



Quarter 4/2022
Reporting

Fiven ASA - Fourth Quarter Results 2022

Highlights 4th quarter 2022	2
Key figures	2
Financial review	3
Group results	3
Cash flows	5
Financial positions	6
Segments	7
Fiven Norway	7
Fiven Brazil	7
Fiven Belgium	8
Outlook	8
Unaudited condensed consolidated statement of financial position	10
Unaudited condensed consolidated statement of changes in equity	11
Unaudited condensed consolidated statement of cash flows	12
Notes to the unaudited condensed consolidated financial statements	13
1. General information	13
2. Operating segments	14
3. Revenue by category and Geographic market	16
4. Other operating expenses	17
5. Finance income and expenses	17
6. Inventories	17
7. Tangible and intangible assets	18
8. Net interest-bearing debt	20
9. Adjustment for accounting of hedged power contracts	20
10. Derivatives	22
11. Events after the reporting period	22
Appendix to Fiven 4 th Quarter 2022 report – Alternative Performance Measures (APMs)	23

Highlights 4th quarter 2022

- The Q4 Total revenues reached EUR 46.3m representing an increase of 24.8% versus Q4 2021 and a sequential improvement of 2.9% versus Q3 2022
- The adjusted EBITDA was EUR 20.3m, versus EUR 7.0m in Q4 2021
- The EBITDA improvement compared to Q4 2021 shows the effects of strong progress in the sales of standard products and a growing share of specialty product sales
- The quarterly performance was also positively impacted by sales of excess power for 2022 (EUR 5.9m) and from net inventory provision release (EUR 3.5m)
- Both power and petroleum coke prices in Q4 have remained at historically high levels
- Cash Flow from Operations reached EUR 19.9m compared with EUR 7.4m Q4 Last Year
- The cash balance ended at EUR 18.9m, down from EUR 23.6m year end 2021 after a EUR 29.3m one-off cash distribution including fees agreed with bondholders
- The December 31 leverage ratio stood at 1.0
- For the full year the valuation of hedged power contracts in Norway is based on a fair value assessment under IFRS 9 Financial Instruments, and comparative numbers for full year 2021 have been restated as per requirements in IAS 8 – Accounting Policies, Changes in Accounting Estimates and Errors.

Key figures

	Q4-2022	Q4-2021	FY 2022	FY 2021
<i>Amounts in EUR thousand</i>				
Total Revenue	46,259	37,074	192,258	127,439
Operating profit (loss) (1)	25,750	4,117	83,971	21,811
Adj. EBITDA	20,277	6,953	61,457	24,403
Net income (loss) for the period (1)	16,298	1,414	53,724	7,383
Net interest-bearing debt (NIBD) (2)	60,625	54,147	60,625	54,147
Cash flow from operations	19,861	7,419	41,516	15,188

(1) The quarterly numbers for 2021 and 2022 exclude the impact of IFRS 9. The FY numbers include the impact of IFRS 9 and 2021 have been restated accordingly. Refer to note 9

(2) NIBD as defined in Bond agreement, all Net interest-bearing debt excluding shareholders loan and factoring debt.

Outstanding sales results achieved through co-development projects, innovation, and firm price discipline.

Fiven's strategy, which focuses on developing customized products to accelerate growth in a fast-growing market and remaining the most sustainable player within core applications, has consistently translated into outstanding financial results, demonstrating the effectiveness of this approach.

Fiven's agile management strategy allows the company to respond effectively to the dynamic market conditions and geopolitical landscape while maintaining a steadfast commitment to delivering high-quality products and meeting customer demands.

Financial review

Group results

	Q4-2022	Q4-2021	FY 2022	FY 2021
<i>Amounts in EUR thousand</i>				
Total Revenue	46,259	37,074	192,258	127,439
Operating profit (loss) (1)	25,750	4,117	83,971	21,811
Adj. EBITDA	20,277	6,953	61,457	24,403
Net finance income (expense)	(5,643)	(1,737)	(9,019)	(8,593)
Income tax expense (1)	3,809	966	21,228	5,835
Net income (loss) (1)	16,298	1,414	53,724	7,383

(1) The quarterly numbers for 2021 and 2022 exclude the impact of IFRS 9. The FY numbers include the impact of IFRS 9 and 2021 have been restated accordingly. Refer Note 9.

Quarter and year-to-date:

Fiven's Q4 2022 revenues displayed sustained high performance, with a YoY increase of 24.8% to EUR 46.3m. The full-year 2022 revenues saw significant growth, increasing by 50.9% YoY to EUR 192.3m.

Sales of standard products grew in Q4 2022 by 20.7% and full year by 55.3% against their comparable periods.

In Q4 2022, Fiven's customized product sales continued to exhibit sustainable growth, driven by strategic co-development programs in the armor and semiconductor markets which foster long-term partnerships. This performance reflects a YoY increase of 35.0% from Q4 2021 and a 39.0% YoY increase from the full-year 2021.

Trends in the different regions:

- **Europe:** maintaining steady results in a challenging economic climate

In Q4 2022, Fiven's sales in Europe displayed stability compared to the prior year and achieved 33.0% growth for the full-year 2022. The increased exposure to the semiconductor, armor, and clean energy sectors, were the primary drivers of growth in Europe. Additionally, the company's customized product sales saw a YoY increase of 30.5% for the full-year 2022.

- **North America:** continuous growth after having established Fiven North America in 2020.

Fiven's sales showed exceptional growth in Q4 2022 and full year 2022, with YoY increases of 102.8% and 59.1%, respectively, as a result of the company's strategic co-development partnerships in the semiconductor and defense market.

- **Latin America:** sustained growth despite a high comparison basis

In Q4 2022, Latin American sales experienced a substantial 33.0% increase, thanks to price corrections that were implemented to offset inflationary pressure. For the full year, sales grew by an impressive 78.7% YoY.

- **Asia:** navigating a temporary slowdown with an anticipated rebound.

