



Quarter 4/2020
Reporting

Fiven ASA - Fourth Quarter result 2020

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Highlights 4th quarter 2020

- **Total revenues reported at EUR 23.8m, down by 8.7% versus fourth quarter 2019.**
- **The adjusted EBITDA was EUR 3.9m, versus EUR 2.3m fourth quarter 2019.**
- **The adjusted EBITDA margin increased, with key drivers coming from better sales mix, favorable situation on forex and cost reduction measures, and in spite of a net increase of provisions for inventory risk of EUR 0.6m.**
- **The cash balance ended at EUR 23.0m versus EUR 14.8m in Q4 2019. The quarter on quarter improvement was EUR 6.3m coming from strong working capital performance.**
- **The leverage ratio has improved and ended at 2.29.**
- **Fiven continues to see an increase in order intake level. The recovery pace still remains subject to the impact of the sanitary situation of the pandemic and the economy.**

Key figures

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	FY 2019	<i>Pro forma (2)</i>	
					Q4 2019	YTD 2019
Total Revenue	23,806	26,074	99,208	77,234	24,812	118,453
Operating profit	2,402	-570	10,461	2,874	-235	7,054
EBITDA	3,626	1,220	15,242	6,820	1,560	12,531
EBITDA Adj	3,876	2,328	16,721	12,768	2,668	15,807
Net income (loss) for the period	116	-3,315	-2,860	-4,973	-3,060	2,030
Net interest-bearing debt (NIBD) (1)	38,271	41,729	38,271	41,729	41,729	41,729

- (1) NIBD as defined in Bond loan agreement, all Net interest-bearing debt excluding shareholders loan, IFRS 16 and factoring debt,
 (2) Fiven Group was established 14.05.2019, Parent company was incorporated February 5, 2019.

NOTE:

Columns for Q4 2019, YTD 2019 and FY 2019 cover the period from February 5th, 2019 for Fiven ASA (Parent Company) and from May 14th for all other Fiven group consolidated companies. The Pro Forma columns cover the complete period to which they refer including also the period under which the companies were under their former ownership structure. Q4 Proforma figures includes also some minor adjustments for previous quarters to align with FY 2019 Proforma totals.

A year of disruption and economic downturn

The global Covid-19 pandemic is causing a significant human toll and continue to menace the world economy. Moreover, the pandemic's broad macroeconomic shock affected both supply and demand and disrupted the global supply chains. At Fiven group, the utmost priority is the safety and health of all its workforce, their families, and their stakeholders, while reacting as fast as possible to mitigate impacts of disruptions and demand fluctuations.

According to the last IMF worldwide economic outlook in January 2021:

- Euro area GDP dropped by 7.2% in 2020 and is expected to partially recover by 4.2% in 2021.
- The US GDP dropped by 3.4% in 2020 and is expected to regain end-2019 activity levels in the second half of 2021 and reach a growth of 5.1% in 2021.
- Latin America dropped by 7.4% and is expected to partially recover by 4.1% in 2021

- Emerging and developing Asia is projected to have a remarkable recovery of 8.3% in 2021 after a drop of -1.1% in 2020.

The global market for silicon carbide remains diversified, and trends differ between regions and end-markets. The automotive and construction markets play a significant role in the demand for silicon carbide. In 2020, the EU passenger car market contracted by 23.7% to 9.9 million units due to the pandemic. The containment measures and the full-scale lockdowns and restrictions throughout the year had an unprecedented impact on car sales across the European union.

As for the construction market, the World Steel Association reported that in 2020, the world excluding China dropped by 7.7% and the EU showed a decrease of 11.8% compared to 2019.

Financial review

Group results

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	FY 2019	<i>Pro forma</i>	
					Q4 2019	YTD 2019
Total Revenue	23,806	26,074	99,208	77,234	24,812	118,453
Operating profit before depr. and amort.	3,625	1,220	15,242	6,820	1,561	12,531
Operating profit	2,402	-570	10,461	2,874	-235	7,054
EBITDA Adj	3,876	2,328	16,721	12,768	2,668	15,807
Net finance income (expense)	-2,324	-2,263	-11,912	-6,206	-2,348	-2,695
Income tax expense	38	-481	-1,409	-1,641	-477	-2,329
Net income (loss)	116	-3,315	-2,860	-4,973	-3,060	2,030

Quarter and year to date:

Fiven's total quarter four total revenues decreased by 8.7% from EUR 26.1m to EUR 23.8m in 2020. At full-year level, revenues dropped by 16.2% from EUR 118.5m (pro forma FY 2019) to EUR 99.2m.

Overall and for the full year, the sales of standards products dropped by 24.5% (vs 2019 proforma) due to severe disruptions related to the coronavirus pandemic, with a different situation in each country. However, and despite challenging macro-economic conditions, customized products grew by 2.9% and generated additional revenue of 1.0m EUR driven by co-development programs that further enhance customer intimacy.

