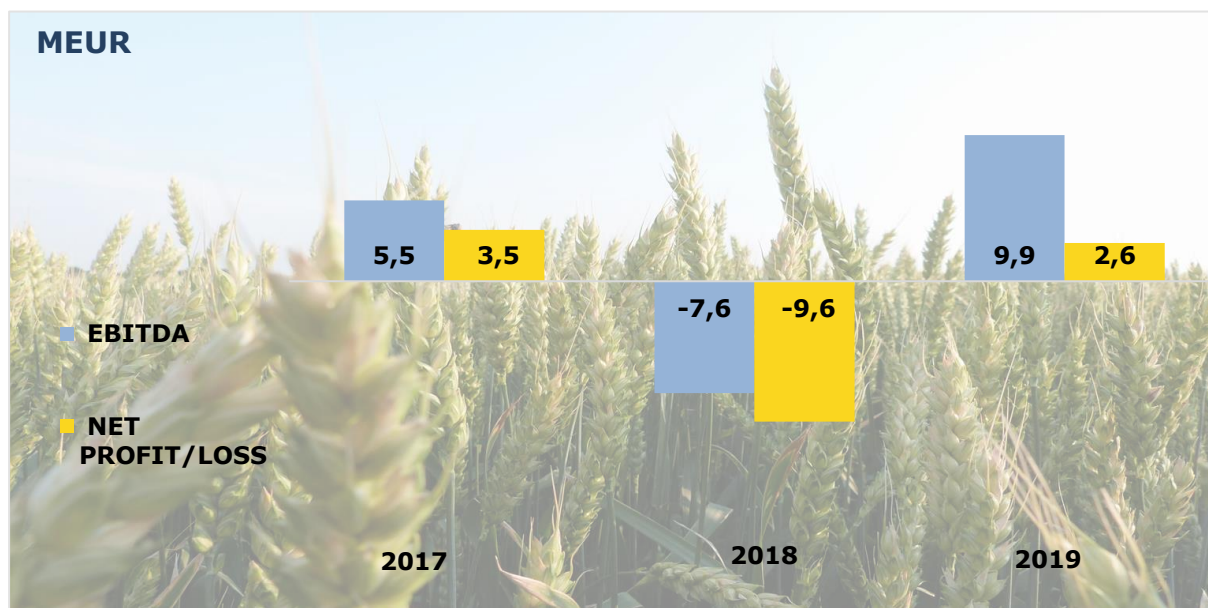


AGROMINO A/S 2019 YEAR-END REPORT



- EBITDA profit of EUR 9.9 million in 12m 2019 compared to EBITDA loss of EUR 7.6 million in 12m 2018.
- Net profit of EUR 2.6 million in 12m 2019 compared to net loss of EUR 9.6 million in 12m 2018.
- A significant change in net loss in 12m 2019 in comparison with 12m 2018 was due to absence of currency translation losses from disposal of subsidiaries (EUR 10 million loss in 12m 2018).
- Both assets and liabilities were expanded as of December 31, 2019 because of IFRS 16 adoption by the Group. Assets were increased by land right-of-use assets, liabilities by lease liabilities.
- Total storage capacity increased to 121,000 tonnes due to setting up new elevator capacities in the Group (85,000 tonnes as of 31 December 2018) to solve urgent storage need after divesting 237,000 tonnes storage capacities in 2018 and 2017.
- Crop harvest in 2019 completed with satisfactory results, mainly due to 31% increase in average net yield to 3,54 t/ha (2,70 t/ha in 2018).
- Winter crops of harvest 2020 were established on time.
- On September 2 the general meeting of Agromino approved to acquire Resilient a.s. for an acquisition value of EUR 12,935,040 in shares, i.e. consideration of 7,473,810 newly issued ordinary shares in Agromino at a subscription price of SEK 18.6 per share. Transaction was completed on October 17 and is included in the financials for 12m 2019 since October 17 till December 31, 2019.
- Combined harvest of the group including Resilient has reached 198 thousand tonnes brutto Agromino itself harvested 156 thousand brutto tonnes compared to 124 thousand brutto tonnes in 2018.

FINANCIAL AND OPERATIONAL REVIEW

The Group's operations are divided into the following operational segments: Ukraine cereals and milk production including storage and trading, and milk production in Russia. The Group also has a 39.24% shareholding in Trigon Dairy Farming Estonia Ltd. (TDFE).

Revenues

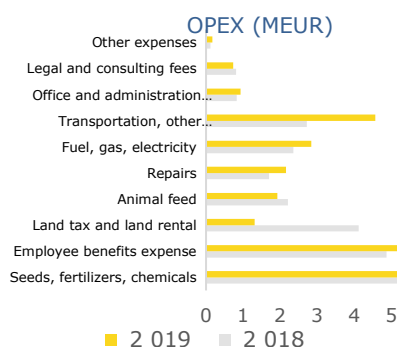
Total revenue of the Group for 12m 2019 at EUR 35.6 million compared to EUR 25.3 million for 12m 2018. Revenues of the acquired Resilient are included only since October 17 till December 31, 2019.

Changes in biological assets

The current biological assets as of the year end consist of winter crops sown for 2020 harvest. Changes in biological assets amounted to EUR 2.7 million (EUR 0.8 million in 12m 2018).

Expenses

OPEX for 12m 2019 increased by 4% in comparison with 12m 2018. Decrease in Land rental element was related with IFRS 16 adoption by the Group. Operating lease expenses related to long-term lease contracts were not recorded within OPEX, depreciation of right-of-use assets and financial costs were recognized instead.



Net result

Agromino recorded net profit of EUR 2,6 million compared to net loss of EUR 9,6 million in 12m 2018. And EBITDA stood at a profit of EUR 9.9 million compared to a loss of EUR 7.6 million in 12m 2018.

There were no currency translation losses from disposal of subsidiaries in 12m 2019 (loss of EUR 10 million from exchange translation difference was recycled from Other Comprehensive Income to Income statement in 12m 2018).

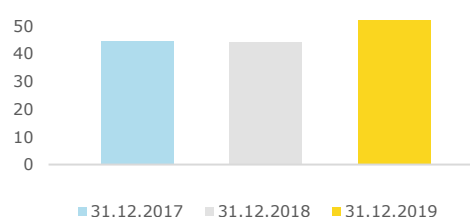
Assets

The consolidated assets of the Group as of December 31, 2019, amounted to EUR 113.6 million (EUR 46.6 million at December 31, 2018). Consolidated assets as of December 31, 2019 were increased by land right-of-use asset recognized under IFRS 16 adoption by the Group.

