VEIDEKKE

Q1

First quarter 2024

Key figures

Figures in NOK million	Q1 2024	Q1 2023	2023
Revenue	9 478	9 461	43 146
Profit/loss before tax	25	-147	1 444
Construction Norway	150	136	710
Infrastructure Norway	-169	-303	222
Construction Sweden	47	10	106
Infrastructure Sweden	-13	-8	213
Denmark	53	55	300
Other	-43	-38	-107
Profit margin	0.3%	-1.6%	3.3%
Operating profit/loss (EBIT)	-	-164	1 409
Operating margin	0.0%	-1.7%	3.3%
Operating profit/loss before depreciation and amortisation (EBITDA)	259	84	2 454
Shareholders' profit/loss share	9	-120	1 069
Profit/loss per share (NOK)	0.1	-0.9	7.9
Net interest-bearing assets	2 161	2 504	2 776
Net cash flow from operations	-339	320	2 939
Return on equity past 12 months	46%	40%	41%
Order book	41 226	43 092	40 374
- Of which to be implemented next 12 months	25 463	28 533	24 890
Order intake	10 236	10 331	37 718
LTI rate	4.6	3.9	4.7
Sickness absence	6.4%	6.2%	5.5%

Q1 2024 results

Veidekke achieved revenues of NOK 9.5 billion in the first quarter of the year, and a pre-tax profit of NOK 25 million. The group's order book totalled NOK 41.2 billion at quarter-end.

"Veidekke maintained its momentum in the first quarter. Although market conditions remain challenging and the construction and infrastructure operations are showing quite different trends, we managed to keep activity levels up and the order book strong," says Group CEO Jimmy Bengtsson.

"As usual, the first quarter was marked by a seasonal downturn for certain parts of the group. Despite achieving a year-on-year improvement in profitability, we see good opportunities to improve profitability further, and are continuing our efforts to realise this potential in all parts of the business," says Bengtsson.

"The infrastructure market remains robust, and there are grounds for optimism despite difficult market conditions in the construction industry generally and the residential segment specifically. Our strong first-quarter order intake gives us a strong foundation going forward," says Jimmy Bengtsson.

"In March, one of our asphalt factory employees suffered a serious work injury. People and their safety at work are Veidekke's top priorities. As always, the accident is being investigated, so that we can learn from the incident and avoid that similar accidents happen again," says Group CEO Jimmy Bengtsson.

Veidekke achieved revenues of NOK 9.5 billion in Q1 2024, on par with the first quarter of 2023. The infrastructure operations improved their revenues, while the construction operations reported a slight drop in earnings.

The quarterly profit before tax amounted to NOK 25 million. In Q1 2023, the group made a loss of NOK -37 million, including an adjustment (totalling NOK -110 million) linked to a payment made in settlement of an older dispute involving Infrastructure Norway. With the exception of Infrastructure Sweden and Denmark, whose performances were on a par with Q1 2023, most of the group's operations delivered improved results. Overall, the profit margin was 0.3%, compared to -0.4% in the first quarter of 2023 (adjusted for the settlement).

The group's quarterly order intake was NOK 10.2 billion, with more than 40% of received orders relating to commercial buildings. In contrast, the order intake in Q1 2023 was NOK 10.3 billion. At quarter-end, the order book amounted to NOK 41.2 billion, compared to NOK 43.1 billion at the same time last year and NOK 40.4 billion at the beginning of the year. Some 62% of the order book will be converted into revenue in the next 12 months.

Net interest-bearing assets totalled NOK 2.2 billion at the end of Q1 2024, compared to NOK 2.5 billion one year ago and NOK 2.8 billion at the beginning of the year. Quarterly cash flow from operational activities amounted to NOK -339 million, compared to NOK 320 million in the first quarter of last year. The statement of financial position totalled NOK 18.0 billion at quarter-end, compared to NOK 18.2 billion at the start of the year and NOK 17.6 billion in the corresponding quarter of last year.

The first-quarter LTI (lost time injury) rate was 4.6, compared to 6.6 in the preceding quarter and 3.9 in Q1 2023. One serious injury occurred during the quarter. The sick leave rate was 6.4%, compared to 6.0% in the preceding quarter and 6.2% in the first quarter of last year.

Construction Norway

NOK million	Q1 2024	Q1 2023	2023
Revenue	3 772	3 977	16 225
Profit/loss before tax	150	136	710
Profit margin	4.0%	3.4%	4.4%
Order book	14 234	14 947	14 760
- To be implemented next 12 mos.	10 501	12 593	10 707

Construction Norway generated revenues of NOK 3.8 billion in the first quarter of 2024, compared to NOK 4.0 billion in Q1 2023. Revenue was up in major cities, but other operations saw a drop in earnings.

