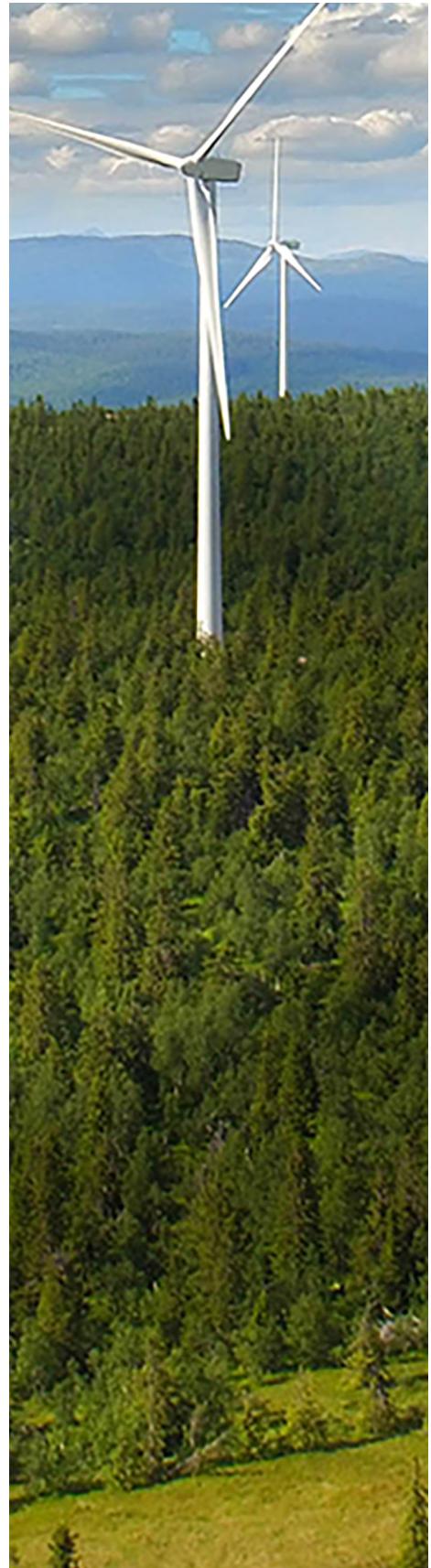
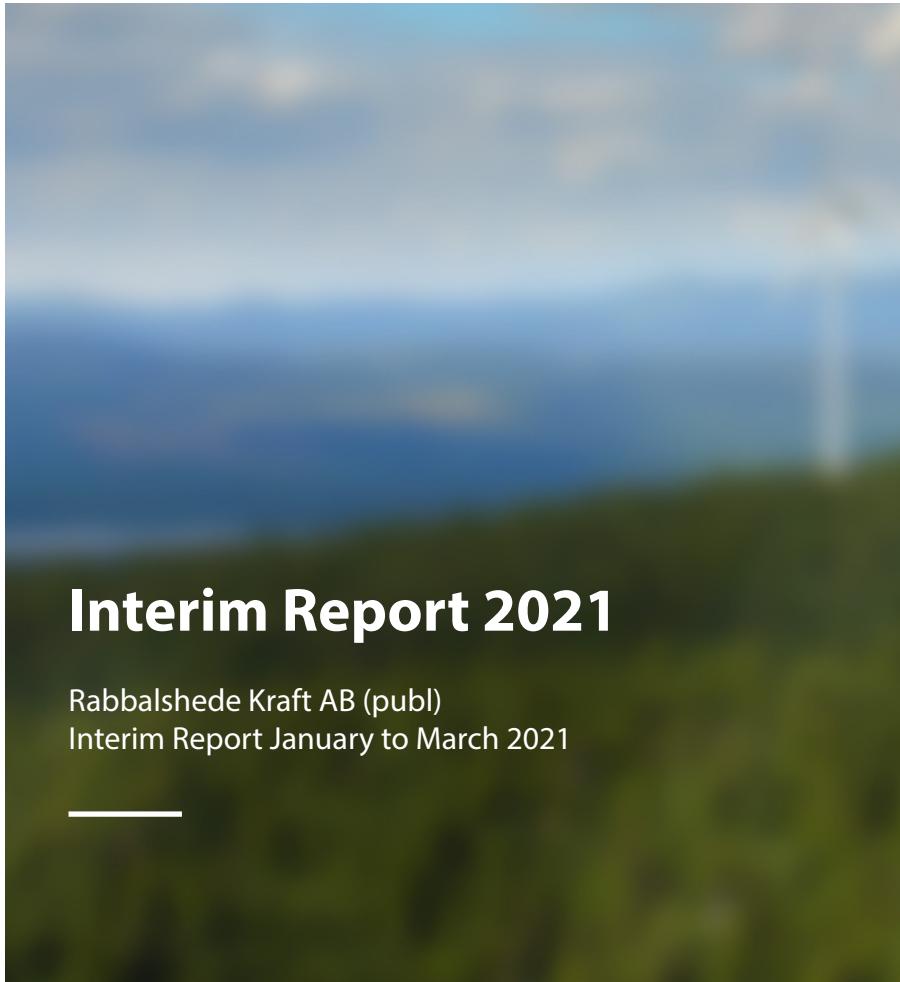


Interim Report 2021

Rabbalshede Kraft AB (publ)
Interim Report January to March 2021

Read more: rabbalshedekraft.se



CEO'S STATEMENT

"THROUGH INNOVATION,
COOPERATION AND
TAKING RESPONSIBILITY
WE WILL TAKE
RABBALSHEDÉ KRAFT
INTO THE FUTURE."