Another substantial increase was recorded due to Resilient acquisition.

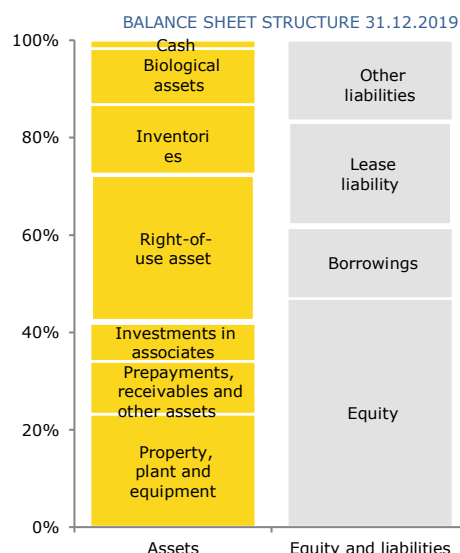
Total land under control as at December 31, 2019 was 55.5 thousand hectares (47 thousand hectares at December 31, 2018). Increase in land under control as of December 31, 2019 in comparison with December 31, 2018 was due to acquisition of Resilient a.s. The Group owns land in Russian Milk production. In Ukraine, the land is covered with mostly medium to long-term land lease contracts.

LAND IN UKRAINE
(Thousand hectares)



Liabilities and equity

The total borrowings of the Group as of December 31, 2019, amounted to EUR 16.8 million (EUR 11.3 million as at December 31, 2018).



UKRAINE

The Group has its cereals production operations in the black earth regions in Kharkov, Nikolaev, Kirovograd, and newly also in Bila Tserkva, Zhytomyr, Khmelnytsky and Lviv thanks to the acquisition of Resilient.

Only small part of Resilient harvested fields and revenues were reflected in 4Q report of Agromino for the period of October 17 till December 31, 2019.

The group owns and operates four elevators with a useable total capacity of 121,000 tonnes.

The segment's revenue is made up primarily from sales of own produced cereals.

Biological assets as of December 31, 2019, comprise of winter crops sown for 2020 harvest. Wheat on 18.9 thousand ha and oilseed rape on 4.9 thousand ha as of December 31, 2019 are in reasonable condition. The fair value of these crops has been determined by valuing the net cash flows expected to be generated from the assets discounted at interest rate 18.35 %.

Sales of grain and oilseeds (2019 and 2018 crop, 3rd party)

| 2019 | Own produced, | | | Third party, | | | Total Revenue, | | |
|--------------|----------------|---------------|--------------|--------------|--------------|-------------|----------------|---------------|-------------|
| | Tonnes | EUR thousand | Price* EUR/t | Tonnes | EUR thousand | Price EUR/t | Tonnes | EUR thousand | Price EUR/t |
| Wheat | 65 884 | 10 219 | 155 | 15 | 2 | 137 | 65 899 | 10 221 | 155 |
| Barley | 51 | 6 | 118 | 0 | 0 | 0 | 51 | 6 | 118 |
| Sunflower | 42 583 | 11 613 | 273 | 0 | 0 | 0 | 42 583 | 11 613 | 273 |
| Corn | 21 004 | 2 354 | 112 | 0 | 0 | 0 | 21 004 | 2 354 | 112 |
| Rapeseed | 3 556 | 1 155 | 325 | 0 | 0 | 0 | 3 556 | 1 155 | 325 |
| Soya | 17 769 | 4 876 | 274 | 0 | 0 | 0 | 17 769 | 4 876 | 274 |
| Other | 7 503 | 1 391 | 185 | 0 | 0 | 0 | 7 503 | 1 391 | 185 |
| Total | 158 350 | 31 615 | 200 | 15 | 2 | 137 | 158 365 | 31 617 | 200 |

| 2018 | Own produced, | | | Third party, | | | Total Revenue, | | |
|--------------|----------------|---------------|-------------|--------------|--------------|-------------|----------------|---------------|-------------|
| | Tonnes | EUR thousand | Price EUR/t | Tonnes | EUR thousand | Price EUR/t | Tonnes | EUR thousand | Price EUR/t |
| Wheat | 66 109 | 9 648 | 146 | 18 | 2 | 104 | 66 127 | 9 650 | 146 |
| Barley | 1 | 0 | 80 | 0 | 0 | 0 | 1 | 0 | 80 |
| Sunflower | 24 261 | 7 024 | 290 | 298 | 91 | 306 | 24 559 | 7 115 | 290 |
| Corn | 10 715 | 1 263 | 118 | 3 038 | 391 | 129 | 13 753 | 1 654 | 120 |
| Rapeseed | 1 830 | 663 | 362 | 0 | 0 | 0 | 1 830 | 663 | 362 |
| Soya | 3 018 | 947 | 314 | 314 | 95 | 301 | 3 332 | 1 042 | 313 |
| Other | 8 125 | 1 597 | 197 | 579 | 5 | 9 | 8 704 | 1 602 | 184 |
| Total | 114 059 | 21 142 | 185 | 4 247 | 584 | 138 | 118 306 | 21 726 | 184 |