Geographically, trends observed were as follows:

- Europe: customized products less impacted by the pandemic**

The sales of standard products declined by 5.9% in Q4 and 25.2% during the full year 2020 driven by the strong downward trend in the construction and the automotive market in Europe affecting metallurgy and abrasives products, which impacts FY figures negatively by EUR 10.4m. The sales of customized products were resilient and dropped only by 1.9% below FY 2019 that is related to the automotive market.

- North America: clear upturn in sales of customized products**

The total market dropped by 27.9% in Q4 and 11.0% compared to FY 2019 (proforma) due to downward trend at customers directly supplying the automotive market. However, the sales

of customized products rose by 10.3% in 2020 compared to 2019 (proforma) due to the ongoing co-development projects.

- **Latin America: gradual recovery in Q4 and market expansion**

In Q4, Latin America and despite unfavorable currency conditions due to the Brazilian Real, the sales returned to a growth of 8,9% over Q4 2019 led by a strong dynamic in all businesses and increased market share. The full-year effect remains substantial with a sales decline of 25.2% following unfavorable market conditions during the first nine months and the intense competition from ferrosilicon.

- **Asia: full-year growth despite difficult Q4 period**

Sales dropped by 8.7% from last year's fourth quarter as many key customers are exposed to the markets outside Asia. The full-year effect remains positive with sales growth of 11.7% (vs 2019 proforma) due to a strong quarter one sales.

It remains too early to foresee a pre-pandemic level recovery in an environment of high uncertainty and uneven impacts. The end markets are expected to recover slowly, but the pace is subject to worldwide vaccination and the ease of lockdowns. Fiven, through its customer-centric organization, continues to take all the proper measures to manage efficiently through an extended period of fluctuated demand. Nonetheless, the management is equally focusing on sustainability, the safety of all its stakeholders, and further enhancing the growth in the customized market that is less prone to sudden macroeconomic changes. Fiven ensures to be best prepared for when it is time to ramp-up the complete product range again.

Q4 EBITDA¹ ended at EUR 3.6m (including EUR + 0.3m impact of IFRS16 and EUR -0.6m of non-recurring costs).

- Normalized for non-recurring items Q4 adjusted EBITDA² came in at EUR 3.9m versus EUR 2.3m for quarter 4 2019.
- The negative impact from lower revenues compared to Q4 2019 was to a large extent offset positively by several factors. Improvements came from the strengthening of major trading currencies, mainly against the BRL as well as lower of costs of goods sold. The relatively higher sales of customized products also contribute to a good adjusted EBITDA performance. The effect from the reduction of manpower launched in Q2 and other cost saving initiatives have largely been completed in prior quarters and full effects were seen in Q4.
- The number of full-time equivalents (FTEs) at quarter four end 2020 was 519 (including Venezuela), representing a reduction of 6 FTEs during the quarter, and being 107 lower than December 2019.
- Net Income of the quarter was EUR 0.1m compared to a net loss of EUR -3.3m in Q4 2019. The Q4 2020 Operating Profit was EUR 2.4m, a year on year improvement of EUR 3.0, up from EUR -0.6m in 2019. The improvement stems from higher adjusted EBITDA of EUR 1.5m, EUR 0.9m from IFRS 16 impact (of which EUR 0.6m comes from Fiven Brazil impairment reversal in 2019) and lower depreciation EUR 0.6m compared to Q4 2019 (one off catch-up of depreciation of goodwill from previous quarters in 2019). The net financial result was EUR -2.3m, on par with Q4 2019 results.

¹ Reported EBITDA includes IFRS16 positive impact, impact and non-recurring costs incurred

² Adjusted EBITDA excludes IFRS16 positive impact, impact and the authorized portion of non-recurring costs incurred

The quarterly financial expenses include realized and unrealized currency losses and interest on bond, shareholder loan and on working capital facilities. Income tax reported for the period was 0 including a tax benefit from a group contribution from Fiven Norge to Fiven ASA of EUR 1.2m. Last year's quarter four income tax expenses were EUR 0.5m.

- As for the full year results, the adjusted EBITDA for 2020 shows EUR 16.7m, a year on year improvement from 2019 (Proforma) by EUR 0.9m. The better performance to 2019 proforma results took place in quarter four. The impact from 16.2% reduction in revenues compared to 2019 (proforma) was mitigated by a better product mix in sales, the local currency depreciation in Norway and Brazil against major trading currencies and cost reduction measures executed. The restructuring program launched in quarter two this year has lowered Fiven cost base, and will bring full year effects in 2021. Restructuring costs impacted the adjusted EBITDA of EUR 0.5m in 2020.
- The 2020 full year Operating Profit reported at EUR 10.5m exceeded the proforma 2019 results of EUR 7.1m. In addition to the adjusted EBITDA improvement of EUR 0.9m, a reduction of non-recurring / non-financial costs of EUR 1.1m, improvements from IFRS 16 treatment of EUR 0.7m and a reduction of depreciation of EUR 0.7m explain the EUR 3.4m year on year improvement from the 2019 Proforma result.
- The full year Net Finance expenses in 2020 were EUR 11.9m compared to EUR 2.7m in 2019 (proforma). The difference arises largely from non-recurring sales of subsidiaries in 2019 (EUR 4.3m), from realized and unrealized foreign exchange losses, and from higher financing cost since the bond and the shareholder loan charges only started in May 2019.
- The cumulative Net Loss for the year 2020 was EUR -2.9m compared to a Net Loss of EUR -2.3m in 2019 (proforma) excluding the one-off sales of subsidiaries in 2019 of EUR 4.3m.