Sales for Q4 2022 declined by 7.0%, but for the full year of 2022, sales rose by 15.3% due to an increase in co-development projects for customized applications.

Fiven is leveraging on strategic partnerships with industry leaders in technical ceramics and tailor-made solutions to drive further expansion in the customized market. These partnerships not only diversify Fiven's revenue streams but also enable resilience in the face of sudden macroeconomic shifts.

The Q4 adjusted EBITDA¹ (including EUR +0.4m from IFRS 16 and excluding EUR 6.9m of other non-recurring/non-financial items and monitoring fees) came in at EUR 20.3m versus EUR 7.0m in Q4 2021.

In comparison to Q4 2021, the adjusted EBITDA had a positive impact from continued strong sales and market momentum. There were also gains from sales of power contracted for 2022 in excess of demand for EUR 5.9m and a release of inventory reserves/write-offs of EUR 3.5m.

The Q4 2022 operating profit was EUR 25.8m, in comparison to an operating profit of EUR 4.1m in Q4 2021. The change in the Operating result from last year (EUR21.6m) comprises a higher adjusted EBITDA (EUR 13.3m), higher depreciation (EUR 0.2m) and higher non-recurring/non-financial income (EUR 8.5m).

As for the higher non-recurring income there was an in-quarter gain of EUR 8.0m from the sales of excess power contracts hedged for 2023, and all other non-recurring costs/non-financial costs were EUR 0.5m lower than Q4 2021.

The quarter's Net Financial Expenses were EUR 5.6m compared to EUR 1.7m in Q4 2021. The quarter included a EUR 2.0m fee to bondholders, higher net foreign exchange losses of EUR 1.3m, higher interest on debts and borrowings of EUR 0.3m and negative impact from other financial items of EUR 0.3m.

The Net Income before taxes of EUR 20.1m generated an income tax expense of EUR 3.8m. In comparison, the Q4 2021 Net Income was EUR 2.4m on which income tax expenses were EUR 1.0m.

Net Income was EUR 16.3m compared to a net income of EUR 1.4m in Q4 2021.

As for the full year results and excluding the impact from the non-recurring/non-financial items and monitoring fees the adjusted EBITDA ended at EUR 61.5m. In comparison to the restated result for 2021 at EUR 24.4m, the 2022 performance represents a year-on-year improvement of EUR 37.1m. Strong sales performance with prices adjusted for the inflation together with a successful sourcing and purchasing strategy have driven the strong financial performance. The result includes a gain on the sales of excess power contracts hedged for 2022 of EUR 7.2m but also a write-off of inventory for an amount of EUR 5.0m.

2022 produced an Operating Profit of EUR 84.0m, exceeding the restated 2021 results of EUR 21.8m and representing a year-on-year improvement of EUR 62.2m. The improvement from the adjusted EBITDA is EUR 37.1m, the non-recurring/non-financial items explain EUR 25.5m and depreciation EUR -0.4m

The non-recurring/non-financial items improvement of EUR 25.5m can be decomposed as follows: impact of the fair value of hedged power contracts EUR 16.7m, the sales of 2023 excess power contracts EUR 8.0m and reduction in other non-recurring costs EUR 0.8m.

The Net Finance expenses of the year were EUR 9.0m compared to EUR 8.6m in 2021. Total financial income was EUR 0.4m, on par with the 2021 result. Total financial expenses were EUR 10.6m being EUR 1.0m higher than comparable period in 2021. The variation to prior year comes from a one-off

¹ Adjusted EBITDA excludes non-recurring/non financial items incurred and monitoring fees

bondholder fee and the higher cost of borrowing following the increase of the Euribor. The results from Other Financial Items were EUR 1.2 m compared to EUR 0.7m 2021. The improvement is coming from currency gains.

The Net Income for 2022 was EUR 53.7m compared to a Net Income of EUR 7.4m in the restated report for 2021.

Cash flows

<i>Amounts in EUR thousand</i>	Q4-2022	Q4-2021	FY 2022	FY 2021
Cash flows from operating activities	19 861	7 419	41 516	15 188
Cash flows from investing activities	(1 598)	(841)	(7 589)	(5 335)
Cash flows from financing activities	(32 249)	(2 501)	(38 720)	(9 338)
Cash and cash equivalents OB	33 291	19 501	23 637	23 016
Net foreign exchange differences	(424)	59	36	106
Total cash and cash equivalents Closing BS	18 881	23 637	18 881	23 637

Quarter and year to date:

Cash flow from operating activities amounted to EUR 19.9m during the quarter compared to EUR 7.4m in Q4 2021. The performance was impacted positively by the strong adjusted EBITDA contribution of the quarter. There was also a EUR 8.3m cash impact from the extraordinary sales of power hedge contracts for 2023. For the full year, Cash flow from operating activities in 2022 reached EUR 41.6m compared to EUR 15.2m in 2021.

Cash flow from investing activities was EUR -1.6m, an increase by EUR 0.8m from last year's Q4. For the full year the cash flow from investing activities was EUR -7.6m vs EUR -5.3m in 2021. The difference is largely coming from increased focus on investments into emission control in both Norway and Brazil.

The quarterly Cash flow from financing activities was EUR -32.2m. In December bondholders accepted the request for a one-off distribution of cash in the company through a written procedure. This enabled Fiven to execute repayments of a shareholder loan of EUR 24.2m (including accrued interests), pay a dividend of EUR 2.8m and a bondholder consent fee of EUR 2.0m. Including the advisory fees, the total impact from the written procedure on the financial cash flow was EUR- 29.3m. Excluding the one-off cash distribution, the cash flow from financing activities was EUR -2.9m compared to EUR -2.5m in 2021.

For the whole year of 2022 the Cash Flow from financing activities was EUR -38.7m, which excluding the impact from the written procedure (EUR-29.3m), amounts to EUR -9.4mEUR being in line with the full year result of 2021 showing EUR -9.3m.

The total cash and cash equivalents for December end 2022 reached EUR 18.9m compared to EUR 23.6m, down by EUR 4.7m from year end 2021 bearing in mind the one-off cash distribution of EUR 29.3m in December 2022.