*All prices exclude VAT, Domestic sales are ex elevator and export sales are CPT

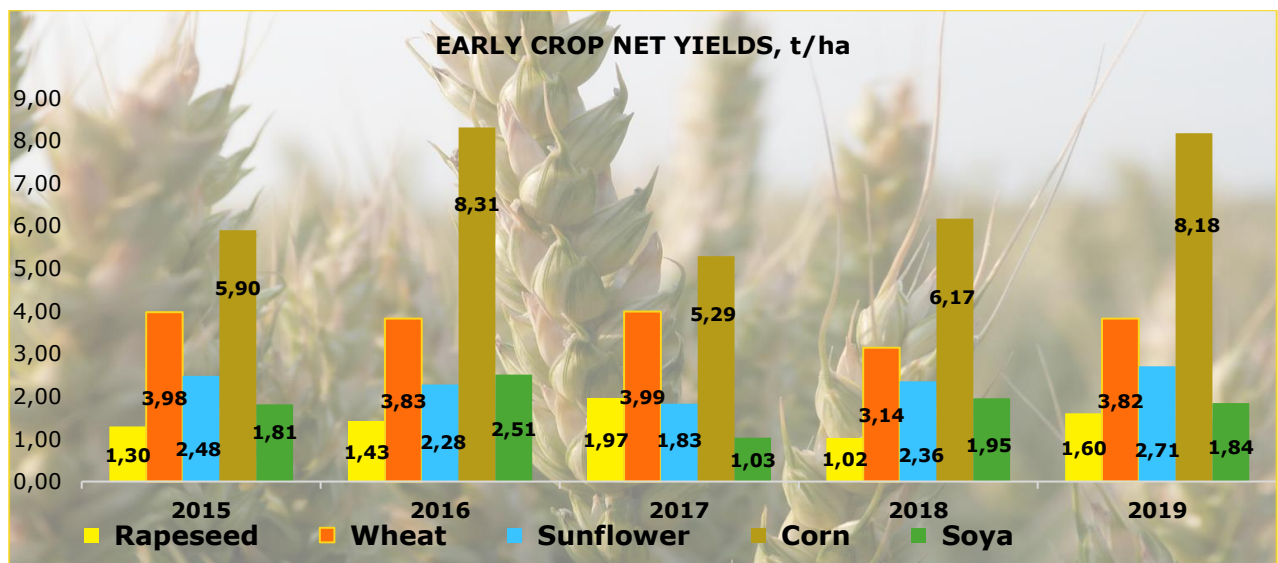


| Harvested hectares | 2015 | 2016 | 2017 | 2018 | 2019 |
|--------------------|---------------|---------------|---------------|---------------|---------------|
| Wheat | 23 218 | 19 536 | 21 399 | 20 987 | 16 124 |
| Sunflower | 12 222 | 16 529 | 9 413 | 14 745 | 12 910 |
| Rapeseed | 6 742 | 4 416 | 7 570 | 1 822 | 2 137 |
| Corn | 3 199 | 1 879 | 1 179 | 1 013 | 4 727 |
| Barley | - | 424 | 335 | - | - |
| Soya | 1 248 | 3 044 | 3 550 | 2 537 | 6 001 |
| Other | - | 330 | 1 862 | 3 447 | 3 479 |
| Total | 46 629 | 46 157 | 45 308 | 44 551 | 45 378 |

| Net production, t | 2015 | 2016 | 2017 | 2018 | 2019 |
|-------------------|----------------|----------------|----------------|----------------|----------------|
| Wheat | 92 302 | 74 788 | 85 328 | 65 940 | 61 650 |
| Sunflower | 30 319 | 37 619 | 17 216 | 34 747 | 34 934 |
| Rapeseed | 8 739 | 6 309 | 14 943 | 1 850 | 3 429 |
| Corn | 18 876 | 15 620 | 6 239 | 6 253 | 38 659 |
| Barley | - | 1 449 | 726 | - | - |
| Soya | 2 256 | 7 653 | 3 658 | 4 954 | 11 048 |
| Other | - | 5 693 | 3 751 | 6 788 | 10 810 |
| Total | 152 493 | 149 130 | 131 861 | 120 532 | 160 530 |

| Net yield, t/ha | 2015 | 2016 | 2017 | 2018 | 2019 |
|-----------------|-------------|-------------|-------------|-------------|-------------|
| Wheat | 3,98 | 3,83 | 3,99 | 3,14 | 3,82 |
| Sunflower | 2,48 | 2,28 | 1,83 | 2,36 | 2,71 |
| Rapeseed | 1,30 | 1,43 | 1,97 | 1,02 | 1,60 |
| Corn | 5,90 | 8,31 | 5,29 | 6,17 | 8,18 |
| Barley | - | 3,42 | 2,17 | - | - |
| Soya | 1,81 | 2,51 | 1,03 | 1,95 | 1,84 |
| Other | - | 17,28 | 2,01 | 1,97 | 3,11 |
| Total | 3,27 | 3,23 | 2,91 | 2,70 | 3,54 |

*Resilient harvesting was included since October 17 2019



MILK PRODUCTION

Ukraine

Group's production capacity arised due to the acquisition of Resilient and is located in the south of Kyiv region with head count of near 1600.

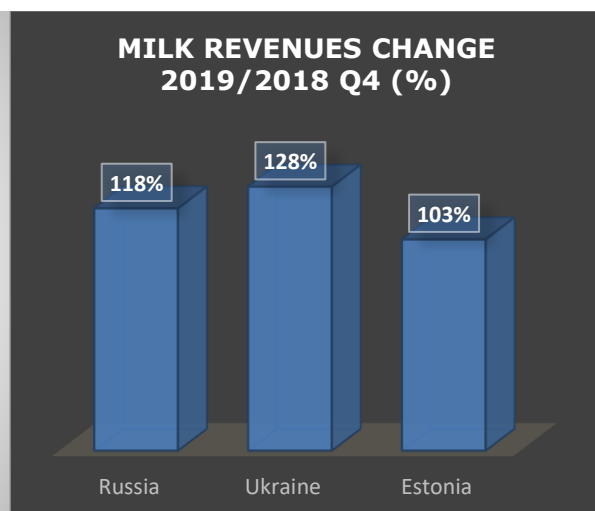
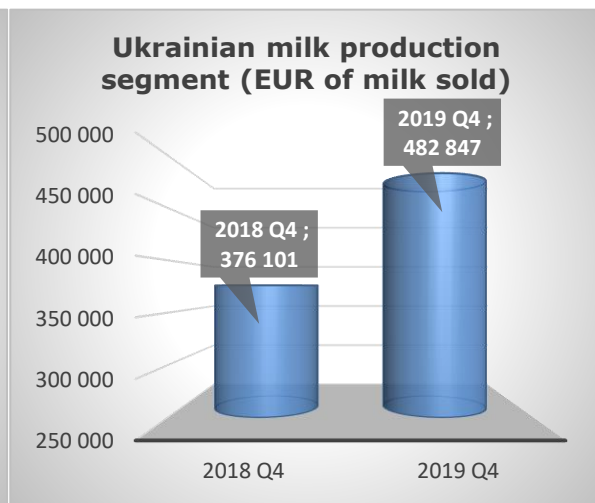
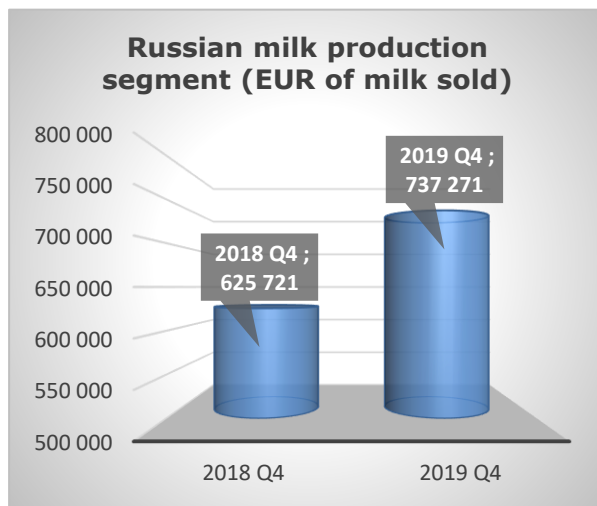
Russia