Cash flow

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	FY 2019
Cash flows from operating activities	8 887	6 504	14 961	6 566
Cash flows from investing activities	-809	-1 183	-3 746	-76 120
Cash flows from financing activities	-1 379	-575	-1 118	83 471
Cash and cash equivalents opening balance	15 728	8 902	14 771	4
Net foreign exchange differences	312	-71	-1 204	-75
Total cash and cash equivalents including restricted cash	23 016	14 771	23 016	14 771

Quarter and year to date:

The cash flow from operating activities during the quarter was EUR 8.9m. There were significant improvements from working capital including but not limited to strong focus on inventory reduction optimization. Year to date, the cash flow from operating activities was EUR 15.0m.

The cash flow from investment activities was EUR -0.8m for the quarter and EUR -3.7 year to date. The full year number also includes an adjustment of the final purchasing price with Saint-Gobain of EUR -0.7m

The quarterly cash flow from financing activities was EUR -1.4m including bond interest and placement fees payment of EUR -1.3m. The full year cashflow from financing activities was EUR -1.1m. including the build-up of a factoring and export financing facilities of in total €5.6m for the year.

During quarter four the total cash balance increased from EUR 16.7m to EUR 23.0m, exceeding also the Year End 2019 of EUR 14.8m.

Financial positions

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	FY 2019
Total assets	120 118	120 493	120 493
Total Equity	-13 050	-581	-581
Net Interest bearing debt (NIBD)	38 271	41 729	41 729
Total non-current liabilities	96 415	96 392	96 392
Total current liabilities	36 752	24 682	24 682

Quarter and year to date:

The reported equity at fourth quarter end was EUR -13.1m which is a reduction of EUR -12.5m since year end 2019 reflecting the year to date net loss of EUR -2.9m and an increase in the reserve for foreign currency translation of EUR -9.6m due to lower market equity contribution of businesses located in Norway and Brazil resulting from decreasing local currencies against Euro.

Since year end 2019, the net interest-bearing debt has decreased from EUR 41.7m to EUR 38.3m.

The long-term financing of Fiven Group is secured through a bond agreement of EUR 56.5m and a shareholder loan of EUR 32.1m with maturity dates in April 2022.

The Leverage Ratio as defined by the bond agreement shows 2.29.

Segments

Fiven Norway

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	YTD 2019	<i>Pro forma</i> YTD 2019
Total revenue and other income from external customers	10 656	11 271	47 332	32 314	48 159
Revenue from other group segments	307	120	1 207	1 191	1 747
Total revenue and other income	10 963	11 390	48 540	33 505	49 906
Operating expenses (excluding depr. and amort.)	-7 895	-9 797	-38 266	-28 159	-43 354
EBITDA	3 067	1 594	10 274	5 346	6 552
EBITDA ADJ.	2 897	1 505	10 633	5 662	6 629

Quarter and year to date:

Quarter 4 revenues from Norway's external customers declined by 5.5% over the same period in 2019 with the main drop is directly linked to the decline in the automotive market. The full-year effect is a minimal decrease of 1.7% as the co-development projects in North America, Europe, and Asia succeeded to offset the loss in the automotive market.

The adjusted EBITDA reported at EUR 2.9m is exceeding the Q4 2019 figures of EUR 1.5m driven by favorable sales mix (more customized products relative to standards) and savings on costs of goods as well as lower operating costs.

As for the full year 2020, the adjusted EBITDA of EUR 10.6m exceeds the 2019 (proforma) results by EUR 4.0m. The drivers for the better performance are advantageous sales mix, savings on cost of goods sold as well as operating costs, and positive impact of a weaker NOK against major trading currencies. The manning in Fiven Norway at the end of 2020 was 178 full time equivalents (FTEs), a reduction of 31 from year end 2019.

Fiven Brazil

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	YTD 2019	<i>Pro forma</i> YTD 2019
Total revenue and other income from external customers	9 362	10 137	35 483	32 358	49 053
Revenue from other group segments	3 542	712	10 303	3 631	5 764
Total revenue and other income	12 905	10 848	45 786	35 989	54 817
Operating expenses (excluding depr. and amort.)	-11 134	-10 159	-38 619	-32 053	-48 531
EBITDA	1 771	690	7 167	3 936	6 285
EBITDA ADJ.	1 574	788	6 844	4 259	5 676

Quarter and year to date:

Despite a clear improvement of demand in Latin America, external revenues from Brazil dropped by 7.6% compared to Q4 2019 due to the US demand downturn for standard products and the Brazilian Real's devaluation. At the full-year level, external revenues dropped by 27.6% (proforma) following a subdued demand in the first nine months of 2020.