The Q1 profit before tax totalled NOK 150 million, compared to NOK 136 million in the first quarter of last year. The quarterly profit margin was 4.0%, up from 3.4% in Q1 2023. The profit and profit margin improvement is primarily attributable to generally strong project profitability and high capacity utilisation.

The first-quarter order intake was NOK 3.3 billion, compared to NOK 2.4 billion in Q1 2023.

New contracts signed in the quarter:

- Smedasundet 77, office building in Haugesund for Smedasunder Sytti7 AS. Contract value NOK 300 million.
- Kanaltunet, residential project in Stavanger for Lervig Brygge AS. Contract value NOK 276 million.
- Skårerbyen – Mathildetunet, residential project in Lørenskog for Selvaag. Contract value NOK 259 million.
- Alvim treatment plant, expansion and upgrade of treatment plant for Sarpsborg municipality. Contract value NOK 253 million.
- Fenderen, commercial building in Bergen for Solheimsgaten AS. Contract value NOK 241 million.

At quarter-end, the order book totalled NOK 14.2 billion, compared to NOK 14.9 billion at the same time last year. Of this total, NOK 10.5 billion will be executed in the next 12 months, compared to NOK 12.6 billion as at the end of Q1 2023.

Infrastructure Norway

NOK million	Q1 2024	Q1 2023	2023[1]
Total revenue	**1 761**	**1 407**	**9 325**
- Civil engineering	1 606	1 289	5 725
- Asphalt, Aggregates	154	117	3 599
Total profit/loss before tax	**-169**	**-303**	**222**
- Civil engineering	43	-59	167
- Asphalt, Aggregates	-212	-245	56
Total profit margin	**-9.6%**	**-21.5%**	**2.4%**
- Civil engineering	2.7%	-4.5%	2.9%
- Asphalt, Aggregates	-137.2%	-208.4%	1.5%
Order book	**8 594**	**9 816**	**8 912**
- To be implemented next 12 mos.	4 346	**4 124**	**3 973**

[1] The profit before tax in 2023 includes the settlement with a profit effect in Q2 of NOK -110 million linked to an older dispute involving the civil engineering operation

Infrastructure Norway achieved revenues of NOK 1.8 billion in the first quarter, up from NOK 1.4 billion in the same quarter of last year. The majority of the revenue increase is attributable to the civil engineering operation. The pre-tax loss totalled NOK -169 million, compared to NOK -193 million in Q1 2023 (including an adjustment totalling NOK -110 million linked to settlement of an older dispute involving Infrastructure Norway). The total profit margin was -9.6%, compared to -12.7% in Q1 2023 (adjusted for the settlement).

The civil engineering operation generated revenues of NOK 1.6 billion in Q1, up from NOK 1.3 billion in the corresponding quarter of last year. High production in several projects contributed to the revenue increase. The profit before tax totalled NOK 43 million, compared to NOK 51 million in Q1 2023 (adjusted for the settlement). Overall, the profit margin of the civil engineering operation was 2.7%, compared to 3.6% in the first quarter of 2023 (adjusted for the settlement). The portfolio of major civil engineering projects and the road maintenance operation were robustly profitable, while specialist engineering operations recorded weaker profitability.

The asphalt and aggregates operations achieved total revenues of NOK 154 million in the first quarter, compared to NOK 117 million last year. The quarterly loss was NOK -212 million, compared to NOK -245 million in Q1 2023. The first quarter of the year was characterised by the operation's usual seasonal downturn, and the quarterly result primarily reflects winter costs.

Demand for asphalt from central government and counties was down approximately 14% on 2023 (and down 33% on 2022) in this year's tendering round for the asphalting of national and local roads. Approximately 70% of anticipated central government and county volumes had been allocated by quarter-end, and Veidekke has thus far secured approximately 400 000 tonnes, equating to 40% market share in the segment. In contrast, in 2023 Veidekke had a market share of 49%, corresponding to just over 700 000 tonnes. The volumes linked to national and local roads normally account for one-third of Veidekke's total asphalt volume.

Infrastructure Norway secured new orders valued at NOK 1.3 billion in Q1, compared to NOK 3.0 billion in the same period last year.

New contracts signed in the quarter:

- Åmli, maintenance of local roads for Agder County Municipality. Contract value NOK 235 million.
- Fel-22 Kl, renewal of railway network between Etterstad and Lillestrøm for Bane Nor. Contract value NOK 231 million.

At quarter-end, the order book totalled NOK 8.6 billion, compared to NOK 9.8 billion last year. Final decisions on the tenders for several large civil engineering projects are expected in Q2 and Q3 2024. Road maintenance contracts amounted to NOK 4.2 billion, compared to NOK 4.9 billion in the corresponding quarter of 2023. Orders due to be executed in the next 12 months amounted to NOK 4.3 billion, compared to NOK 4.1 billion in the same period last year.