250 kilometres South West of St Petersburg the group operates near 2200 head milk farm at Dobruchi. The facilities were built in 2008. The Group also owns near 3,000 hectares of land in the region utilised for forage production. The herd is predominantly Holstein Friesian.

Estonia

The Group also has a shareholding in Estonian milk production business through associate AS

Trigon Dairy Farming Estonia (TDFE). The Group's shareholding in TDFE amounted to 39.24% as of December 31, 2019. Agromino's share in TDFE's profit/loss is shown on the income statement line 'Share of profit of investments accounted for using the equity method'. The share of loss for 12m 2019 from TDFE amounted to EUR 0.15 million, because of a one-time loss stemming from the sale of the least effective farm on the Saaremaa island. For 12m 2018 the share of profit was EUR 0.8 million.



THE SHARE

Share information

Official listing: NASDAQ Stockholm
 Form of listing: Common stock
 Sector: Agricultural Products

Exchange ISIN: DK0060823516
 Short name: AGRO
 Reuters ticker: AGROM.ST
 Bloomberg ticker: AGRO: SS

| Major shareholders as at 31.12.2019 | Country | No of shares (thousands) | No of votes (thousands) | Holdings in % |
|--|----------------|-----------------------------|----------------------------|----------------|
| MABON | Czech Republic | 18 614 | 18 614 | 74,77% |
| GOMOBILE NU AKTIEBOLAG | Sweden | 2 487 | 2 487 | 9,99% |
| OTHER | | 3 794 | 3 794 | 15,24% |
| Total number | | 24 895 | 24 895 | 100,00% |

Note: On 17 October 2019 the number of outstanding shares and votes in Agromino A/S increased to 24,895,123. The increase of outstanding shares and votes is a result of the issuance of 7,473,810 shares following the increase of the share capital carried out on 17 October 2019.

All newly issued shares were subscribed by Mabon investiční fond s proměnným základním kapitálem a.s. (MABON) as a part of the transaction concerning the acquisition of 100 per cent of the shares of Resilient a.s. by Agromino. Upon the issuance of new shares Mabon controlled 18,500,354 shares and voting rights in Agromino A/S, corresponding to 74,31% of the total share capital and of the total voting rights of Agromino A/S.

Financial calendar:

Annual Report 2019
 Interim Report 1Q 2020
 Interim Report 1H 2020
 Interim Report 9m 2020
 Year-End report 2020

March 24 - 31, 2020
 May 29, 2020
 August 31, 2020
 November 30, 2020
 February 26, 2021



CONSOLIDATED CONDENSED STATEMENT OF FINANCIAL POSITION

| in EUR thousand | Note | 31.12.2019 | 31.12.2018 ¹ |
|---|------|----------------|-------------------------|
| ASSETS | | | |
| Cash and cash equivalents | | 1 900 | 701 |
| Trade and other receivables | 4 | 7 617 | 4 771 |
| Inventories | 5 | 16 137 | 12 282 |
| Biological assets | 6 | 9 498 | 3 454 |
| Assets held for sale | | 0 | 18 |
| Current assets | | 35 152 | 21 226 |
| Prepaid land rents and land usage rights | | 460 | 457 |
| Other non-current prepayments and receivables | 4 | 116 | 143 |
| Biological assets | 6 | 3 589 | 2 267 |
| Intangible assets | | 4 143 | 613 |
| Property, plant and equipment | 7 | 26 317 | 12 609 |
| Right-of-use asset | 3,17 | 34 610 | 0 |
| Investments in associates | | 9 183 | 9 244 |
| Non-current assets | | 78 418 | 25 333 |
| Total assets | | 113 570 | 46 559 |
| LIABILITIES | | | |
| Trade and other payables | 8 | 6 499 | 3 068 |
| Borrowings | 9 | 15 439 | 10 350 |
| Current portion of lease liability | 3 | 4 657 | 0 |
| Current liabilities | | 26 595 | 13 418 |
| Trade and other payables | 8 | 12 080 | 23 |
| Borrowings | 9 | 1 397 | 986 |
| Lease liability | 3 | 19 989 | 0 |
| Deferred tax liabilities | | 213 | 187 |
| Non-current liabilities | | 33 679 | 1 196 |
| Total liabilities | | 60 274 | 14 614 |
| EQUITY | | | |
| Ordinary shares | 10 | 24 895 | 17 421 |
| Share premium | 10 | 125 612 | 120 151 |
| Other reserves | | -33 227 | -38 986 |
| Accumulated deficit | | -64 241 | -66 897 |
| Capital and reserves attributable to equity holders of the Group | | 53 038 | 31 689 |
| Non-controlling interest in equity | | 258 | 256 |
| Total equity | | 53 296 | 31 945 |
| Total equity and liabilities | | 113 570 | 46 559 |

The notes on pages 12 to 23 are an integral part of this consolidated condensed financial information.