Financial positions

<i>Amounts in EUR thousand</i>	FY 2022 & Q4-2022	FY 2021 & Q4-2021 restated (1)
Total assets	188 995	145 959
Total Equity	49 754	(4 494)
Net Interest bearing debt (NIBD)	60 625	54 147
Total non-current liabilities	79 976	98 125
Total current liabilities	59 264	52 327

(1) The comparative information is restated. Refer to note 9.

Quarter and year to date:

Total assets at Q4 2022 were valued at EUR 189.0m. This compared to EUR 146.0m in the Q4 2021 restatement. The impact from introducing IFRS 9 and reporting the power hedge contracts at fair value increased the assets by EUR 22.4m from year end 2021, of which EUR 9.0m is reported under Other non-current assets and EUR 13.4m is reported as Other Current Assets. Excluding the impact from IFRS 9, the remaining YoY increase of the assets balance was EUR 21.6m. The higher assets value is mainly coming from an increase of current assets where inventory and receivables are impacted by more sales, inflation on materials and the strengthening of BRL and the USD against the EUR.

The reported equity at the end of Q4 2022 was EUR 49.8m representing an improvement of EUR 54.2m since year end 2021. The improvement is due to better Net Income performance but also a reduction in the foreign currency translation reserve.

The reduction in the foreign currency translation reserve is driven by a stronger market equity contribution of business located in Brazil resulting from a strengthened BRL against the EUR. The foreign currency translation reserve now makes up for EUR -6.5m compared to EUR -9.7m at year end 2021.

Net Interest-Bearing Debt as defined by the bond agreement has increased from year end 2021 position of EUR 54.1m to EUR 60.6m. The increased level of net debt (EUR 6.5m) came from the lower cash balances (EUR 4.8m), increased utilization of export financing in Brazil (EUR 3.3m) and lower obligations under leases (EUR -1.5m)

The non-current liabilities at year end 2022 were EUR 80.0m, down from year end 2021 at EUR 98.1m. The reduction comes from the full repayment of the shareholder loan reducing the non-current liabilities by EUR 22.7m from year end 2021. Higher deferred tax liabilities and provisions increased by non-current liabilities by respectively EUR 4.4m and EUR 1.0m.

Total current liabilities were EUR 59.3m at quarter end, up from EUR 52.3m at Year End 2021 where the increase is mainly driven by higher income tax payables following higher profits, and from higher utilization of the export financing facility in Brazil.

The Leverage Ratio, as defined in the bond agreement of June 2021, stood at 1.0 as at year end 2022.

Segments

Fiven Norway

	Q4-2022	Q4-2021	FY 2022	FY 2021
<i>Amounts in EUR thousand</i>				
Total revenue and other income from external customers	35,015	16,888	89,882	56,252
Revenue from other group segments	-	1,750	2,842	2,976
Total revenue and other income	35,015	18,638	92,724	59,228
Operating expenses (excluding depr. amort. and non-recurring/non-financial)	(24,316)	(16,314)	(65,112)	(49,116)
Adj. EBITDA	10,699	2,324	27,611	10,112

Quarter and year to date:

Sales to external customers of Fiven Norway, a premier provider of customized solutions, saw a 20.8% rise in Q4 and a 59.8% increase for the full year on a comparable basis. The primary growth was largely driven by customized applications in the semiconductor and armor markets.

The Q4 Adjusted EBITDA of EUR 10.7m was EUR 8.4m higher than the Q4 2021 results. There was a one-off gain from sales of excess power for 2022 amounting to EUR 5.9m included in the quarterly result. In November Fiven Norge sold its two subsidiaries in Venezuela with no impact to the financial statement.

As for the full year 2022 result, the adjusted EBITDA of EUR 27.6m, higher than the comparable period in 2021 by EUR 17.5m of which EUR 7.2m came from the sales of excess power for 2022.

Fiven Brazil

	Q4-2022	Q4-2021	FY 2022	FY 2021
<i>Amounts in EUR thousand</i>				
Total revenue and other income from external customers	22,089	15,941	93,594	55,269
Revenue from other group segments	8,168	4,081	23,903	13,362
Total revenue and other income	30,257	20,022	117,497	68,631
Operating expenses (excluding depr. amort. and non-recurring/non-financial)	(21,096)	(16,509)	(83,602)	(56,989)
Adj. EBITDA	9,162	3,513	33,894	11,641

Quarter and year to date:

External revenues from Fiven in Brazil experienced a substantial 38.6% increase YoY in Q4 2022 and a remarkable 69.3% boost for the entire year. This was due to price adjustments to counter the significant rise in raw material costs, as well as market share expansion in Latin America.

The Q4 2022 Adjusted EBITDA of EUR 9.2m was EUR 5.6m higher than Q4 2021. The 2022 quarterly performance was benefitting from persistently strong market, market share gains and a strong BRL and USD against the EUR.

The full year 2022 result mirrors the quarterly performance with strong commercial progress. Total revenues including internal sales improved by 71.2% in comparison to full year of 2021 whilst the adjusted EBITDA reported at EUR 33.9m against EUR 11.7m last year.

Fiven Belgium

<i>Amounts in EUR thousand</i>	Q4-2022	Q4-2021	FY 2022	FY 2021
Total revenue and other income from external customers	3,024	4,252	23,955	15,950
Revenue from other group segments	597	(14)	1,492	-
Total revenue and other income	3,621	4,238	25,447	15,950
Operating expenses (excluding depr. amort. and non-recurring/non-financial)	(3,284)	(3,415)	(26,172)	(15,165)
Adj. EBITDA	337	822	(725)	786

Quarter and year to date:

External revenues from Belgium experienced a 28.9% dip in Q4 due to the shrinking market in Europe for standard applications. Nevertheless, full year revenues saw a positive 50.2% increase compared to last year.