Construction Sweden

NOK million	Q1 2024	Q1 2023	2023
Revenue	2 081	2 209	9 078
Profit/loss before tax	47	10	106
Profit margin	2.2%	0.5%	1.2%
Order book	6 794	9 085	6 584
- To be implemented next 12 mos.	4 826	6 319	4 881

Construction Sweden recorded revenues of NOK 2.1 billion in the first quarter, compared to NOK 2.2 billion in the same quarter of last year. Measured in local currency, revenue fell by 9%. The first-quarter profit was NOK 47 million, up from NOK 10 million in Q1 of last year, when the Stockholm operation delivered a weak result. The first-quarter profit margin was 2.2%, up from 0.5% in Q1 2023. While the Gothenburg-based subsidiary BRA delivered strong profitability, the profitability of other operations within Construction Sweden was weak.

The first-quarter order intake totalled NOK 2.3 billion, compared to NOK 2.6 billion last year.

New contracts signed in the quarter:

- GoCo Lab/Active, construction of commercial building i Gothenburg for Gothenburg CoValley AB. Contract value NOK 467 million.
- SÖS By 17 & 18, refurbishment of hospital building in Stockholm for Locum AB. Contract value NOK 305 MNOK.
- Posthornet, construction of commercial building in Lund for Bastionen Malmö AB. Contract value NOK 213 million.
- Orminge Porsche for Tranviks Udde AB. Contract value NOK 162 million.
- Gibraltar for BRAX Projektutveckling AB. Contract value NOK 142 million.

At the end of the first quarter, the order book stood at NOK 6.8 billion, compared to NOK 9.1 billion in the same quarter last year. Measured in local currency, the order book shrank by 23%. The decline is primarily attributable to the residential portfolio. Orders due to be executed in the next 12 months amounted to NOK 4.8 billion as at 31 March 2024, compared to NOK 6.3 billion on the same date in 2023.

Infrastructure Sweden

NOK million	Q1 2024	Q1 2023	2023
Revenue	1 233	1 191	5 958
Profit/loss before tax	-13	-8	213
Profit margin	-1.1%	-0.7%	3.6%
Order book	7 776	6 410	6 987
- To be implemented next 12 mos.	3 263	3 296	3 174

Infrastructure Sweden generated revenues of NOK 1.2 billion in the first quarter of 2024, on a par with the same period last year.

The quarterly result, which was impacted by the seasonal downturn in the industrial operation, was a loss of NOK -13 million, compared to NOK -8 million last year. The profitability of the project portfolio has increased since last year. The quarterly profit margin was -1.1%, compared to -0.7% one year ago.

The first-quarter order intake was on a par with Q1 2023, and totalled NOK 2.0 billion. The majority of the quarterly order intake comprised increases in the scope of existing contracts.

New contracts signed in the quarter:

- E20 Hindsberg–Muggebo, alteration works for the Swedish Transport Administration. Contract value NOK 564 million.

At the end of the first quarter, the order book stood at NOK 7.8 billion, up from NOK 6.4 billion last year. Orders due to be executed in the next 12 months amounted to NOK 3.3 billion.

Denmark

NOK million	Q1 2024	Q1 2023	2023
Revenue	756	796	3 002
Profit/loss before tax	53	55	300
Profit margin	7.0%	7.0%	10.0%
Order book	3 827	2 834	3 130
- To be implemented next 12 mos.	2 527	2 201	2 155

The Danish operation Hoffmann achieved revenues of NOK 756 million in the first quarter, compared to NOK 796 million in the corresponding quarter of last year. Measured in local currency, this corresponds to an 8% year-on-year decrease. Activity during the quarter was higher than anticipated due to high activity levels and the execution of several smaller contracts.

The profit before tax was NOK 53 million, compared to NOK 55 million in Q1 2023. The profitability of the project portfolio is very strong, and the profit margin was 7.0%, the same as in the first quarter of 2023.

The first-quarter order intake totalled NOK 1.3 billion, up from NOK 333 million in Q1 2023.

New contracts signed in the quarter:

- Helmerhus, refurbishment of and alteration works on historical building in central Copenhagen for Square Copenhagen ApS. Contract value NOK 894 million.
- KLP – refurbishment of rental premises for KLP Ørestad 3A A/S. Contract value NOK 105 million.

The order book stood at NOK 3.8 billion at the end of the first quarter, up from NOK 2.8 billion last year. Measured in local currency, the order book grew by 32%. Orders due to be executed in the next 12 months amounted to NOK 2.5 billion, up 14.8% from NOK 2.2 billion as at 31 March 2023.