The adjusted quarter 4 2020 EBITDA of EUR 1.6m is represents an EUR 0.8m year over year improvement. The impact from lower sales on EBITDA has been offset by lower costs of goods sold and favorable currency impact from export activities. The benefits from operating cost measures launched in quarter 2 have also been favorable to the quarter 4 profits.

The full year performance mirrors the quarterly performance. In times of the Covid pandemic, Fiven Brazil has also increased sales to internal customers in order to optimize Fiven internal supply chain softening the impact from lower sales to external customers. The total revenues were down by -16.5% versus 2019 (proforma), whilst the adjusted EBITDA reported at EUR 6.8m is EUR 1.1m higher than last year (proforma). The number of full time equivalents (FTE's) at year end 2019 was 245 and reduced to 220 by year end 2020.

Fiven Belgium

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	YTD 2019	<i>Pro forma</i> YTD 2019
Total revenue and other income from external customers	3 886	4 896	16 891	12 910	21 862
Revenue from other group segments	-5	2 356	1 029	7 007	8 156
Total revenue and other income	3 881	7 252	17 920	19 917	30 019
Operating expenses (excluding depr. and amort.)	-5 273	-6 653	-18 884	-18 138	-26 244
EBITDA	-1 392	599	-964	1 779	3 775
EBITDA ADJ.	-1 450	573	-1 046	1 986	3 922

Quarter and year to date:

External revenues from Belgium saw a slight recovery in Q4 but remain affected the most by the pandemic with sales drop by 20.6% over the same period last year. Most of the key customers are substantial active players in the automotive market in Europe, and thus the year-end sales to external customers dropping by 22.7%

The adjusted quarterly EBITDA reported was EUR -1.5 m, a reduction of EUR -2m from quarter 4-2019. The reduction of total revenues from quarter four 2019 was 46.5% reflecting also a much lower internal Fiven group trade in addition to contraction of the external market. The company has partially reduced its activity levels. Customer demand is met properly from available stock or from main plants in Norway and Brazil.

The year to date results show that total revenues are -40.3% lower than last year. The adjusted EBITDA reported was EUR -1.0m compared to EUR 3.9m for the same period in 2019 (proforma). Fiven Belgium is benefiting from government support for companies impacted by the Covid pandemic (furlough measures).

Outlook

Fiven continues to see an increase in order intake level. However, the recovery pace remains subject to the impact of the sanitary situation of the pandemic and the economy. The standard products market remains strongly driven by the sudden economic downturns and lockdowns, and the strategy remains to further explore untamed markets in customized products.

The cost reduction efforts undertaken in 2020 have reduced operating costs and improved Fiven competitiveness. Recent rise in raw material prices and growing inflation in Brazil demonstrate that further focus on cost containment is necessary.

The improvement in working capital and cash has provided a good foundation to meet the prevailing uncertainties about market demand. Looking forward, the improved financial flexibility will also be supportive in Fiven's growth ambitions in the years to come.

Unaudited condensed consolidated statement of income

Amounts in EUR thousand	Note	Fourth quarter		Year to date (1)		Pro forma (1)	
		2020	2019	2020	2019	Q4	YTD
						2019	2019
Revenue	2, 3	23 806	26 074	99 208	77 234	24 812	118 453
Other Income		100	235	508	355	235	621
Total revenue and other income		23 906	26 310	99 715	77 589	25 047	119 074
Purchase of goods and change in inventory		-11 183	-15 275	-48 180	-42 978	-13 842	-64 756
Employee benefit expenses		-5 419	-6 848	-21 543	-16 896	-7 348	-26 024
Depreciation and amortization		-1 223	-1 790	-4 781	-3 946	-1 796	-5 477
Other operating expenses	4	-3 738	-2 966	-14 196	-10 896	-2 297	-15 763
Restructuring costs		58	0	-554	0	0	0
Total operating expenses		-21 505	-26 880	-89 254	-74 715	-25 282	-112 020
Operating profit (loss)		2 402	-570	10 461	2 874	-235	7 054
Finance income	5	9	30	97	70	-240	4 530
Finance expense	5	-2 333	-2 294	-12 009	-6 275	-2 108	-7 224
Net finance income (expense)		-2 324	-2 263	-11 912	-6 206	-2 348	-2 695
Net income (loss) before income taxes		77	-2 833	-1 451	-3 332	-2 583	4 359
Income tax expense		38	-481	-1 409	-1 641	-477	-2 329
Net income (loss)		116	-3 315	-2 860	-4 973	-3 060	2 030
Net income (loss) attributable to:							
Shareholders of the parent		116	-3 315	-2 860	-4 973	-3 060	2 030
Total net income (loss) attributed to shareholders		116	-3 315	-2 860	-4 973	-3 060	2 030
Items that may be reclassified to net income (loss) attributed to the shareholders of the parent:							
Exchange differences on translation of foreign operations		1 965	113	-9 609	-1 285		
Total comprehensive income (loss) attributed to shareholders of the parent		2 081	-3 201	-12 469	-6 258	-3 060	2 030

- (1) Fiven Group was established 14.05.2019, Parent company was incorporated February 5, 2019
Financial statement for Fiven Group for 2019, including profit and loss from the acquired companies from May 1, 2019. Pro forma YTD 2019 includes profit and loss from January 1, 2019.