The Adjusted EBITDA was EUR 0.3m compared to EUR 0.8m in the restated Q4 2021. During the quarter Fiven finally received the permit to export material from Venezuela that have been blocked from shipping to Europe due to administrative issues impacting both production and profits. A first shipment was made shortly before Christmas, and it will benefit Fiven Belgium sales in 2023.

The full year results show that total revenues are 59.5% higher than last year. The adjusted EBITDA reported was EUR -0.7m compared to EUR 0.8 for the same period in 2021. The result includes a write-off for inventory for an amount of EUR 5.0m.

Outlook

The Fiven Group has proven its resilience in the face of uncertainty and volatility in the current geopolitical and macroeconomic environment, marked by disruptions to energy supply chains in Europe, rising interest rates, and high inflation. Its two-pillar strategy allows it to navigate these challenges effectively, as evidenced by its strong performance in its main markets over the past three years. Fiven's ability to adapt and overcome obstacles gives it confidence in its capability to continue to thrive in the face of ongoing uncertainty.

The Board of Directors of Fiven ASA - Oslo 23 February 2023



Falk Ast
Chairman



Betty Lunee Åsheim
Member of the Board



Helén Borchgrevink
Member of the Board



Stein Erik Ommundsen
General Manager

Unaudited condensed consolidated statement of income

Amounts in EUR thousand	Note	Fourth quarter		Year	
		2022	2021	2022	2021
					restated (1)
Revenue	2, 3	46,259	37,074	192,258	127,439
Other Income		13,869	7	15,174	32
Total revenue and other income		60,128	37,081	207,432	127,471
Purchase of goods and change in inventory		(12,989)	(17,830)	(77,552)	(59,188)
Employee benefit expenses		(8,020)	(7,069)	(27,931)	(23,557)
Depreciation and amortization		(1,464)	(1,307)	(5,437)	(5,072)
Other operating expenses	4	(11,906)	(6,633)	(34,927)	(23,418)
Restructuring costs		-	(125)	(3)	(125)
Total operating expenses		(34,378)	(32,964)	(145,850)	(111,360)
Other items	9,10	-	-	22,388	5,699
Operating profit (loss)		25,750	4,117	83,971	21,811
Finance income	5	88	33	371	356
Finance expense	5	(4,419)	(2,006)	(10,627)	(9,635)
Other financial items (net)	5	(1,312)	236	1,238	686
Net finance income (expense)		(5,643)	(1,737)	(9,019)	(8,593)
Net income (loss) before income taxes		20,107	2,380	74,952	13,218
Income tax (benefit) expense		(3,809)	(966)	(21,228)	(5,835)
Net income (loss)		16,298	1,414	53,724	7,383
Net income (loss) attributable to:					
Shareholders of the parent		16,298	1,414	53,724	7,383
Total net income (loss) attributed to shareholders		16,298	1,414	53,724	7,383
Items that may be reclassified to net income (loss) attributed to the shareholders of the parent:					
Exchange differences on translation of foreign operations		(1,712)	73	3,337	1,174
Total comprehensive income (loss) attributed to shareholders of the parent		14,586	1,488	57,061	8,556

(1) The comparative information is restated. Refer to note 9.

(2) The quarterly numbers for 2021 and 2022 excludes the impact of IFRS 9. The FY numbers include the impact of IFRS 9 and 2021 have been restated accordingly. Refer Note 9.

Unaudited condensed consolidated statement of financial position

<i>Amounts in EUR thousand</i>	<i>Note</i>	31 December 2022	31 December 2021 restated (1)
ASSETS			
Buildings and land	7	9,253	9,170
Plant and equipment	7	24,020	18,122
Right-of-use-assets	7	1,301	2,741
Other Intangible assets	7	13,890	14,675
Goodwill	7	5,390	5,390
Other non-current assets	9,10	10,378	1,289
Deferred tax assets		1,088	928
Total non-current assets		65,321	52,316
Inventories	6	49,454	33,309
Trade receivables		28,003	20,941
Other receivables		8,626	10,541
Prepayments		734	572
Other current financial assets	9,10	17,976	4,643
Cash and cash equivalents		18,881	23,637
Total current assets		123,673	93,643
TOTAL ASSETS		188,995	145,959
EQUITY AND LIABILITIES			
Share capital		101	101
Other paid in capital		5,575	5,575
Retained earnings		50,460	(451)
Foreign currency translation reserve		(6,383)	(9,719)
Total equity		49,754	(4,494)
Bond loan	8	69,146	68,946
Non-current other interest-bearing liabilities	8	-	22,717
Non-current lease liabilities	8	477	1,469
Deferred tax liabilities		8,565	4,133
Employee benefit obligations		265	361
Provisions		1,523	498
Total non-current liabilities		79,976	98,125
Trade payables		28,750	31,014
Other payables		6,832	4,436
Current other interest-bearing liabilities	8	14,211	12,609
Current lease liabilities	8	958	1,508
Income tax payable		8,023	2,409
Other current liabilities		84	262
Provisions		406	88
Total current liabilities		59,264	52,327
Total liabilities		139,241	150,452
TOTAL EQUITY AND LIABILITIES		188,995	145,959

(1) The comparative information is restated for adjustment of power hedge accounting. Refer to note 9.

Unaudited condensed consolidated statement of changes in equity

<i>Amounts in EUR thousand</i>	Share capital	Other paid in capital	Retained Earnings	Foreign currency translation reserve	Total Equity
Opening balance 1 January, 2022	101	5 575	(451)	(9 719)	(4 494)
Net income (loss)	-	-	53 724	-	53 724
Other comprehensive income (loss)	-	-	-	3 337	3 337
Total comprehensive income (loss) of the year	-	-	53 724	3 337	57 061
Contribution of equity, net of transaction costs	-	-	-	-	-
Dividends to owners	-	-	(2 813)	-	(2 813)
Closing balance as of 31 December 2022	101	5 575	50 460	(6 383)	49 754

<i>Amounts in EUR thousand</i>	Share capital	Other paid in capital	Retained Earnings	Foreign currency translation reserve	Total Equity
Opening balance 1 January, 2021	101	5 575	(7 834)	(10 893)	(13 050)
Net income (loss) (1)	-	-	7 383	-	7 383
Other comprehensive income (loss)	-	-	-	1 174	1 174
Total comprehensive income (loss) of the year (1)	-	-	7 383	1 174	8 556
Contribution of equity, net of transaction costs	-	-	-	-	-
Dividends to owners	-	-	-	-	-
Closing balance as of 31 December 2021 (1)	101	5 575	(451)	(9 719)	(4 494)

(1) The comparative information is restated for adjustment of power hedge accounting. Refer to note 9.