Other operations

Other operations consist of unallocated costs associated with the group's corporate administration, the sale of administrative services to the group's Norwegian operations, financial management and the group's ownership role in Public–Private Partnerships (PPP), and the elimination of intra-group profits. The result for the first quarter was NOK -43 million, compared to NOK -38 million in Q1 2023. The increased loss is attributable to lower returns on financial investments.

Financial situation

Net interest-bearing assets amounted to NOK 2.2 billion at quarter-end, compared to NOK 2.5 billion last year and NOK 2.8 billion at the beginning of the year. A large proportion of the decline since the beginning of the year relates to increased trade receivables, which are expected to be paid in Q2. Operational cash flow totalled NOK -339 million in Q1, down from NOK 320 million in Q1 2023. Cash flow from investment activities amounted to NOK -189 million, compared to NOK -786 million in the first quarter of last year.

The statement of financial position totalled NOK 18.0 billion at quarter-end, compared to NOK 18.2 billion at the beginning of the year and NOK 17.6 billion at the same time last year. As at the end of Q1 2024, Veidekke had not drawn on any of its available credit totalling NOK 2.5 billion.

Shareholder information

Largest shareholders as at 31 March 2024	Shareholding
OBOS BBL	19.5%
Folketrygdfondet	10.5%
If Skadeförsäkring AB	3.7%
Pareto Asset Management	3.6%
Vanguard	2.8%
Verdipapirfond ODIN Norge	2.5%
Must Invest AS	2.3%
MP Pensjon PK	2.0%
Storebrand Asset Management	1.5%
DNB Asset Management AS	1.4%
Total 10 largest shareholders	**49.8%**
Others	50.2%
Total	**100.0%**
Total number of issued shares	134 956 267

A total of 12.8 million Veidekke shares were traded in the first quarter of 2024. The share price ranged from NOK 95 to NOK 118, and was NOK 118 as at 31 March. The foreign shareholding was 20.9%. Approximately 12% of the shares in the company are owned by Veidekke employees.

Related-party transactions

Veidekke is regularly involved in transactions with related parties in the course of its ordinary operations, including contracts for the development of specific projects. There were no other significant related-party transactions in the first quarter of 2024. For a more detailed description of related-party transactions, see Veidekke's Annual and Sustainability Report 2023.

Risks

Veidekke's business primarily involves the execution of construction and infrastructure projects for private and public-sector clients in Norway, Sweden and Denmark. The past two years have been characterised by rising energy and commodity prices, higher interest-rate levels and high inflation. Although inflation slowed in 2023, commodity prices remain high. These developments are impacting financial capacity and investment decisions in both the private and public sectors, and are resulting in deferment or redesign of planned projects and weak sales of new residential units. Although Veidekke's order book was strong at the end of Q1 2024, the market outlook remains uncertain, and the company expects conditions in the construction market to remain challenging going forward. The company is engaged in an ongoing dialogue with clients and suppliers, and has an organisational and cost structure that allows rapid adaptation to altered framework conditions. The order book's development in recent months indicates that the market is functioning, but there are large variations between different geographical regions and market segments. Veidekke presents its outlook for the Scandinavian contracting markets twice a year. The market update is published on the Veidekke website.

Veidekke's project portfolio varies greatly in terms of complexity, size, duration and risk, and systematic risk management in all parts of the business and during all project phases is therefore of crucial importance.

This encompasses matters such as project selection, processes, tender quality, project follow-up and project execution. Having the necessary expertise to ensure optimal assignment execution is key when deciding which projects to tender for. At the tender-preparation stage, risks are identified and assessed, and plans are made for managing risk during the execution phase. Veidekke's projects are increasing in size and complexity, making risk management a high priority. Certain forms of contract permit differing interpretations of contractual performance, giving room for disagreement between contractor and client regarding final payment. Although Veidekke seeks to reach agreement with clients through negotiations, some disputes do end up in the court system. There were no major ongoing court cases as at the end of Q1 2024.

For further discussion of the company's financial risk, climate risk and other risk factors, see Note 29 and Note 30 in Veidekke's Annual and Sustainability Report 2023.

Oslo, 8 May 2024
The board of directors of Veidekke ASA

Sign.	Sign.	Sign.	Sign.	Sign.
Gro Bakstad Chair	Hanne Rønneberg	Per-Ingemar Persson	Carola Lavén	Pål Eitrheim
Sign.	Sign.	Sign.	Sign.	Sign.
Nils Morten Bøhler	Inge Ramsdal	Odd Andre Olsen	Arve Fludal	Jimmy Bengtsson Group CEO