Unaudited condensed consolidated statement of financial position

<i>Amounts in EUR thousand</i>	<i>Note</i>	31 December 2020	31 December 2019
ASSETS			
Buildings and land	5	8 946	12 398
Plant and equipment	5	14 769	19 333
Right-of-use-assets	5	3 606	4 044
Other Intangible assets	5	15 254	13 341
Goodwill	5	5 390	2 391
Other non-current financial assets		161	160
Deferred tax assets		641	607
Total non-current assets		48 766	52 273
Inventories	7	27 660	32 410
Trade receivables		13 686	16 101
Other receivables		6 304	3 979
Prepayments		620	796
Other current financial assets		64	161
Cash and cash equivalents		23 016	14 771
Total current assets		71 351	68 218
TOTAL ASSETS		120 118	120 493
EQUITY AND LIABILITIES			
Share capital		101	20
Other paid in capital		5 575	5 656
Retained earnings		-7 834	-4 973
Foreign currency translation reserve		-10 893	-1 285
Total equity		-13 050	-581
Bond loan	8	55 598	54 967
Non-current interest-bearing liabilities	8	34 733	33 786
Non-current lease liabilities	8	2 583	2 586
Deferred tax liabilities		2 009	3 407
Employee benefit obligations		403	413
Provisions		1 089	1 233
Total non-current liabilities		96 415	96 392
Trade payables		16 629	11 909
Other payables		6 528	5 739
Current interest-bearing liabilities	8	9 785	5 526
Current lease liabilities		1 205	1 495
Income tax payable		2 605	13
Total current liabilities		36 752	24 682
Total liabilities		133 167	121 074
TOTAL EQUITY AND LIABILITIES		120 118	120 493

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, 2020	20	5 656	-4 973	-1 285	-581
Net income (loss)			-2 860		-2 860
Other comprehensive income (loss)				-9 609	-9 609
Total comprehensive income (loss) of the year	0	0	-2 860	-9 609	-12 469
Contribution of equity, net of transaction costs	81	-81			0
Closing balance 31 December, 2020	101	5 575	-7 834	-10 893	-13 050

<i>Amounts in EUR thousand</i>	Share capital	Other paid in capital	Retained Earnings	Foreign currency translation reserve	Total Equity
Opening balance 5 February, 2019	3	1	-	-	4
Net income (loss)	-	-	-4 973	-	-4 973
Other comprehensive income (loss)	-	-	-	-1 285	-1 285
Total comprehensive income (loss) of the year	-	-	-4 973	-1 285	-6 258
Contribution of equity, net of transaction costs	17	5 655	-	-	5 673
Closing balance 31 December, 2019	20	5 656	-4 973	-1 285	-581

Unaudited condensed consolidated statement of cash flows

<i>Amounts in EUR thousand</i>	<i>Note</i>	Q4 2020	Q4 2019	YTD 2020	YTD 2019
Net income (loss) before income taxes		77	-3 101	-1 451	-3 332
Adjustments to reconcile net income (loss) before income tax to net cash flows:					
Corporate income tax paid		821	-219	-411	-1 358
Depreciation and amortization		1 224	1 790	4 781	3 946
Loss on disposal of buildings, plant and equipment		0	341	0	305
Net finance expense		5 129	2 111	11 912	5 677
Change in inventory, trade receivables and trade payables		5 008	6 054	7 035	4 111
Change in other receivables, prepayments, and other payables		114	245	-4 102	-2 334
Other changes		-3 486	-717	-2 802	-449
Cash flows from operating activities		8 887	6 504	14 961	6 566
Payments for buildings, plant and equipment, and intangible assets		-809	-1 183	-3 067	-3 004
Payment for acquisition of subsidiary, net of cash acquired		0	0	-678	-73 116
Cash flows from investing activities		-809	-1 183	-3 746	-76 120
Proceeds from issues of bonds		-	-	-	56 500
Proceeds from shareholders loan		-	-	-	32 130
Repayment of short term loan/other interest bearing liabilities		-	-	-	-10 137
Net proceeds from factoring/export financing		279	1 192	5 595	4 735
Interest and placement fee paid		-1 334	-1 353	-5 412	-4 431
Payment of principal portion of lease liabilities		-324	-414	-1 301	-996
Proceeds from issues of shares		-	-	-	5 670
Cash flows from financing activities		-1 379	-575	-1 118	83 471
Net increase in cash and cash equivalents		6 699	5 014	10 097	13 916
Net foreign exchange differences		312	-71	-1 204	-75
Cash and cash equivalents opening balance		15 728	8 902	13 845	4
Cash and cash equivalents excluding restricted cash at closing balance		22 738	13 845	22 738	13 845
Change in restricted cash		-649	926	-649	926
Restricted cash opening balance		926	-	926	-
Restricted cash closing balance		277	926	277	926
Total cash and cash equivalents including restricted cash closing balance		23 016	14 771	23 016	14 771

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). The Group's operations in Venezuela are integrated cost centers under the current business model of the Belgian production facility. The two Venezuelan subsidiaries are controlled by the Group as defined in IFRS 10. Based on a thorough assessment Fiven has concluded not to consolidate the two subsidiaries, as this has immaterial impact only on the consolidated financial statements and the fact that underlying Venezuelan business performance is coming through the financial of the Belgian entity.