¹ The Group has changed its assumption regarding fair value measurement of biological assets of winter wheat and winter rapeseed for next year harvest. Comparative information was adjusted respectively. Please see Note 2 for more details



CONSOLIDATED CONDENSED INCOME STATEMENT

| in EUR thousand | Note | 4Q 2019 | 4Q 2018 ¹ | 2019 | 2018 ¹ |
|---|------|---------------|----------------------|---------------|-------------------|
| Revenue | | 13 255 | 10 400 | 35 623 | 25 287 |
| Other income | | 106 | 66 | 410 | 271 |
| Gain/loss of biological assets arising from changes in fair value less costs to sell | 6 | 391 | -1 019 | 2 737 | 813 |
| Total revenue, other income and fair value adjustments | | 13 752 | 9 447 | 38 770 | 26 371 |
| Net changes in inventories of agricultural produce and work in process | | -4 358 | -4 522 | -2 306 | 3 483 |
| Cost of purchased goods for trading purposes | | -9 | -3 | -120 | -575 |
| Raw materials and consumables used for production purposes | 11 | -5 598 | -4 979 | -20 417 | -19 625 |
| Employee benefits expense | | -2 233 | -1 454 | -5 574 | -4 872 |
| Depreciation and amortization | | -895 | -440 | -4 066 | -1 662 |
| Other administrative expenses | | -865 | -502 | -1 834 | -1 763 |
| Other (losses)/gains - net | 12 | 293 | -1 326 | 1 460 | -10 623 |
| Profit/Loss from operations | | 87 | -3 779 | 5 913 | -9 266 |
| Gains/losses from exchange rate differences | | 109 | 158 | 1 799 | -157 |
| Finance income | | 16 | 5 | 42 | 21 |
| Finance costs | | -2 147 | -268 | -5 021 | -964 |
| Share of profit/loss of investments accounted for using the equity method | | -466 | 709 | -61 | 832 |
| Profit/Loss before income tax | | -2 401 | -3 175 | 2 672 | -9 534 |
| Corporate income tax | | 18 | -22 | -15 | -18 |
| Profit/Loss for the period | | -2 383 | -3 197 | 2 657 | -9 552 |
| Attributable to: | | | | | |
| Equity holders of the Company | | -2 379 | -3 196 | 2 655 | -9 444 |
| Non-controlling interest | | -3 | -1 | 2 | -108 |
| Profit/Loss for the period | | -2 383 | -3 197 | 2 657 | -9 552 |
| Profit/Loss per share for profit/loss attributable to the equity holders of the Company during the period (expressed in Euros per share) | 13 | -0,14 | 0,47 | 0,14 | -0,54 |

The notes on pages 12 to 23 are an integral part of this consolidated condensed financial information.

¹ The Group has changed its assumption regarding fair value measurement of biological assets of winter wheat and winter rapeseed for next year harvest. Comparative information was adjusted respectively. Please see Note 2 for more details



CONSOLIDATED CONDENSED STATEMENT OF COMPREHENSIVE INCOME

in EUR thousand

Profit/Loss for the period**Other comprehensive income:****Items that will not be reclassified to profit or loss**

Gain from revaluation of land

Items that may be subsequently reclassified to profit or loss

Currency translation differences

Currency translation difference recycled from Other Comprehensive Income to Income Statement in relation to disposal of subsidiary

Other comprehensive income/expense for the period; net of tax**Total comprehensive income/expense for the period****Attributable to:**

Equity holders of the Company

Non-controlling interest

Total comprehensive income/expense for the period

| | 4Q 2019 | 4Q 2018 ¹ | 2019 | 2018 ¹ |
|--|---------------|----------------------|--------------|-------------------|
| Profit/Loss for the period | -2 383 | -3 197 | 2 657 | -9 552 |
| Other comprehensive income: | | | | |
| Items that will not be reclassified to profit or loss | | | | |
| Gain from revaluation of land | 1 277 | - 88 | 1 320 | - 85 |
| Items that may be subsequently reclassified to profit or loss | | | | |
| Currency translation differences | -228 | 476 | 4 439 | 29 |
| Currency translation difference recycled from Other Comprehensive Income to Income Statement in relation to disposal of subsidiary | 0 | - | 0 | 9 981 |
| Other comprehensive income/expense for the period; net of tax | 1 049 | 388 | 5 759 | 9 925 |
| Total comprehensive income/expense for the period | -1 334 | -2 809 | 8 416 | 373 |
| Attributable to: | | | | |
| Equity holders of the Company | -1 331 | -2 808 | 8 414 | 481 |
| Non-controlling interest | -3 | -1 | 2 | -108 |
| Total comprehensive income/expense for the period | -1 334 | -2 809 | 8 416 | 373 |

The notes on pages 12 to 23 are an integral part of this consolidated condensed financial information.

¹ The Group has changed its assumption regarding fair value measurement of biological assets of winter wheat and winter rapeseed for next year harvest. Comparative information was adjusted respectively. Please see Note 2 for more details



CONSOLIDATED CONDENSED STATEMENT OF CHANGES IN EQUITY

| in EUR thousand | Attributable to equity holders of the Company | | | | | | Total Equity |
|---|---|----------------|----------------|---------------------|---------------|--------------------------|---------------|
| | Share capital | Share premium | Other reserves | Accumulated deficit | Total | Non-controlling interest | |
| Balance at 31.12.2017¹ | 17 421 | 120 151 | -48 911 | -57 453 | 31 208 | 364 | 31 572 |
| Profit/loss for the period | - | - | - | -9 444 | -9 444 | -107 | -9 551 |
| Other Comprehensive Income recycled to Income Statement in relation to disposal of subsidiary | | | 9 981 | | 9 981 | | 9 981 |
| Other comprehensive income | - | - | -56 | - | -56 | - | -56 |
| Total comprehensive income | - | - | 9 925 | -9 444 | 481 | -107 | 374 |
| Balance at 31.12.2018¹ | 17 421 | 120 151 | -38 986 | -66 897 | 31 689 | 256 | 31 945 |
| Profit/loss for the period | - | - | - | 2 656 | 2 656 | 2 | 2 658 |
| Other Comprehensive Income recycled to Income Statement in relation to disposal of subsidiary | - | - | - | - | 0 | - | - |
| Other comprehensive expense | - | - | 5 759 | - | 5 759 | - | 5 759 |
| Total comprehensive income | - | - | 5 759 | 2 656 | 8 415 | 2 | 8 417 |
| Issuance of share capital | 7 474 | 5 461 | | | 12 935 | - | 12 935 |
| Balance at 31.12.2019 | 24 895 | 125 612 | -33 227 | -64 241 | 53 038 | 258 | 53 296 |

The notes on pages 12 to 23 are an integral part of this consolidated condensed financial information.