Statement of comprehensive income

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Revenue	9 478	9 461	43 146
Operating expenses	-9 235	-9 384	-40 715
Share of net income from joint ventures	16	7	23
Operating profit before depreciation and amortisation (EBITDA)	**259**	**84**	**2 454**
Depreciation	-258	-248	-1 045
Operating profit/loss (EBIT)	**-**	**-164**	**1 409**
Financial income	47	37	144
Financial costs	-22	-20	-109
Profit/loss before tax	**25**	**-147**	**1 444**
Tax expenses	-6	32	-293
Profit/loss for the period	**20**	**-115**	**1 151**
of which non-controlling interests	11	5	81
Profit/loss per share (NOK)	0.1	-0.9	7.9

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Profit/loss for the period	**20**	**-115**	**1 151**
Revaluation of pensions	-	-	-19
Net items that will not be reclassified subsequently to profit or loss	**-**	**-**	**-19**
Currency translation differences	23	81	68
Fair value adjustment of financial assets	7	8	8
Net items that may be reclassified subsequently to profit or loss	**30**	**88**	**76**
Total comprehensive income	**50**	**-26**	**1 207**
of which non-controlling interests	11	7	83

Statement of financial position Veidekke group

Figures in NOK million	31 Mar 2024	31 Mar 2023	31 Dec 2023
ASSETS			
Non-current assets			
Goodwill	2 095	2 080	2 088
Other intangible assets	193	225	200
Rights of use assets	1 022	952	1 030
Land and buildings	822	756	791
Plant and machinery	2 326	2 268	2 300
Investments in joint ventures	350	291	319
Financial assets	630	564	590
Total non-current assets	**7 438**	**7 136**	**7 317**
Current assets			
Inventories	769	668	740
Trade and other receivables, contract assets	7 464	6 927	7 166
Financial investments	929	528	925
Cash and cash equivalents	1 402	2 292	2 063
Total current assets	**10 564**	**10 416**	**10 894**
Total assets	**18 002**	**17 552**	**18 212**

Figures in NOK million	31 Mar 2024	31 Mar 2023	31 Dec 2023
EQUITY AND LIABILITIES			
Equity			
Share capital	67	67	67
Other equity	3 024	2 855	2 985
Non-controlling interests	22	28	46
Total equity	**3 114**	**2 951**	**3 099**
Non-current liabilities			
Pensions and deferred tax liabilities	1 302	1 253	1 289
Bonds	-	193	193
Amounts due to credit institutions	286	152	313
Other non-current liabilities	644	806	585
Total non-current liabilities	**2 232**	**2 404**	**2 380**
Current liabilities			
Debts to credit institutions	-	4	2
Bonds	193	-	-
Trade payables and warranty provisions	7 252	7 126	7 853
Public duties and taxes payable	1 393	1 270	1 205
Other current liabilities and contract liabilities	3 818	3 798	3 674
Total current liabilities	**12 656**	**12 197**	**12 733**
Total equity and liabilities	**18 002**	**17 552**	**18 212**

Statement of cash flows

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
OPERATING ACTIVITIES			
Profit/loss before tax	25	-147	1 444
Tax paid for the period	-195	-186	-308
Depreciation, amortisation and impairments	258	248	1 045
Other operational items	-428	405	759
Net cash flow from operating activities	**-339**	**320**	**2 939**
INVESTING ACTIVITIES			
Acquisition/disposal of property, plant and equipment	-165	-113	-668
Other investing activities	-4	-634	-664
Investments in bond funds	-6	-11	-397
Change in interest-bearing receivables	-14	-28	-290
Net cash flow from investing activities	**-189**	**-786**	**-2 019**
FINANCING ACTIVITIES			
Change in interest-bearing liabilities	-28	-53	105
Repayment of IFRS16 leases	-121	-103	-508
Dividend paid	-	-	-1 046
Other financial items	-40	53	-305
Net cash flow from financing activities	**-190**	**-104**	**-1 753**
Total cash flow	**-718**	**-570**	**-833**
Cash and cash equivalents, start of period	2 063	2 714	2 714
Exchange rate adjustment foreign cash balances	57	148	182
Cash and cash equivalents, end of period	**1 402**	**2 292**	**2 063**

Net interest-bearing position

Figures in NOK million	31 Mar 2024	31 Mar 2023	31 Dec 2023
Cash and cash equivalents	1 402	2 292	2 063
Financial investment (short-term)	929	528	925
Interest-bearing assets (short-term)	304	-	292
Interest-bearing assets (long-term)	5	32	2
Interest-bearing liabilities	-479	-349	-507
Net interest-bearing position	**2 161**	**2 504**	**2 776**

Other key figures

Figures in NOK million	31 Mar 2024	31 Mar 2023	31 Dec 2023
Order book	41 226	43 092	40 374
Equity ratio	17%	17%	17%
Return on equity past 12 months	46%	40%	41%
Number of employees	7 973	7 948	8 084