Unaudited condensed consolidated statement of cash flows

<i>Amounts in EUR thousand</i>	<i>Note</i>	Q4-2022	Q4-2021	FY 2022	FY 2021
Net income (loss) before income taxes (1)		20,107	2,380	74,952	13,218
Adjustments to reconcile net income (loss) before income tax to net cash flows:					
Corporate income tax paid		(3,407)	(1,482)	(10,435)	(3,726)
Depreciation and amortization		1,464	1,307	5,437	5,072
Net (gain)/Loss on disposal of buildings, plant and equipment		(223)	-	(355)	(19)
Net (gain)/loss on fair value of power derivatives (1)		-	-	(22,388)	(5,699)
Net finance expense		5,642	1,737	9,019	8,593
Change in inventory, trade receivables and trade payables		(8,647)	3,827	(20,625)	1,916
Change in other receivables, prepayments, and other payables		4,091	122	5,156	(3,558)
Change in provisions		1,334	(474)	1,254	(600)
Other changes		(499)	2	(499)	(8)
Cash flows from operating activities		19,861	7,419	41,516	15,188
Payments for buildings, plant and equipment, and intangible assets		(1,684)	(1,066)	(7,963)	(5,646)
Proceeds from sale of buildings, plant and equipment, and intangible assets		-	-	20	19
Interest received and other changes		85	225	354	292
Cash flows from investing activities		(1,598)	(841)	(7,589)	(5,335)
Proceeds from issues of bonds		-	-	-	70,000
Repayment Bond loan		-	-	-	(56,500)
Repayment Shareholders loan		(21,977)	-	(21,977)	(15,000)
Net proceeds from factoring/export financing		(855)	(626)	(1,576)	2,741
Interest and other financial expenses paid		(6,400)	(1,512)	(11,091)	(9,219)
Payment of principal portion of lease liabilities		(204)	(363)	(1,263)	(1,360)
Payments to companys shareholders		(2,813)	-	(2,813)	-
Cash flows from financing activities		(32,249)	(2,501)	(38,720)	(9,338)
Net increase (decrease) in cash and cash equivalents		(13,987)	4,078	(4,793)	515
Net foreign exchange differences		(424)	59	36	106
Cash and cash equivalents OB		33,291	19,501	23,637	23,016
Total cash and cash equivalents Closing BS		18,881	23,637	18,881	23,637
Restricted cash OB		92	49	112	277
Change in restricted cash		102	63	82	(165)
Restricted cash closing balance		194	112	194	112
Cash and cash equivalents excluding restricted cash at closing balance		18,687	23,525	18,687	23,525

(1) The quarterly numbers for 2021 and 2022 exclude the impact of IFRS 9. The FY numbers include the impact of IFRS 9 and 2021 has been restated accordingly. Refer to note 9

Notes to the unaudited condensed consolidated financial statements

1. General information

Fiven ASA is a limited liability company located in Norway and whose bonds are publicly traded at Stockholm and Frankfurt stock exchanges.

Basis for preparation

The condensed consolidated interim financial statements comprise Fiven ASA and its subsidiaries (hereafter Fiven/the group). In November 2022 Fiven sold its two Venezuelan subsidiaries. Following these subsidiaries have never been included in the consolidated financial statements. The assessment was that although the two Venezuelan subsidiaries were controlled by the Group as defined in IFRS 10, as they were integrated cost centers under the business model of the Belgian production facility there was no material impact on the financial information being relevant and faithfully represented by their exclusion. The sale was at no material consideration and there was no gain or loss on sale, and the disposal has no impact on the consolidated financial statement.

The condensed interim financial statements are prepared in compliance with International Accounting Standard (IAS) 34 Interim Financial Reporting and should be read in conjunction with the consolidated financial statement in Fiven ASA annual report for 2021.

The accounting policies applied by the group in these interim financial statements are consistent with those of the financial year 2021. The interim financial statements are unaudited. The presentation currency of Fiven is EUR (Euro). All financial information is presented in EUR thousand, unless otherwise stated. One or more columns included in the interim report may not add up to the total due to rounding.

Judgement, estimates and assumptions

The preparation of the consolidated interim financial statements according to IFRS requires management to make judgments, estimates and assumptions each reporting period. The main judgments, estimates and assumptions are described in the annual consolidated financial statements for 2021 (note 3).

The going concern assumptions have been assessed. The good liquidity situation during the quarters and the long-term financing of operations secured through the bond refinancing completed in Q2 2021 leads management to conclude that there is sufficient financial flexibility to manage the near-term financial obligations.

The impairment testing of assets including goodwill and intangible assets was last performed in Q2 2022 for each operating segment, and management considers there have been no triggering events since then necessitating a new impairment test.

2. Operating segments

Fiven identifies its segments according to the organization and reporting structure as decided and followed up by group management. Operating segments are components of a business that are evaluated regularly by the chief operating decision maker, defined as the Chairman of the Board Fiven ASA, for the purpose of assessing performance and allocating resources.

Fiven has three reportable segments: Fiven Norway, Fiven Brazil and Fiven Belgium.