¹ The Group has changed its assumption regarding fair value measurement of biological assets of winter wheat and winter rapeseed for next year harvest. Comparative information was adjusted respectively. Please see Note 2 for more details



CONSOLIDATED CONDENSED STATEMENT OF CASH FLOWS

| in EUR thousands | Note | 2019 | 2018 |
|---|------|---------------|---------------|
| Cash flows from operating activities | | | |
| Cash receipts from customers | | 40 885 | 26 381 |
| Cash paid to suppliers and employees | | -29 872 | -24 844 |
| Income tax paid | | 2 | -78 |
| Subsidies received | | 53 | 193 |
| Interest received | | 44 | 19 |
| Net cash used in/generated from operating activities | | 11 112 | 1 671 |
| Cash flows from investing activities | | | |
| Acquisition of subsidiary, net of cash acquired | | 110 | 0 |
| Disposal of subsidiary, net of cash disposed of | | 0 | 2 227 |
| Purchase of property, plant and equipment | 7 | -6 436 | -2 028 |
| Proceeds from sales of property, plant and equipment | 7 | 37 | 72 |
| Net cash generated from investing activities | | -6 289 | 271 |
| Cash flows from financing activities | | | |
| Proceeds from borrowings | 9 | 4 034 | 2 442 |
| Repayments of borrowings | 9 | -2 389 | -2 951 |
| Repayments of finance lease liabilities | 9 | -2 102 | -1 505 |
| Repayments of lease liabilities | | -4 154 | 0 |
| Interest paid | | -1 132 | -929 |
| Net cash used in financing activities | | -5 743 | -2 942 |
| Net decrease/increase in cash and cash equivalents | | -920 | -1 000 |
| Effects of exchange rate changes on cash and cash equivalents | | 2 119 | 21 |
| Cash and cash equivalents at beginning of period | | 701 | 1 680 |
| Cash and cash equivalents at end of period | | 1 900 | 701 |

The notes on pages 12 to 23 are an integral part of this consolidated condensed financial information.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1. GENERAL INFORMATION

Agromino A/S (The Company) is an integrated soft commodities producer (operating commercial cereals and dairy farms), storage provider and trader with operations in Ukraine, Russia and Estonia. (no farms etc. are in the Czech Republic)

The Company is a limited liability company incorporated on December 11, 2006 and domiciled in Denmark. The address of its registered office is c/o Advokatfirmaet Poul Schmith, Vester Farimagsgade 23, 1606 Copenhagen, Denmark. It has subsidiaries in

Estonia, Cyprus, Russia, Czech Republic and Ukraine (together hereinafter referred to as "the Group"). The Company listed its shares on the Stockholm First North Stock Exchange on May 18, 2007. As of December 8, 2010, the company's shares have been traded on the main market Small Cap segment on NASDAQ Stockholm.

These financial statements were authorized for issue by the Board of Directors on February 28, 2020.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION

This condensed consolidated financial information of Agromino A/S for the twelve months ended December 31, 2019, has been prepared in accordance with IAS 34, 'Interim financial reporting' as adopted by the European Union, and additional disclosure requirements for listed companies. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended December 31, 2018, which have been prepared in accordance with IFRS as adopted by the European Union and additional disclosure requirements for listed companies.

The accounting policies applied are consistent with those of the annual financial statements for the year ended December 31, 2018, as described in those annual financial statements, except for new significant judgements and key sources of estimation uncertainty related to the application of IFRS 16 and except change in assumption regarding fair value measurement of biological assets for next year harvest, which are described below.

ADOPTION OF NEW OR REVISED STANDARDS AND INTERPRETATIONS

The Group has elected to apply IFRS 16 Leases in 2019 year-end report (initial application date: 1 January 2019). The group has applied

the simplified transition approach and therefore, the comparative information has not been restated and continues to be reported under IAS 17.

On adoption of IFRS 16, the group recognized lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of IAS 17 Leases.

The associated rights-of-use assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the balance sheet as at 31 December 2018.

Adoption of IFRS 16 has no impact on the Group's finance leases. Leases of property, plant and equipment where the group, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases.

The Group has elected not to recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months. Payments associated with short-term leases are recognized as an expense in profit or loss.

In applying IFRS 16 for the first time, the Group has used the following practical expedients permitted by the standard:



- the use of a single discount rate to a portfolio of leases with reasonably similar characteristics;
- the accounting for operating leases with a remaining lease term of less than 12 months as at 1 January 2019 as short-term leases;
- the exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application.

The Group has chosen to present the right-of-use assets and the lease liabilities as separate lines in the statement of financial position.

CHANGE IN ASSUMPTIONS

During twelve months 2019 the Group voluntarily changed assumption relating to fair value measurement of biological assets of winter wheat and winter rapeseed of next year harvest. Management of the Group decided to

determine fair value of biological assets sown for next year harvest by present valuing the net cash flows expected to be generated from the assets discounted at average cost of short-term financing. The fair value of biological assets is determined by the Group's own agricultural and IFRS experts. The valuation of the biological assets (winter wheat and winter rapeseed) is within level 3 of the fair value hierarchy.

This approach is most commonly used in the industry and the Group's management believes that such change in assumption will provide more precise, relevant and consistent approach towards gross profit result of the Group.

The effect of the retrospective application of this approach on the Consolidated Condensed Income Statement was as follows:

| | 2019 | | | 2018 | | |
|--|--------------|--------------|----------------------------------|--------------|--------------|----------------------------------|
| | New approach | Old approach | Effect of the change in approach | New approach | Old approach | Effect of the change in approach |
| Gain/loss of biological assets arising from changes in fair value less costs to sell | 2 737 | -1 552 | 4 288 | 813 | 16 | 797 |

The effect of the retrospective application of this approach on the Consolidated Condensed Statement of Financial Position was as follows:

| | 31.12.2019 | | | 31.12.2018 | | |
|---------------------------|--------------|--------------|----------------------------------|--------------|--------------|----------------------------------|
| | New approach | Old approach | Effect of the change in approach | New approach | Old approach | Effect of the change in approach |
| Current biological assets | 9 498 | 3 154 | 6 344 | 3 454 | 2 117 | 1 337 |



3. RIGHT-OF-USE ASSET AND LEASE LIABILITY

Amounts recognized in the balance sheet

The balance sheet shows the following amounts relating to leases:

| in EUR thousand | 31.12.2019 | 01.01.2019 | 31.12.2018 |
|--------------------------------|---------------|---------------|------------|
| Right-of-use assets | | | |
| Land | 24 114 | 17 647 | - |
| Lease liabilities | | | |
| Non-current | 19 989 | 14 457 | - |
| Current portion | 4 657 | 3 190 | - |
| Total lease liabilities | 24 646 | 17 647 | - |