Business segments

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Construction Norway			
Revenue	3 772	3 977	16 225
Operating expenses	-3 614	-3 813	-15 434
Share of net income from joint ventures	-	-	-
Depreciation, amortisation and impairments	-43	-41	-172
Operating profit/loss (EBIT)	**114**	**123**	**619**
Net financial items	36	12	91
Profit/loss before tax (EBT)	**150**	**136**	**710**
Total assets	**7 626**	**7 543**	**7 457**
Infrastructure Norge			
Revenue	1 761	1 407	9 325
Operating expenses	-1 775	-1 572	-8 477
Share of net income from joint ventures	-2	-	10
Depreciation, amortisation and impairments	-135	-128	-526
Operating profit/loss (EBIT)	**-152**	**-294**	**332**
Net financial items	-17	-9	-109
Profit/loss before tax (EBT)	**-169**	**-303**	**222**
Total assets	**5 066**	**4 793**	**4 921**

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Construction Sweden			
Revenue	2 081	2 209	9 078
Operating expenses	-2 026	-2 183	-8 879
Share of net income from joint ventures	10	1	-2
Depreciation, amortisation and impairments	-20	-20	-94
Operating profit/loss (EBIT)	**45**	**7**	**103**
Net financial items	1	4	3
Profit/loss before tax (EBT)	**47**	**10**	**106**
Total assets	**2 644**	**2 833**	**2 738**
Infrastructure Sweden			
Revenue	1 233	1 191	5 958
Operating expenses	-1 212	-1 168	-5 583
Share of net income from joint ventures	-	-	-12
Depreciation, amortisation and impairments	-36	-33	-150
Operating profit/loss (EBIT)	**-14**	**-10**	**213**
Net financial items	1	2	-
Profit/loss before tax (EBT)	**-13**	**-8**	**213**
Total assets	**1 925**	**1 792**	**1 919**

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Denmark			
Revenue	756	796	3 002
Operating expenses	-709	-741	-2 693
Share of net income from joint ventures	-	-	-
Depreciation, amortisation and impairments	-6	-7	-26
Operating profit/loss (EBIT)	**41**	**48**	**282**
Net financial items	12	7	18
Profit/loss before tax (EBT)	**53**	**55**	**300**
Total assets	**2 266**	**2 062**	**2 041**
Other operations[1]			
Revenue	83	84	324
Operating expenses	-107	-110	-418
Share of net income from joint ventures	8	6	27
Depreciation, amortisation and impairments	-18	-19	-78
Operating profit/loss (EBIT)	**-34**	**-39**	**-145**
Net financial items	-9	1	32
Profit/loss before tax (EBT)	**-43**	**-39**	**-113**
Total assets	**4 308**	**4 334**	**4 175**

[1] Other operations include the group's net financial items and central unassigned costs.

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Group eliminations			
Revenue	-209	-203	-766
Operating expenses	209	204	770
Share of net income from joint ventures	-	-	-
Depreciation, amortisation and impairments	-	-	2
Operating profit/loss (EBIT)	**-**	**1**	**6**
Net financial items	-	-	-
Profit/loss before tax (EBT)	**-**	**1**	**6**
Total assets	**-5 833**	**-5 805**	**-5 040**
Total Veidekke group segment accounts			
Revenue	9 478	9 461	43 146
Operating expenses	-9 235	-9 384	-40 715
Share of net income from joint ventures	16	7	23
Depreciation, amortisation and impairments	-258	-248	-1 045
Operating profit/loss (EBIT)	**-**	**-164**	**1 409**
Net financial items	25	17	35
Profit/loss before tax (EBT)	**25**	**-147**	**1 444**
Total assets	**18 002**	**17 552**	**18 212**

Statement of changes in equity

	Equity holders of Veidekke ASA							Minority	
Figures in NOK million	Share capital	Other paid-in capital[1]	Reevaluation of pensions	Currency translation differences	Other retained earnings	Fair value adjustments[2]	Total	Non-controlling interests	Total
Equity at 1 January 2023	**67**	**419**	**-52**	**-24**	**2 581**	**-19**	**2 973**	**22**	**2 995**
Profit/loss for the period	-	-	-	-	-120	-	-120	5	-115
Other comprehensive income	-	-	-	79	-	8	87	1	88
Share-based transactions employees	-	-	-	-	-10	-	-10	-	-10
Transactions, non-controlling interests	-	-	-	-	-13	-	-13	31	19
Sale of own shares	-	-	-	-	5	-	5	-	5
Dividend	-	-	-	-	-	-	-	-31	-31
Equity at 31 March 2023	**67**	**419**	**-52**	**56**	**2 443**	**-11**	**2 922**	**28**	**2 951**
Equity at 1 January 2023	**67**	**419**	**-52**	**-24**	**2 581**	**-19**	**2 973**	**22**	**2 995**
Profit/loss for the period	-	-	-	-	1 069		1 069	81	1 151
Other comprehensive income	-	-	-19	66	5	3	55	2	57
Share-based transactions employees	-	-	-	-	-35		-35		-35
Transactions, non-controlling interests	-	-	-	-	32		32	3	35
Sale of own shares	-	-	-	-	5	-	5	-	5
Dividend	-	-	-	-	-1 046	-	-1 046	-62	-1 108
Equity at 31 December 2023	**67**	**419**	**-71**	**43**	**2 610**	**-16**	**3 053**	**46**	**3 099**
Equity at 1 January 2024	**67**	**419**	**-71**	**43**	**2 610**	**-16**	**3 053**	**46**	**3 099**
Profit/loss for the period	-	-	-	-	9	-	9	11	20
Other comprehensive income	-	-	-	23	-	7	30	-	30
Share-based transactions employees	-	-	-	-	-14	-	-14	-	-14
Transactions, non-controlling interests	-	-	-	-	14	-	14	-15	-1
Dividend	-	-	-	-	-	-	-	-20	-20
Equity at 31 March 2024	**67**	**419**	**-71**	**66**	**2 618**	**-9**	**3 092**	**22**	**3 114**