Fourth quarter 2022 (1)

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	21,147	22,089	3,024	-	46,259
Other income	13,868	-	1	-	13,869
Total revenue and other income from external customers	35,015	22,089	3,024	-	60,128
Revenue from other group segments	-	8,168	597	(8,765)	-
Total revenue and other income	35,015	30,257	3,621	(8,765)	60,128
Operating expenses (excluding depr. and amort.)	(16,402)	(21,402)	(4,061)	8,950	(32,915)
Other items (2)	-	-	-	-	-
Non-recurring & other non-financial items	(7,914)	306	776	(105)	(6,937)
Adj. EBITDA	10,699	9,162	337	80	20,277

Fourth quarter 2021 (1)

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	16,888	15,941	4,244	0	37,074
Other income	-	-	7	-	7
Total revenue and other income from external customers	16,888	15,941	4,252	0	37,081
Revenue from other group segments	1,750	4,081	(14)	(5,817)	-
Total revenue and other income	18,638	20,022	4,238	(5,817)	37,081
Operating expenses (excluding depr. and amort.)	(16,405)	(16,343)	(4,595)	5,686	(31,657)
Other items (2)	-	-	-	-	-
Non-recurring & other non-financial items	90	(166)	1,180	425	1,529
Adj. EBITDA	2,324	3,513	822	294	6,953

(1) The quarterly numbers for 2021 and 2022 exclude the impact of IFRS 9.

FY 2022 (1)

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	74,721	93,593	23,943	-	192,258
Other income	15,161	1	11	2	15,174
Total revenue and other income from external customers	89,882	93,594	23,955	2	207,432
Revenue from other group segments	2,842	23,903	1,492	(28,236)	(0)
Total revenue and other income	92,724	117,497	25,447	(28,235)	207,432
Operating expenses (excluding depr. and amort.)	(57,199)	(83,908)	(26,951)	27,645	(140,413)
Other items (2)	22,388	-	-	-	22,388
Non-recurring & other non-financial items	(30,302)	306	779	1,267	(27,950)
Adj. EBITDA	27,611	33,894	(725)	677	61,457

FY 2021 (1)

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	56,232	55,269	15,938	-	127,439
Other income	19	-	13	-	32
Total revenue and other income from external customers	56,252	55,269	15,950	(0)	127,471
Revenue from other group segments	2,976	13,362	-	(16,338)	0
Total revenue and other income	59,228	68,631	15,950	(16,338)	127,471
Operating expenses (excluding depr. and amort.)	(49,231)	(56,822)	(17,678)	17,443	(106,288)
Other items (2)	5,699	-	-	-	5,699
Non-recurring & other non-financial items	(5,585)	(168)	2,514	759	(2,480)
Adj. EBITDA	10,112	11,641	786	1,864	24,403

(1) The FY numbers include the impact of IFRS 9 and 2021 have been restated accordingly. Refer Note 9.

(2) Other items relates to the gain or loss on fair value of a power contract, refer to note 10 for further information.

The Alternative Performance Measures (APMs) are further explained in the APM attachment to the report.

Operating segment information

Segment performance is evaluated based on Adj. EBITDA (as defined in the APM attachment). Fiven's financing and taxes are managed on a group basis and are not allocated to operating segments. EBITDA adjusted includes the positive IFRS 16 impact and excludes other non-recurring/non-financing items and monitoring fees.

Eliminations comprise mainly of intersegment sales. Transactions between operating segments are conducted on an arm's length basis in a similar manner to the transactions with third parties.

The accounting policies used for segment reporting reflect those used for the group.

3. Revenue by category and Geographic market

Fourth quarter 2022

<i>Amounts in EUR thousand</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	7 501	21 376	3 024	31 901
Specialties products	13 645	713	-	14 358
Total revenue	21 147	22 089	3 024	46 259

Fourth quarter 2021

<i>Amounts in EUR thousand</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	6 738	15 452	4 244	26 435
Specialties products	10 150	489	-	10 639
Total revenue	16 888	15 941	4 244	37 074

FY 2022

<i>Amounts in EUR thousand</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	29 273	91 154	23 943	144 371
Specialties products	45 448	2 439	-	47 887
Total revenue	74 721	93 593	23 943	192 258

FY 2021

<i>Amounts in EUR thousand</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	23 529	53 513	15 938	92 979
Specialties products	32 704	1 756	-	34 460
Total revenue	56 232	55 269	15 938	127 439

In Q2 2022 Fiven changed its internal determination of what is standard versus specialties products. The impact is an increased number of goods reported as standard, and 2021 reporting has been restated in the table above.

By geographic market

<i>Amounts in EUR thousand</i>	Q4-2022	Q4-2021	FY 2022	FY 2021	FY 2021
Europe	16 476	16 559	77 883	58 546	58 546
Asia	2 480	2 668	9 143	7 933	7 933
North America	10 358	5 108	29 718	18 678	18 678
South America	16 945	12 738	75 514	42 264	42 264
Other	-	-	-	18	18
Total revenue	46 259	37 074	192 258	127 439	127 439

4. Other operating expenses

<i>Amounts in EUR thousand</i>	Q4-2022	Q4-2021	FY 2022	FY 2021
Transport, maintenance, energy and water expenses	4 240	3 385	18 632	13 371
External services	2 196	1 403	6 745	5 341
Travel, Insurance, meetings and office expenses	689	602	2 711	1 858
Lease expenses	292	153	862	537
Other operating expenses	4 489	1 090	5 976	2 311
Total other operating expenses	11 906	6 633	34 927	23 418

5. Finance income and expenses

<i>Amounts in EUR thousand</i>	Q4-2022	Q4-2021	FY 2022	FY 2021
Finance income				
Other interest income	85	18	359	79
Other financial income	3	15	12	278
Total finance income	88	33	371	356
Finance expenses				
Interest on debts and borrowings	(2 144)	(1 818)	(7 783)	(7 481)
IFRS 16 interest expenses	(37)	(64)	(193)	(299)
Interest expense factoring/export financing	(219)	(101)	(563)	(399)
Other financial expenses	(2 019)	(23)	(2 087)	(1 456)
Total finance expenses	(4 419)	(2 006)	(10 627)	(9 635)
Other financial items (net)				
Net change in fair value of currency fin.instr	(63)	154	(6)	(22)
Net foreign exchange gains (losses)	(1 249)	82	1 244	708
Other financial items (net)	(1 312)	236	1 238	686
Net Finance income (expenses)	(5 643)	(1 737)	(9 019)	(8 593)

