
Current financial investments	82 862	93 354
Cash and equivalents	764 848	696 041
Total current assets	**881 911**	**836 178**
TOTAL ASSETS	**881 911**	**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**
Retained earnings/-accumulated losses	-205 773	-218 759
Total equity	**878 692**	**865 706**
LIABILITIES		
Current liabilities		
Other current liabilities and accruals	3 219	5 688
Total current liabilities	**3 219**	**5 688**
Total liabilities	**3 219**	**5 688**
TOTAL EQUITY AND LIABILITIES	**881 911**	**871 394**

Consolidated condensed cash flow statement

NOK 1000	Jul-Sep 2024	Jan-Sep 2024	Jan-Sep 2023	Jan-Dec 2023
	(unaudited)	(unaudited)	(unaudited)	(audited)
Net profit/(-loss)	-15 374	12 986	-11 015	**-136 920**
Options and share program	-	-	-	-200
Result from associates	-	-	34 910	80 827
Net loss/(-gain) from financial investments	18 062	1 319	-13 853	55 590
Net divestment/(-investment) trading	190 799	-20 232	17 834	-74 350
Changes in other accrued income and expenditure	-516	-2 494	-4 531	-4 742
Short-term loan	41 513	41 513	-25 152	-43 086
Interest received	1 778	498	-	-2 375
Net cash flow from operating activities	**236 260**	**33 591**	**-1 807**	**-125 256**
Divestment in associates	35 215	35 215	-	-
Divestment in non-current financial investments	-	-	-	25 322
Net cash flow from investing activities	**35 215**	**35 215**	**-**	**25 322**
Share issue gross	-	-	-	6 000
Net cash flow from financing activities	**-**	**-**	**-**	**6 000**
Net change in cash and cash equivalents	**271 476**	**68 806**	**-1 807**	**-93 933**
Cash and equivalents at beginning of period	**490 120**	**696 041**	**675 871**	**787 082**
Net foreign exchange differences (unrealised)	**3 252**	**-**	**-**	**2 892**
Cash and equivalents at end of period	**764 848**	**764 848**	**674 064**	**696 041**

Consolidated condensed statement of changes in equity

Jan-Sep 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)	-	-	12 986	**12 986**
Total comprehensive income	**-**	**-**	**12 986**	**12 986**
Equity per ending balance 30 September 2024	**4 849**	**1 079 616**	**-205 773**	**878 692**

Jan-Sep 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)	-	-	-98 448	**-98 448**
Total comprehensive income	**-**	**-**	**-98 448**	**-98 448**
Share issue	50	5 950	-	**6 000**
Options and share program (note 3)	-	168	-	**168**
Equity per ending balance 30 September 2023	**4 849**	**1 079 616**	**-180 287**	**904 177**

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	50	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 third quarter is approved by the Board of Directors on 5 November 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 currently consist of consulting services from internal industry specialists, are monitored separately. Further segmentation might be applied as the business evolves.

	Investment			Other			Total		
Segment information *NOK 1000*	**Jan-Sep 2024**	**Jan-Sep 2023**	**Jan-Dec 2023**	**Jan-Sep 2024**	**Jan-Sep 2023**	**Jan-Dec 2023**	**Jan-Jun 2024**	**Jan-Jun 2023**	**Jan-Dec 2023**
Income									
Net gain/loss on investments	-1 320	-61 441	-55 590	-	-	-	-1 320	-61 441	-55 590
Other income	-	-	-	-	106	106	-	106	106
Total income	**-1 320**	**-61 441**	**-55 590**	**-**	**106**	**106**	**-1 320**	**-61 335**	**-55 484**
Operating expenses - excluding loss in investments	**8 769**	**14 017**	**20 792**	**-**	**-**	**-**	**8 769**	**14 017**	**20 792**
Net operating profit	**-10 089**	**-116 038**	**-157 209**	**-**	**106**	**106**	**-10 089**	**115 932**	**-157 103**
	30 Sep 2024	**30 Sep 2023**	**31 Dec 2023**	**30 Sep 2024**	**30 Sep 2023**	**31 Dec 2023**	**30 Sep 2024**	**30 Sep 2023**	**31 Dec 2023**
Assets	881 911	908 382	871 394	-	-	-	881 911	908 382	871 394
Liabilities	3 219	4 205	5 688	-	-	-	3 219	4 205	5 688

Note 3 – Options and share program

The Group have 2 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	42 583 181	8,78 %
3	Clearstream Banking S.A.	12 825 200	2,65 %
4	Steinar Grønland	9 311 631	1,92 %
5	Simonsen Invest AS	7 500 000	1,55 %
6	Atle Sandvik Pedersen	7 400 000	1,53 %
7	Injektor AS	6 500 000	1,34 %
8	Active Pro AS	5 900 000	1,22 %
9	Nordnet Livsforsikring AS	5 702 998	1,18 %
10	Ola Stormyr Holding AS	5 207 063	1,07 %
11	Melcher Holding AS	5 000 000	1,03 %
12	Bjørn Simonsen	3 850 000	0,79 %
13	Frøiland Invest AS	3 454 554	0,71 %
14	Tonor Holding AS	3 000 000	0,62 %
15	Løren Holding AS	3 000 000	0,62 %
15	**Hanekamb Invest AS	2 300 000	0,47 %
17	***El Investment AS	2 300 000	0,47 %
17	U-Turn Ventures AS	2 299 336	0,47 %
19	Hege Bakken	2 211 580	0,46 %
20	Nordnet Bank AB	2 115 016	0,44 %
	Total	**305 302 358**	**62,96 %**
	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

Title: Saga Pure Q3 2024 report
Saga Pure ASA

Published date:
6 november 2024

info@sagapure.com

Sjølyst Plass 2,
0278 Oslo, Norway

The publication can be downloaded on
sagapure.com