[1] Paid-in capital over and above nominal value of shares.
[2] Financial assets and derivatives defined as hedging instruments that are both valued at fair value through comprehensive income.

Notes Veidekke group

Note 01. General information

Veidekke is one of Scandinavia's largest construction companies. The company is headquartered in Oslo and is listed on the Oslo Stock Exchange. The consolidated accounts for Q1 2024 include Veidekke ASA and its subsidiaries and the group's investments in associates and joint ventures. At the end of Q1 2024, the group included essentially the same units as in the annual accounts submitted for 2023.

Accounting figures in quarterly accounts are not audited.

Note 02. Accounting principles

The group's financial reports are prepared in accordance with international accounting standards (IFRS) approved by the EU. The quarterly accounts have been prepared in accordance with IAS 34 on interim financial reporting, and comply with applicable stock-exchange rules. The quarterly accounts were prepared in accordance with the same accounting principles as the annual accounts for 2023.

The segment and financial statements presented are prepared in line with the same accounting principles, and there is therefore no difference between IFRS and the principles applied by management to follow up on business.

The quarterly accounts do not include all information required in a complete annual report and should therefore be read in conjunction with the group's annual accounts for 2023, which are available at www.veidekke.com.

Note 03. Operating income

The tables below show the group's revenues for 2024 and 2023, split into service areas.

Figures in NOK million	Construction Norway	Infrastructure Norway	Construction Sweden	Infrastructure Sweden	Denmark	Other	Group
Service area							
Apartments and small houses	1 468	-	177	-	36	-	1 681
Commercial buildings	824	-	1 575	-	489	-	2 891
Public buildings	1 342	122	303	-	129	-	1 896
Transport infrastructure – road	-	30	-	47	-	-	77
Transport infrastructure – rail	-	409	-	62	-	-	471
Asphalt and aggregates	-	149	-	53	-	-	202
Water and sewerage		127		375		-	502
Other civil engineering	138	372	27	696	102	-	1 331
Maintenance contracts (road maintenance)	-	552	-	-	-	-	552
Other/Eliminations	-	-	-	-	-	-126	-126
Total 31 March 2024	**3 772**	**1 761**	**2 081**	**1 233**	**756**	**-126**	**9 478**

Figures in NOK million	Construction Norway	Infrastructure Norway	Construction Sweden	Infrastructure Sweden	Denmark	Other	Group
Service area							
Apartments and small houses	1 398	-	399		4	-	1 801
Commercial buildings	962	-	1 567		396	-	2 924
Public buildings	1 387	105	140	-	319	-	1 951
Transport infrastructure – road	-	-	-	76	-	-	76
Transport infrastructure – rail	-	419	-	134	-	-	553
Asphalt and aggregates	-	121	-	62	-	-	183
Water and sewerage		99		229			328
Other civil engineering	230	170	103	690	77	-	1 270
Maintenance contracts (road maintenance)	-	493	-	-	-	-	493
Other/Eliminations	-	-	-	-	-	-119	-119
Total 31 March 2023	**3 977**	**1 407**	**2 209**	**1 191**	**796**	**-119**	**9 461**

Note 04. Estimates

Veidekke's operations comprise construction projects. Accounting for project activities is largely based on estimates. The significant assessments when applying the group's accounting policies and the main sources of estimate uncertainty are the same at the end of Q1 2024 as in the 2023 annual accounts.