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 2019.

The accounting policies applied by the group in these interim financial statements are consistent with those of the financial year 2019. 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 judgements, estimates and assumptions are described in the annual consolidated financial statements for 2019 (note 3).

After the Covid-19 outbreak during the first quarter 2020, all significant estimates and underlying assumptions have been reviewed.

While Fiven experienced mostly a normal production during the first quarter and delivered according to customer demand, the lower order intake towards the end of the quarter translated into lower sales in subsequent quarters. Since April production in Belgium and Venezuela has partially been suspended, and customer demand has been met by selling from stock and mobilizing Fiven plants in Brazil and Norway to avoid disruption of supply. It also became necessary to start reduction of manpower in Brazil and Norway as a response to the lower order intake. The execution of the reduction plans in these two countries have been completed in quarter four with the main change taking place in prior quarters.

Fiven continues to drive actions to prevent and control the pandemic. These actions include own personnel as well as external personnel who come visit Fiven plants. Home office for non-production personnel are widely used, and rotation arrangements have been implemented for factory personnel. In 2020 there were 21 cases of Covid 19 infections among Fiven employees.

The going concern assumption has been tested, and even though the future is uncertain, the good liquidity situation during the quarter and the long-term financing of the operation 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 has been performed for each Cash Generating Unit (CGU) in quarter 2 and management considers there has been no triggering event in quarter 4 necessitating a new impairment test.

In addition to the judgements, estimates and assumptions mentioned in the annual consolidated financial statement for 2019, Fiven has an increased focus on estimates related to credit losses and other provisions/obligations.

Fiven has not identified any other impact of Covid-19 in the condensed consolidated financial statement as of 31 December 2020 which requires any changes in the management's judgement, estimates or assumptions.

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 Executive 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 2020	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	10 656	9 277	3 874	0	23 806
Other income	0	85	13	2	100
Total revenue and other income from external customers	10 656	9 362	3 886	2	23 906
Revenue from other group segments	307	3 542	-5	-3 843	0
Total revenue and other income	10 963	12 905	3 881	-3 842	23 907
Operating expenses (excluding depr. and amort.)	-7 895	-11 134	-5 273	4 021	-20 281
EBITDA	3 067	1 771	-1 392	180	3 626
Non-recurring & other non-financial items	-171	-196	-59	676	250
EBITDA ADJ.	2 897	1 574	-1 450	856	3 876

Fourth quarter 2019 (FY-19)	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	11 263	10 128	4 683	0	26 074
Other income	8	8	213	7	235
Total revenue and other income from external customers	11 271	10 137	4 896	7	26 310
Revenue from other group segments	120	712	2 356	-3 188	0
Total revenue and other income	11 390	10 848	7 252	-3 181	26 310
Operating expenses (excluding depr. and amort.)	-9 797	-10 159	-6 653	1 519	-25 090
EBITDA	1 594	690	599	-1 662	1 220
Non-recurring & other non-financial items	-89	99	-27	1 124	1 108
EBITDA ADJ.	1 505	788	573	-538	2 328

Year to date 31 December 2020	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	47 333	34 999	16 876	0	99 207
Other income	0	484	15	9	508
Total revenue and other income from external customers	47 332	35 483	16 891	9	99 715
Revenue from other group segments	1 207	10 303	1 029	-12 539	0
Total revenue and other income	48 540	45 786	17 920	-12 531	99 715
Operating expenses (excluding depr. and amort.)	-38 266	-38 619	-18 884	11 296	-84 473
EBITDA	10 274	7 167	-964	-1 234	15 242
Non-recurring & other non-financial items	360	-323	-82	1 524	1 479
EBITDA ADJ.	10 633	6 844	-1 046	290	16 721

Year 2019 (period 05 February to 31 December 2019)	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	32 264	32 285	12 684	0	77 234
Other income	50	73	226	7	355
Total revenue and other income from external customers	32 314	32 358	12 910	7	77 589
Revenue from other group segments	1 191	3 631	7 007	-11 829	0
Total revenue and other income	33 505	35 989	19 917	-11 822	77 589
Operating expenses (excluding depr. and amort.)	-28 159	-32 053	-18 138	7 582	-70 769
EBITDA	5 346	3 936	1 779	-4 240	6 820
Non-recurring & other non-financial items	316	323	207	5 102	5 948
EBITDA ADJ.	5 662	4 259	1 986	862	12 768

Fourth quarter 2019 (pro forma)	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	10 975	9 379	4 458	-	24 812
Other income	8	8	219	-	235
Total revenue and other income from external customers	10 983	9 387	4 676	-	25 047
Revenue from other group segments	105	709	2 359	-3 174	0
Total revenue and other income	11 089	10 097	7 035	-3 174	25 047
Operating expenses (excluding depr. and amort.)	-9 457	-9 376	-6 325	1 672	-23 487
EBITDA	1 632	720	710	-1 502	1 560
Non-recurring & other non-financial items	-89	99	-27	1 124	1 108
EBITDA ADJ.	1 543	819	684	-378	2 668