Peter Wesslau, CEO



Rabbalshede Kraft began 2021 with a high activity level. This included the construction start of three new wind farms, the commissioning works for two wind farms and, at the same time, working to expanding our offering within renewable energy. Our ambition is to find new ways to enable the sustainable transition and our vision: to shape tomorrow's energy.

In the transition to a fossil-free society, we see hydrogen as an opportunity for the necessary synergy between the energy, industry and transport sectors. Rabbalshede Kraft and Euromekanik have therefore taken the next step in their mutual hydrogen effort and applied for participation in IPCEI-Hydrogen (Important Projects of Common European Interest) aiming to develop a unique and innovative green hydrogen concept for the Swedish market.

At the same time, we are focusing on our largest business: development and operations of wind projects. Within one year, we aim to be able to take new investment decisions on the same scale as late 2020. Beyond the coming years, our project portfolio has also grown and developed very well. To complement wind power as a renewable energy source, we are also looking at how we can enhance our own projects with solar energy. We are also negotiating comprehensive cooperation agreements with strong partners who will give our solar effort a real boost.

After experiencing record low energy prices during 2020, energy prices have begun to return to historically normal levels. It is encouraging to see how the situation has changed during the first quarter of 2021. Unfortunately, wind levels have been lower than normal during the first quarter, which resulted in production being under budget. In total, the result for the first quarter is under budget.

In connection with our new strategic focus, we are working with a new brand platform that will be fully rolled out during 2021. Through innovation, cooperation and acting responsibly we will take Rabbalshede Kraft into the future.

Peter Wesslau
CEO

Q1 2021

PRODUCTION DURING THE YEAR

Q1 provided light winds during January and February. Which means that production is below budget. Total production amounted to 198 GWh, of which 167 GWh is owned and 31 GWh is co-owned. The average windspeed for the period was 7,0 m/s. Production based availability was 97.0 percent.

SERVICE OPERATIONS

During the first quarter, availability was significantly lower than normal. This was mainly due to ice losses at one of the wind farms that had a ice detection system set with a too high sensitivity level. This has now been solved. The Högen wind farm with 3 turbines (E-138), have been taken over and are now in production.

No major maintenance were carried out during the period; however, the Östra Herrestad and Hud wind farms had lost production due to planned maintenance.

Work on the sale of new management agreements is ongoing on a smaller scale. However, the coronavirus pandemic has had a significant impact on the market and demand for services. Nevertheless, we entered into new contracts for electrical inspections and electrical safety education.

BUSINESS DEVELOPMENT

Sweden aims to become a fossil-free nation by 2045. To meet this goal, we are experiencing a seldom seen interest in renewable energy. We continue to develop our project portfolio and during the quarter we have signed several agreements in specifically chosen areas in southern Sweden.

Three projects are currently under the permit process and a large focus is now being laid on communication with interested parties and decisionmakers.

At the same time, we are looking for several cooperation agreements within solar energy.

CONSTRUCTION

During the quarter we had 6 wind projects under construction in parallel. This is a record for us as a company which demonstrates our capacity to deliver on our high level of ambition.

The Högen project is completed and has been taken over from Enercon and the Sköllunga project is in the final stage of construction.

At Femstenaberg we are making progress with tree removal and road construction. At the Lursäng and Årjäng NV II projects, focus has been on preparations for construction.

On Åland, the Långnabba project is moving forward as the procurement of a civils-contract is ongoing, and the sub-sea cable has been installed.

EVENTS AFTER THE BALANCE-SHEET DATE

The Annual General Meeting was held in Gothenburg April 28. Due to the circumstances of Covid-19, CEO Peter Wesslau and the Chair of the Board Stine Rolstad Brenna participated via videolink. The minutes of the Annual General Meeting and information about the decisions are available on the company's website.

On May 11, 2021, the Board of Rabbalshede Kraft exercised the authorization granted by the Annual General Meeting on April 28, 2021 and resolved to increase the company's share capital by maximum of SEK 232 647 240 through a new issue of a maximum of 46 529 448 Series B shares in the company.

Image: Tobias Nylander and Tony Blom from Rabbalshede Kraft together with Lars-Erik Järmark and Peder Klasson from Kanonaden at Femstenaberg.