Note 05. Non-current assets

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Property, plant, equipment and other intangible assets			
Carrying amount at start of period	**4 321**	**4 083**	**4 083**
Additions of non-current assets excl. Rights of use assets	205	197	844
Additions of Rights of use assets	102	151	489
Additions from acquisitions of operations	-	16	18
Disposals of non-current assets excl. Rights of use assets	-11	-51	-119
Disposals of Rights of use assets	-1	-1	-9
Depreciation/amortisation of non-current assets excl. Rights of use assets	-149	-150	-577
Depreciation of Rights of use assets	-110	-98	-460
Currency translation differences, etc.	6	53	53
Carrying amount at end of period	**4 364**	**4 200**	**4 321**
Other intangible assets	193	225	200
Rights of use assets	1 022	952	1 030
Land and buildings	822	756	791
Plant and machinery	2 326	2 268	2 300
Carrying amount at end of period	**4 364**	**4 200**	**4 321**

Figures in NOK million	Q1 2024	Q1 2023	As at 31 Dec 2023
Goodwill			
Carrying amount at start of period	**2 088**	**2 016**	**2 016**
Additions	-	5	21
Disposals	-	-	-
Impairment	-	-	-8
Currency translation differences	7	59	59
Carrying amount at end of period	**2 095**	**2 080**	**2 088**

Note 06. Operations significantly affected by seasonal fluctuations

The group‘s asphalt and aggregates operations, which report to the Infrastructure business area, are subject to seasonal fluctuations related to climatic conditions. Production takes place mainly between May and October, and, consequently, the bulk of the operation‘s turnover is generated during this period. However, costs related to salaried employees, maintenance of production facilities and depreciation accrue throughout the year. As a result, the quarterly accounts for the Infrastructure business area will, as a rule, fluctuate significantly.

Note 07. Acquisitions, sales of operations

No acquisitions or divestments of operations took place in Q1 2024.

Note 08. Special items

Veidekke and the Norwegian Public Roads Administration agreed on the final settlement of the project E39 Svegatjørn–Rådal outside Bergen in Q1 2023. For Veidekke, the settlement entailed a NOK -110 million loss, which was been recorded under Infrastructure Norway.

Note 09. Financial instruments

There were no significant changes during the period related to financial risk and the group‘s use of financial instruments. For further details, see the annual report for 2023.

Note 10. Dividends

For the financial year 2023, a dividend of NOK 7.90 per share has been approved, which in total amounts to NOK 1 066 million. The dividend was approved at the Annual General Meeting on 7th May 2024, and will therefore be accounted for in Q2 2024.

Note 11. Loan agreement covenants

Veidekke has a NOK 1.75 billion overdraft facility with DNB (rolling 364-day maturity) and a NOK 0.75 billion credit facility with SEB (with maturity until 31. December 2025). Both facilities remained unutilised as at the end of first quarter 2024. Cash and cash equivalents amounted to NOK 1.4 billion, including NOK 0.9 billion invested in money market funds. Veidekke also has NOK 0.9 billion invested in bond funds. This investment has been classified as Financial investments in the Statement of financial position.

Veidekke has a bond loan in the amount of NOK 193 million that expires in March 2025.

Note 12. Events after the reporting date

No events have occurred after the balance sheet date that would have had a significant effect on the submitted accounts.

Note 13. Alternative performance measures

Veidekke generally reports its financial results in line with International Financial Reporting Standards (IFRS). The following alternative performance measures are also reported:

EBITDA
EBITDA is an abbreviation for earnings before interest, taxes, depreciation and amortisation. The key figure indicates operational profitability after operating expenses have been deducted.

EBIT
EBIT is an abbreviation for earnings before interest and taxes. The key figure indicates operational profitability after operating expenses, depreciation and amortisation have been deducted.

Net interest-bearing position
An expression of the group’s financial position, this key figure is determined from the group’s capitalised interest-bearing debt on the date of calculation, less bank deposits and interest-bearing receivables, both current and non-current. This key figure is also included in the calculation of covenants in the loan agreement.

Order book
The order book provides an indication of future activity in the group’s construction and civil engineering operations. The order book is defined as contracted and signed contracts on the measurement date. This key figure also includes road maintenance contracts in Infrastructure‘s Road maintenance unit.

Return on equity
This key figure indicates the return on equity during the period and is calculated by dividing the post-tax profit by average equity.

$$\frac{\text{Profit for the last 12 months}}{\text{Average equity last 12 months}}$$

Average equity over the last 12 months is calculated by averaging equity over the preceding four quarters.

Veidekke is one of Scandinavia's largest contractors. In addition to undertaking all types of building and civil engineering assignments, the group also maintains roads and produces asphalt and aggregates. Veidekke emphasises stakeholder involvement and local experience. The annual turnover is NOK 43 billion, and nearly half of its 8 000 employees own shares in the company. Veidekke is listed on the Oslo Stock Exchange and has posted a profit every year since its inception in 1936.

Text: Veidekke. Design: Artbox.

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