Year to date 31 Dec 2019 (pro forma - Jan 01 to Dec 31)	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Revenue from contracts with customers	48 045	48 800	21 607	-	118 453
Other income	113	252	255	-	621
Total revenue and other income from external customers	48 159	49 053	21 862	-	119 074
Revenue from other group segments	1 747	5 764	8 156	-15 667	0
Total revenue and other income	49 906	54 817	30 019	-15 667	119 074
Operating expenses (excluding depr. and amort.)	-43 354	-48 531	-26 244	11 586	-106 543
EBITDA	6 552	6 285	3 775	-4 081	12 531
Non-recurring & other non-financial items	77	-609	148	3 660	3 276
EBITDA ADJ.	6 629	5 676	3 922	-421	15 807

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

Operating segment information

Segment performance is evaluated based on EBITDA adjusted (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 excludes the positive IFRS 16 impact and the negative impact from allowable non-recurring transaction costs, carve-out costs and other transition costs according to bond agreement.

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

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

3. Revenue by category and Geographic market

By product category

<i>Fourth quarter 2020</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	2 724	9 150	3 874	15 747
Specialized products	7 932	127		8 059
Total revenue	10 656	9 277	3 874	23 806

<i>Fourth quarter 2019 (FY-19)</i>	Norge	Brazil	Belgium	Total
Standard products	2 185	10 067	4 683	16 935
Specialized products	9 078	61		9 139
Total revenue	11 263	10 128	4 683	26 074

<i>Year to date 31 December 2020</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	11 078	34 540	16 865	62 484
Specialized products	36 254	470	0	36 724
Total revenue	47 332	35 010	16 865	99 208

<i>FY 2019</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	7 477	32 109	12 684	52 271
Specialized products	24 786	176	0	24 962
Total revenue	32 264	32 285	12 684	77 234

<i>Fourth quarter 2019 (pro forma)</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	2 129	9 318	4 458	15 904
Specialized products	8 847	61		8 908
Total revenue	10 975	9 379	4 458	24 812

<i>Year to date 31 Dec 2019 (pro forma - Jan 01 to Dec 31)</i>	Fiven Norge	Fiven Brazil	Fiven Belgium	Total
Standard products	12 613	48 558	21 607	82 778
Specialized products	35 432	242	0	35 674
Total revenue	48 045	48 800	21 607	118 453

By geographic market

<i>Amounts in EUR thousand</i>					<i>Pro forma</i>
	Q4 2020	Q4 2019	YTD 2020	YTD 2019	YTD 2019
Europe	11 427	12 776	49 604	37 586	59 226
Asia	1 428	1 564	7 937	4 813	7 107
North America	3 571	4 954	16 865	11 665	18 952
South America	7 380	6 779	24 802	23 129	33 167
Other				40	
Total revenue	23 806	26 074	99 208	77 234	118 453

4. Other operating expenses

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	FY 2019
Marketing and sales commission	119	212	756	803
Transport and maintenance cost	629	-	2 493	-
Short term and low value leases	59	62	282	221
Other office expenses	48	260	168	654
Transaction costs	0	-	1 015	1 972
IT related expenses	487	763	2 450	1 528
Travel expenses	32	263	178	679
Consultancy fees and external personnel	1 008	1 499	2 748	3 134
Audit expenses 1)	64	66	403	115
Bad debts	0	38	-1	38
Other operating cost	1 292	-197	3 706	1 750
Total other operating expenses	3 738	2 966	14 196	10 895

5. Finance income and expenses

<i>Amounts in EUR thousand</i>	Q4 2020	Q4 2019	YTD 2020	YTD 2019	FY 2019
Finance income					
Other interest income	7	12	78	13	13
Net foreign exchange gains	-	56	-	56	56
Other financial income	2	2	19	2	2
Total finance income	9	70	97	71	71
Finance expenses					
Interest on debts and borrowings	1 996	2 002	7 826	5 459	5 459
IFRS 16 interest expenses	80	69	608	70	70
Interest expense factoring	54	60	248	148	148
Net foreign exchange losses	200	-21	3 095	369	369
Other financial expenses	3	223	234	230	230
Total finance expenses	2 333	2 333	12 009	6 276	6 276
Net Finance income (expenses)	-2 324	-2 263	-11 912	-6 205	-6 205

6. Inventories

	31.12.2020
<i>Amounts in EUR thousand</i>	Book value
Raw materials	8 412
Semi-finished goods	7 633
Finished goods	11 615
Total inventories	27 660

	31.12.19
<i>Amounts in EUR thousand</i>	Book value
Raw materials	11 046
Semi-finished goods	9 945
Finished goods	11 419
Total inventories	32 410