6. Inventories

<i>Amounts in EUR thousand</i>	31 December 2022	31 December 2021
Raw materials and spare parts	26 068	18 906
Semi-finished products	18 052	5 913
Finished products	10 806	8 823
Allowance inventory	(5 472)	(333)
Total Inventories	49 454	33 309

Intangible assets

31 December 2022

<i>Amounts in EUR thousand</i>	Goodwill	Trademark	Technology	Customer relationships	Other intangible	Assets under construction	Total
Accumulated cost 1 January 2022	5 390	6 848	6 158	3 295	1 188	1 131	24 010
Additions	-	-	-	-	-	643	643
Transfers from assets under construction	-	-	-	-	225	(225)	-
Disposals	-	-	-	-	-	-	-
Exchange differences	-	-	(4)	-	23	(88)	(68)
Closing balance as of 31 December 2022	5 390	6 848	6 154	3 295	1 436	1 462	24 586
Accumulated amortization 1 January 2022	-	-	2 125	1 170	650	-	3 945
Amortization	-	-	757	424	189	-	1 371
Disposals	-	-	-	-	(12)	-	(12)
Exchange differences	-	-	(4)	-	5	-	1
Closing balance as of 31 December 2022	-	-	2 879	1 594	832	-	5 305
Net book value as of 31 December 2022	5 390	6 848	3 275	1 701	604	1 462	19 280

31 December 2021

<i>Amounts in EUR thousand</i>	Goodwill	Trademark	Technology	Customer relationships	Other intangible assets	Assets under construction	Total
Accumulated cost 1 January 2021	5 390	6 848	6 155	3 295	874	720	23 282
Additions	-	-	-	-	-	730	730
Transfers from assets under construction	-	-	-	-	353	(353)	-
Disposals	-	-	-	-	(56)	-	(56)
Exchange differences	-	-	3	-	17	33	54
Closing balance as of 31 December 2021	5 390	6 848	6 158	3 295	1 188	1 131	24 010
Accumulated depreciation 1 January 2021	-	-	1 361	753	524	-	2 638
Amortization	-	-	761	416	114	-	1 291
Disposals	-	-	-	-	6	-	6
Exchange differences	-	-	3	-	7	-	10
Closing balance as of 31 December 2021	-	-	2 125	1 170	650	-	3 945
Net book value as of 31 December 2021	5 390	6 848	4 033	2 125	538	1 131	20 065

Estimated useful life	Indefinite	Indefinite	5-20 Years	5-20 Years
Amortization plan			Straight-line	Straight-line

8. Net interest-bearing debt

Interest bearing debt

<i>Amounts in EUR thousand</i>	31 December 2022	31 December 2021
Senior secured floating rate bond	70 000	70 000
Transaction cost at amortized cost	(854)	(1 054)
Factoring financing	6 140	7 803
Obligation under leases (IFRS 16)	1 436	2 978
Shareholders loan	-	22 717
Export financing	8 070	4 806
Total Interest bearing debt	84 793	107 250

Net interest bearing debt

<i>Amounts in EUR thousand</i>	31 December 2022	31 December 2021
Senior secured floating rate bond	70 000	70 000
Export financing	8 070	4 806
Obligation under leases (IFRS 16)	1 436	2 978
Cash and cash equivalents	(18 881)	(23 637)
NIBD according to Bond agreement	60 625	54 147

Current other interest-bearing liabilities

<i>Amounts in EUR thousand</i>	31 December 2022	31 December 2021
Factoring financing	6 140	7 803
Export financing	8 070	4 806
Current other interest-bearing liabilities	14 211	12 609

NIBD as defined in Bond agreement, all Net interest-bearing debt excluding shareholders loan and factoring debt.

On 5 December 2022 Fiven ASA entered into an agreement with bondholders to amend the Terms and Conditions of the Bond Loan. There were no changes to the key terms of the bondholder agreement, other than to allow a one-time distribution of funds in 2022 in order to repay the shareholder loan and pay a dividend to owners. kEUR 2 813 was distributed as dividend to shareholders.

On 6 December 2022 Fiven ASA repaid the shareholder loan to Tosca Intermediate Holdings SARL in full, amounting to 22.0 mEUR plus accrued interest of 2.2 mEUR. This was done following the amendment to the Bond loan terms and conditions, to allow a one-time distribution of funds.

9. Adjustment for accounting of hedged power contracts

The groups Norwegian subsidiary Fiven Norge AS has historically entered into contracts to secure the power prices charged to the plants in Lillesand and Arendal. Power is a significant cost of production, and the purpose has been to minimize the exposure to significant fluctuations in power prices.

As these contracts have been in place for some time, it has been the understanding that the underlying contract was a supply agreement for power at a set price, and as such own-use exemption has been applied as per IFRS 9.2.4 and therefore treated as an executory contract only.

As a consequence of planned plant maintenance shutdown in 2022 excess power capacity was sold, further investigation revealed that there was a portion of excess volume not sold, and there was no delivery at a contract price, rather it was a secondary part of the contract for the delta between an agreed price compared to the spot price, i.e., a contract for difference (CfD).

A CfD is a contract wherein two parties agree to pay or receive in cash the difference between the spot price and the fixed price on an underlying item, without actual delivery or receipt of that underlying item, i.e., there is no physical delivery of the non-financial item (in this case, power).

This element of the contract is settled in cash and is precluded from qualifying for the own-use exemption, despite the linkage to the notional volume of the CfD to the physical energy flow under the contract to buy electricity. It is therefore to be accounted for in accordance with IFRS 9.

The CfD is a derivative, meeting the definition of IFRS 9.A, and will be classified as a financial asset or liability depending on the fair value. The CfD are measured at fair value through profit or loss.