Amounts recognised in the statement of profit or loss

The statement of profit or loss shows the following amounts relating to leases:

| in EUR thousand | 2019 | 2018 |
|--|-------|------|
| Depreciation charge of right-of-use assets | 1 527 | - |
| Interest expense on lease liabilities (included in finance cost) | 3 796 | - |

4. TRADE AND OTHER RECEIVABLES

| in EUR thousand | 31.12.2019 | 31.12.2018 |
|--|--------------|--------------|
| Trade receivables | 775 | 452 |
| Other receivables | 945 | 915 |
| Prepayments for taxes | 3 875 | 3 167 |
| Prepayments to suppliers | 2 138 | 380 |
| Total receivables and prepayments | 7 733 | 4 914 |
| Less non-current portion: | | |
| Prepayments for non-current assets | -22 | -39 |
| Other receivables | -94 | -104 |
| Total non-current portion | 116 | 143 |
| Current portion | 7 617 | 4 771 |

The fair values of trade and other receivables are not materially different from the carrying values based on the expected discounted cash flows. All non-current receivables are due within more than one year from the balance sheet date. Non-

current prepayments will realize in non-current assets, like property, plant and equipment. As of December 31, 2019 VAT receivable in amount of EUR 94 thousand is presented in non-current portion of total trade and other receivables.

5. INVENTORIES

Inventory breakdown, EUR thousand

| | 31.12.2019 | 31.12.2018 |
|-------------------------|---------------|---------------|
| Grain for sale | 10 594 | 8 802 |
| Raw materials, supplies | 3 941 | 2 251 |
| Fieldworks in process | 1 602 | 1 229 |
| Total | 16 137 | 12 282 |

Grain for sale is revalued by the Group on each balance sheet date using contracted and market prices. Market prices were retrieved from APK

Inform as at the end of January for both years as the year-end prices do not reflect the real market situation due to the long holiday season



in Ukraine and therefore the very low volume of trades. Own produced inventories are measured at net realizable value. In determining the NRV (net realizable value), the Group also considers

existing sales agreements at balance sheet date, and actual sales transactions by the Group shortly after the balance sheet date.

Breakdown of the grain for sale, agricultural produce inventory, 31.12.2019

| |
|--------------|
| Wheat |
| Barley |
| Sunflower |
| Corn |
| Rapeseed |
| Soya |
| Peas |
| Other |
| Total |

| Grain for sale, agricultural produce, EUR thousand | Tonnes | Average price used, EUR/t |
|--|---------------|---------------------------|
| 195 | 1 371 | 142 |
| 23 | 173 | 132 |
| 6 375 | 22 460 | 284 |
| 3 164 | 25 648 | 124 |
| 6 | 17 | 347 |
| 12 | 41 | 284 |
| 0 | 1 | 177 |
| 819 | 4 773 | 172 |
| 10 594 | 54 483 | 195 |

Breakdown of the grain for sale, agricultural produce inventory, 31.12.2018

| |
|--------------|
| Wheat |
| Barley |
| Sunflower |
| Corn |
| Rapeseed |
| Soya |
| Other |
| Total |

| Grain for sale, agricultural produce, EUR thousand | Tonnes | Average price used, EUR/t |
|--|---------------|---------------------------|
| 1 243 | 7 769 | 160 |
| 10 | 59 | 170 |
| 6 128 | 23 322 | 263 |
| 37 | 317 | 117 |
| 54 | 164 | 329 |
| 1 177 | 4 571 | 257 |
| 153 | 1 131 | 135 |
| 8 802 | 37 333 | 236 |

6. BIOLOGICAL ASSETS

in EUR thousand

Carrying amount at 31.12.2018

| |
|-------------------------------|
| Non-current biological assets |
| Current biological assets |

2019

Increases due to subsidiaries purchases

Gain/loss arising from changes in fair value less estimated point of sale costs of biological assets:

- Increases due to new plantations/birth
- Harvest
- Decreases due to written-off biol.assets
- Other changes in fair value

Currency translation differences

Carrying amount at 31.12.2019

| |
|-------------------------------|
| Non-current biological assets |
| Current biological assets |

| Plant cultivation | Animal husbandry | Total |
|-------------------|------------------|---------------|
| 3 529 | 2 192 | 5 721 |
| 75 | 2 192 | 2 267 |
| 3 454 | - | 3 454 |
| 2 370 | 890 | 3 260 |
| 2 642 | 95 | 2 737 |
| 29 717 | 364 | 30 081 |
| -26 927 | - | -26 927 |
| -147 | (651) | -798 |
| | 382 | 382 |
| 1 041 | 326 | 1 367 |
| 9 582 | 3 503 | 13 085 |
| 84 | 3 503 | 3 587 |
| 9 498 | - | 9 498 |



in EUR thousand

Carrying amount at 31.12.2017

Non-current biological assets

Current biological assets

2018

Gain/loss arising from changes in fair value less estimated point of sale costs of biological assets:

- *Increases due to new plantations/birth*- *Harvest (Note 8)*- *Decreases due to written-off biol.assets*- *Other changes in fair value*

Currency translation differences

Carrying amount at 31.12.2018

Non-current biological assets

Current biological assets

| Plant cultivation | Animal husbandry | Total |
|-------------------|------------------|--------------|
| 2 762 | 2 345 | 5 107 |
| 102 | 2 345 | 2 447 |
| 2 660 | 0 | 2 660 |
| 650 | 163 | 813 |
| 24 265 | 178 | 24 443 |
| -23 450 | 0 | -23 450 |
| -165 | -373 | -538 |
| | 358 | 358 |
| 117 | -316 | -199 |
| 3 529 | 2 192 | 5 721 |
| 75 | 2 192 | 2 267 |
| 3 454 | 0 | 3 454 |

As at the balance sheet date, Current biological assets in plant cultivation include winter crops sown for the next harvest. Non-current biological assets in plant cultivation include grasslands, which used for harvesting animal feed. Non-current assets in animal husbandry include dairy herd, both mature and immature. Animal husbandry is measured at fair value minus costs to sell.

The gain arising from changes in fair value includes changes in both physical quantities due to the growth of plants/animals and changes in market prices of the biological assets.

The unharvested crops in plant cultivation have been revalued using the latest information about the yields, prices, and harvest-related cash outflows.

Winter crops seeded in 2019 for the next year are determined by valuing the net cash flows expected to be generated from the assets discounted at average cost of short-term financing.