7. Tangible and intangible assets

31 December 2020

<i>Amounts in EUR thousand</i>	Buildings and land	Plant and equipment	Right-of- use assets	Goodwill	Other intangible assets	Total
Accum. cost 01.01.2020	12 773	21 216	5 061	2 391	14 009	55 451
Business combinations	-	-4 485	0	2 999	2 922	1 435
Additions	131	2 296	1 504	-	774	4 705
Transferred from asset under construction/reclass	0	-23	-420	-	0	(444)
Disposals	-2 915	2 611	304	-	0	0
Exchange differences	-1 576	-2 498	-1 194	-	-128	-5 397
Closing balance	8 412	19 117	5 256	5 390	17 577	55 751
Accum.depr. and amort. 01.1.2020	375	1 883	1 018	-	667	3 943
Depreciation and amortization	713	1 134	1 261	-	1 670	4 778
Disposals	0	-18	-382	-	1	-400
Transfer within PPA	-1 561	1 563	-3	0	-	0
Exchange differences	-62	-214	-244	-	-15	-534
Closing balance	(535)	4 348	1 650	-	2 323	7 786
Net book value 31.12.2020	8 946	14 769	3 606	5 390	15 254	47 965

31 December 2019

<i>Amounts in EUR thousand</i>	Buildings and land	Plant and equipment	Right-of- use assets	Goodwill	Other intangible assets	Total
Accumulated cost 05.02.2019						
Business combinations (note 4)	12 669	19 327	4 540	2 391	13 986	52 913
Additions	271	2 684	626	-	49	3 630
Transferred from asset under construction	119	-119	-	-	-	0
Disposals	-8	-291	-	-	-11	-309
Exchange differences	-278	-385	-105	-	-16	-784
Closing balance	12 773	21 217	5 061	2 391	14 008	55 450
Accumulated depreciation 05.02.2019						
Depreciation and amortization	375	1 886	1 018	-	667	3 946
Disposals	-	-4	-	-	-	-4
Transfer within PPA	-	-	-	-	-	0
Exchange differences	0	1	0	-	0	1
Closing balance	375,28	1 883	1 018	0	667,25	3 943
Net book value 31.12.2019	12 398	19 333	4 044	2 391	13 341	51 507

8. Net interest-bearing debt

<i>Amounts in EUR thousand</i>	31.12.2020	31.12.2019
Interest bearing debt		
Senior secured floating rate bond	55 598	54 967
Factoring financing	4 998	5 526
Obligation under leases (IFRS 16)	3 788	4 081
Shareholders loan	34 733	33 786
Export financing	4 787	
Total Interest bearing debt	103 904	98 360

9. Events after the reporting period

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

10. Appendix to Fiven Fourth Quarter 2020 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 EBITDA and Adjusted EBITDA (EBITDA Adj.) to measure operating performance at the group and segment level.

In particular management regards EBITDA and Adjusted EBITDA as relevant performance measures 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:

EBITDA

Earnings Before Interest, Tax, Depreciation and Amortization. EBITDA is a measure of the Group's operating profit before depreciation and amortization.

EBITDA (Adj).

EBITDA (adj.) shows the Group's EBITDA before items that require special explanation and is defined as reported EBITDA before "Other income and expenses" (OIE).

OIE include one-off and non-recurring operating expenses according to bond agreement.

The adjusted 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.

APM Table Fourth quarter 2020

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Operating profit/(loss)	2 489	1 506	-1 455	-137	2 403
Depreciation and amortization	579	265	63	316	1 223
EBITDA	3 067	1 771	-1 392	180	3 626
Transactions costs	-	-	-	199	199
Other non-recurring costs	-55	-32	-39	477	352
IFRS 16	-116	-165	-20	-	-301
EBITDA ADJ.	2 897	1 574	-1 450	856	3 876

APM Table Fourth quarter 2019 (pro forma)

<i>Amounts in EUR thousand</i>	Fiven Norway	Fiven Brazil	Fiven Belgium	Other	Total segment reporting
Operating profit/(loss)	1 000	-102	568	-1 702	-235
Depreciation and amortization	632	822	142	200	1 796
EBITDA	1 632	720	710	-1 502	1 560
Transactions costs	-	-	-	280	280
Other non-recurring costs	76	323	-1	-156	243
IFRS 16	-165	-224	-26	1 000	585
EBITDA ADJ.	1 543	819	684	-378	2 668

Definitions of financial covenants terms (summarized by Fiven):

EBITDA as defined in the Bond Loan Agreement

EBITDA is to be adjusted for the following costs / items:

1. Transaction costs, meaning all fees incurred by Fiven in connection with the acquisition of the Target Group and Bond issuance costs listing.
2. Any non- recurring items which are not in line with the ordinary course of business, provided that the aggregated amount does not exceed 10% of the EBITDA.
3. The effect of the implementation of IFRS16 Leasing and one-off IFRS3 Business Combinations

Net Interest-Bearing Debt as defined in the bond loan

All interest-bearing liabilities, excluding shareholder loans, IFRS 16 leasing impact and factoring liabilities.

Net interest bearing debt	31.12.2020	31.12.2019
Senior secured floating rate bond	56 500	56 500
Export financing	4 787	
Cash and cash equivalents	-23 016	-14 771
NIBD according to Bond agreement	38 271	41 729