Power contracts in Fiven Norway AS has been revisited, and an assessment made regarding need to restate.

The adaptation to IFRS 9 valuation of power hedge contracts has been accounted for by restating the FY 2021 and including the effects in the FY 2022 each of the affected financial statement line items for the prior periods, as follows:

Impact on equity

<i>Amounts in EUR thousand</i>	31 December 2021
ASSETS	
Other non-current assets	1 154
Other current financial assets	4 546
TOTAL ASSETS	5 699
Deferred tax liabilities	1 254
Total liabilities	1 254
Net impact on equity	4 446

Impact on statement of consolidated income

<i>Amounts in EUR thousand</i>	31 December 2021
Statement of income	
Other items	5 699
Income tax (benefit) expense	(1 254)
Net impact on Net income (loss)	4 446

10. Derivatives

<i>Amounts in EUR thousand</i>	31 December 2022		
	Asset	Liabilites	Total
Foreign exchange forward contracts	62	84	(23)
Power contracts	28 088	-	28 088
Total	28 149	84	28 065

<i>Amounts in EUR thousand</i>	31 December 2021		
	Asset	Liabilites	Total
Foreing exchange forwarded contracts	98	262	(165)
Power contracts	5 699	-	5 699
Total	5 797	262	5 535

Non-financial commodity contracts where the relevant commodity is readily convertible to cash and where the contracts are not for own use, fall within the scope of IFRS 9 Financial instruments - recognition and measurement.

Fiven's current power contracts have two elements to the agreement, one being the sale of power and the other to hedge the fluctuation of the price. The two elements have distinct separate purposes, and do not form a single contract. The contract is settled in net cash.

Such contracts are therefore measured at fair value through profit or loss and classified as derivatives.

The full fair value of a derivative is classified as "Other non-current assets or "Other non-current liabilities" if the remaining maturity of the derivative is more than 12 months and, as "Other current financial assets" or "Other current liabilities," if the maturity of the derivative is less than 12 months.

The fair value estimation of the power contracts (CfD derivative) has been arrived at by applying a level 1 valuation methodology which inputs are quoted prices (unadjusted) in active marked, being the spot price in the Norwegian power marked (NASDAQ OMX). The current contacts are for the period until end 2024.

11. Events after the reporting period

There are no material events having taken place after the balance sheet date.

Appendix to Fiven 4th Quarter 2022 report - Alternative Performance Measures (APMs)

An APM is defined as a financial measure of historical or future financial performance, financial position, or cash flows, other than a financial measure defined or specified in the applicable financial reporting framework (IFRS). Fiven uses Adjusted EBITDA (EBITDA Adj.) to measure operating performance at the group and segment level.

In particular management regards Adjusted EBITDA as relevant performance measure at segment level because intangible assets, income tax and finance expenses/ finance income, are managed on a group basis.

The APMs presented herein are not measurements of performance under IFRS or other generally accepted accounting principles and should not be considered as a substitute for measures of performance in accordance with IFRS. Because companies calculate the APMs presented herein differently, Fiven's presentation of these APMs may not be comparable to similarly titled measures used by other companies.

Fiven's financial APMs defined:

Adj. EBITDA

Adj. EBITDA shows the Group's Operating Result before Depreciation and Amortization and items that require special explanation defined as "Other income and expenses" (OIE).

OIE include one-off and non-recurring/non-financial operating items but excludes operating income from excess power sales for 2022.

The adj. EBITDA is the Group's key financial figure, internally and externally. The figure is used to identify and analyze the Group's operating profitability from normal operations and operating activities, excluding the effects from depreciation and amortization.

Please note there is a discrepancy between the Adj. EBITDA measure and the EBITDA reported as per Fiven's bond terms (i.e., the one reported to the Bond Trustee), as the APM does not cap other non-recurring costs at 12.5% as does the bond terms.

APM Table Fourth quarter 2022

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Operating profit/(loss)	17,903	8,455	(502)	(105)	25,750
Depreciation and amortization	710	401	63	290	1,464
Transaction costs	-	-	-	122	122
Total other non-recurring costs	51	306	776	(585)	548
Other non-financial income/expense	(7,965)	-	-	-	(7,965)
Monitoring fee	-	-	-	357	357
Adj. EBITDA	10,699	9,162	337	80	20,277

The quarterly numbers 2022 exclude the impact of IFRS 9.

APM Table Fourth quarter 2021

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Operating profit/(loss)	1,579	3,377	(412)	(428)	4,117
Depreciation and amortization	654	303	54	296	1,307
Transaction costs	-	-	-	81	81
Total other non-recurring costs	90	(166)	1,187	94	1,205
Other non-financial income/expense	-	-	(7)	0	(7)
Monitoring fee	-	-	-	250	250
Adj. EBITDA	2,324	3,513	822	293	6,953

The quarterly numbers for 2021 exclude the impact of IFRS 9.

APM Table FY 2022

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Operating profit/(loss)	55,427	32,053	(1,734)	(1,776)	83,971
Depreciation and amortization	2,486	1,535	229	1,186	5,437
Transaction costs	-	-	-	439	439
Total other non-recurring costs	51	306	779	(360)	777
Other non-financial income/expense	(30,353)	-	-	-	(30,353)
Monitoring fee	-	-	-	1,187	1,187
Adj. EBITDA	27,611	33,894	(725)	677	61,457

The FY numbers for 2022 include the impact of IFRS 9.

APM Table FY 2021 (1)

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Operating profit/(loss)	13,253	10,584	(1,950)	(77)	21,811
Depreciation and amortization	2,444	1,225	222	1,182	5,072
Transaction costs	-	-	-	196	196
Total other non-recurring costs	135	(141)	2,526	(477)	2,043
Other non-financial income/expense	(5,719)	(27)	(13)	39	(5,719)
Monitoring fee	-	-	-	1,000	1,000
Adj. EBITDA	10,112	11,641	786	1,864	24,403

The FY numbers for 2021 include the impact of IFRS 9 and 2021 has been restated accordingly.

(1)