FINANCIAL OVERVIEW

Consolidated income statement

Condensed, KSEK	Q1 2021	Q1 2020
OPERATING REVENUE		
Net sales	44,471	79,299
Own work capitalized	2,120	2,533
Other operating revenues	3,345	3,789
Total operating revenue	49,936	85,622
OPERATING COSTS		
Personnel costs	-8,995	-9,001
Other operating expenses	-66,211	-57,545
Total operating expenses	-75,206	-66,546
EBIT	-25,270	19,076
Profit/loss before tax	-36,019	13,531
Profit/loss for period	-35,955	13,751

Consolidated balance sheet

Condensed, KSEK	Mar 31, 2021	Mar 31, 2020	Dec 31, 2020
ASSETS			
Fixed assets	2,540,056	2,086,835	2,510,416
Current assets	384,784	305,595	204,514
Total assets	2,924,840	2,392,430	2,714,930
SHAREHOLDERS' EQUITY	1,686,395	1,533,249	1,720,851
LIABILITIES			
Long-term liabilities	1,086,672	727,047	742,481
Current liabilities	150,773	132,134	251,598
Total liabilities	1,238,445	859,180	994,079
Total shareholders' equity and liabilities	2,924,840	2,392,430	2,714,930



Key figures

KSEK	Q1	Q1	FULL-YEAR
	2021	2020	2020
Electricity production, MWh*	166,875	218,331	623,771
Net sales (electricity + certificate sales)	44,471	79,299	199,139
Total operating revenue	49,936	85,622	226,779
EBIT	-25,270	19,076	-29,025
Profit/loss before tax	-36,019	13,531	-62,610
Profit/loss for the period	-35,955	13,751	-62,130
Cash flow from operating activities	-4,141	42,614	103,956
Average no. of shares	209,383	180,923	181,078
Earnings per share, SEK	-0.17	0.08	-0.34

KSEK	Mar 31, 2021	Mar 31, 2020	Dec 31, 2020
Debt/equity ratio **	0,48	0,50	0,47
Shareholders' equity	1,686,395	1,533,249	1,720,851
Total assets	2,924,840	2,392,430	2,714,930

* Excluding co-owned farms

** Debt/equity ratio is calculated as interest-bearing liabilities divided by shareholders' equity.

INVESTMENTS

Investments including paid advances amounted to SEK 68 million (SEK 80 million) during the period January to March. Investments refer to ongoing planning and ERP.

FINANCING

Total bank loans as of March 31, 2021 amounted to SEK 809 million (SEK 619 million). During the period, the Group's average loan interest rate for borrowed bank loans was 3.27 (3.80) percent. The equity / assets ratio was 58 (64) percent as of March 31, 2021.

HEDGING INSTRUMENTS

Rabbalshede Kraft applies hedge accounting for financial instruments in accordance with Chapter 12 (Financial instruments valued in accordance with Chapters 4, 14A-14e of the Annual Accounts Act) in BFNAR 2012: 1.

This means, among other things, that changes in value in various derivatives acquired for hedging of cash flow risks are reported against equity. The market value of outstanding interest contracts as of March 31, 2021 was SEK -11 million (SEK -17 million). The market value of currency forward contracts, which are signed in conjunction with construction and futures contracts for electricity, amounted to SEK 2 million (SEK 13 million) as of March 31, 2021.

RISKS AND UNCERTAINTIES

Through its operations, Rabbalshede Kraft is exposed to risks. The company is dependent on both the general economic and political situation in the outside world. For a more detailed description of risks, refer to the Directors' Report in the annual report for the financial year 2020.

Consolidated cash flow

Condensed, KSEK	Q1 2021	Q1 2020
Cash flow from changes in working capital		
Cash flow from operating activities before change in working capital	2,748	13,531
Cash flow from changes in working capital	-6,889	29,083
Cash flow from operating activities	-4,141	42,614
Investing activities		
Acquisition of intangible fixed assets, including advances	-175	-1,627
Acquisition of property, plant and equipment, including advances	-67,577	-78,797
Cash flow from investing activities	-67,752	-80,424
Financing activities		
Change in shareholder loans	324,000	-
Amortization of loans	-34,396	-369
Loans raised	22,300	34,928
Changes in blocked funds	-12,300	-
Cash flow from financing activities	299,604	34,559
Cash flow for the period		
Cash and cash equivalents on the opening date	31,473	224,452
Cash and cash equivalents on the closing date	259,184	245,486
Blocked funds	63,319	46,845
Total cash and cash equivalents and blocked funds	322,503	292,331



Image: Detail of turbines

FINANCIAL CALENDAR

DOWNLOAD AND SUBSCRIBE TO PRESS
RELEASES AND FINANCIAL REPORTS
AT RABBALSHEDE KRAFT'S WEBSITE WWW.RABBALSHEDEKRAFT.SE

Interim report April–June 2021, *August 19, 2021*

Interim report July–September 2021, *November 18, 2021*

Year-end report for 2021, *March 9, 2021*

For further information, please contact:

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Review

This report is unaudited.

ISSUER OF THE REPORT

RABBALSHEDE, MAY 14, 2021

Stine Rolstad Brenna
Chairperson of the Board

Adam Thouret
Board member

Jeffrey Mouland
Board member

Mikael Kowal
Board member

Peter Wesslau
CEO



Rabbalshede Kraft