The following inputs and assumptions were made to determine the fair value of biological assets:

- revenue from the crops sales is projected based on the expected volume of crop harvested;

- prices are projected based on budget data for next year;

- production and costs to sell are projected based on budget data for next year;

- a discount rate is applied in determining fair value of biological assets.

The significant unobservable inputs used in the fair value measurement of the crops as of 31.12.2019 are as follows:

Yields of crops (4,95 tons per hectare for winter wheat and 2,60 tons per hectare for winter rapeseed)

Prices of crops (UAH 4 253 per ton for winter wheat and UAH 10 177 per ton for winter rapeseed)



7. PROPERTY, PLANT AND EQUIPMENT

The Group's acquisitions of property, plant and equipment during the period amounted to EUR 12 676 thousand (EUR 2 502 thousand in 12m 2018). The major increment was recorded

because of the acquisition of Resilient. Total value of its property, plant and equipment was EUR 7 672 thousand.

| in EUR thousand | Land | Buildings | Vehicles & machinery | Furniture, fittings & equipment | Construct ion in process | Total |
|--|--------------|--------------|----------------------|---------------------------------|--------------------------|---------------|
| 31.12.2018 | | | | | | |
| Cost | 993 | 6 594 | 20 720 | 981 | 1 056 | 30 344 |
| Accumulated depreciation | - | -2 976 | -13 983 | -775 | - | -17 734 |
| Net book amount | 993 | 3 617 | 6 737 | 206 | 1 056 | 12 609 |
| 2019 | | | | | | |
| Additions | 317 | 549 | 3 146 | 102 | 890 | 5 004 |
| Additions due to subsidiary acquisitions | 1 893 | 1 789 | 3 576 | 148 | 265 | 7 672 |
| Revaluation through Other Comprehensive Income | 508 | - | - | - | - | 508 |
| Disposals | -7 | -35 | -287 | -0 | 65 | -265 |
| Reclassification between groups | - | 749 | 662 | 2 | -1 414 | 0 |
| Depreciation charge | - | -348 | -1 664 | -102 | - | -2 114 |
| Currency translation differences | 191 | 911 | 1 596 | 45 | 159 | 2 902 |
| Closing net book amount | 3 896 | 7 233 | 13 766 | 402 | 1 020 | 26 317 |
| 31.12.2019 | | | | | | |
| Cost | 3 896 | 10 421 | 29 400 | 1 287 | 1 020 | 46 023 |
| Accumulated depreciation | - | -3 188 | -15 634 | -885 | - | -19 706 |
| Net book amount | 3 896 | 7 233 | 13 766 | 402 | 1 020 | 26 317 |
| in EUR thousand | Land | Buildings | Vehicles & machinery | Furniture, fittings & equipment | Construct ion in process | Total |
| 31.12.2017 | | | | | | |
| Cost | 1 175 | 10 369 | 18 503 | 900 | 1 028 | 31 974 |
| Accumulated depreciation | - | -3 350 | -12 905 | -780 | - | -17 035 |
| Net book amount | 1 175 | 7 019 | 5 597 | 120 | 1 028 | 14 940 |
| 2018 | | | | | | |
| Additions | 59 | 17 | 2 310 | 134 | -19 | 2 502 |
| Revaluation through Other Comprehensive Income | -85 | 0 | 0 | 0 | 0 | -85 |
| Revaluation through Income statement | -148 | 0 | 0 | 0 | 0 | -148 |
| Disposals | 0 | -2 162 | -12 | -17 | 0 | -2 191 |
| Reclassification between groups | - | -2 | 0 | 2 | -1 | 1 |
| Depreciation charge | - | -281 | -1 214 | -39 | - | -1 534 |
| Impairment | - | -660 | -132 | 0 | 5 | -796 |
| Currency translation differences | -7 | -315 | 187 | 7 | 52 | -76 |
| Closing net book amount | 993 | 3 617 | 6 737 | 206 | 1 056 | 12 609 |
| 31.12.2018 | | | | | | |
| Cost | 993 | 6 594 | 20 720 | 981 | 1 056 | 30 344 |
| Accumulated depreciation | - | -2 977 | -13 983 | -775 | - | -17 735 |
| Net book amount | 993 | 3 617 | 6 737 | 206 | 1 056 | 12 609 |



8. TRADE AND OTHER PAYABLES

in EUR thousand

| |
|--|
| Trade payables |
| Prepayments from clients |
| Social security and other taxes |
| Accrued expenses |
| Amounts due to related parties (Note 16) |
| Other payables |

| 31.12.2019 | 31.12.2018 |
|---------------|--------------|
| 666 | 290 |
| 17 | 9 |
| 1 427 | 618 |
| 1 393 | 1 346 |
| 14 114 | 22 |
| 962 | 806 |
| 18 579 | 3 091 |
| -12 080 | -23 |
| 6 499 | 3 068 |

Less: non-current portion

Non-current portion of trade and other payables in amount EUR 12 058 thousand

relates to the acquisition of Resilient and is included in amounts due to related parties.

9. BORROWINGS

The total borrowings of the Group as at December 31, 2019, amounted to EUR 16 836 thousand (EUR 11 336 thousand as at December 31, 2018). Increase of EUR 4,1 million. was recorded based on the contribution of Resilient and its bank relations in Ukraine and Czech

Republic. Details of the borrowings' currencies, interest rates and maturities are shown in the included tables.

31.12.2019, in EUR thousand

| |
|---------------|
| RUB-nominated |
| USD-nominated |
| EUR-nominated |
| EUR-nominated |
| EUR-nominated |
| USD-nominated |
| USD-nominated |
| UAH-nominated |

| 31.12.2019 | Maturity | Interest rate |
|---------------|-----------|----------------------|
| 138 | 2020-2021 | 5%-25.8% |
| 5 908 | 2020-2022 | 5%-6,5% |
| 2 419 | 2020 | 5,0% |
| 1 015 | 2020 | 1M EURIBOR + 1,6% |
| 681 | 2020 | 7days EURIBOR + 1,6% |
| 797 | 2021 | 12,59% - 12,62% |
| 4 828 | 2020 | 1mLIBOR+3,5% |
| 1 050 | 2020-2023 | 1mLIBOR + 4,4%-9,4% |
| 16 836 | | |
| 1 397 | | |
| 15 439 | | |
| -62 | | |
| 15 377 | | |

Less: non-current portion

Less accrued interest

Current portion excl accrued interest

31.12.2018, in EUR thousand

| |
|---------------|
| RUB-nominated |
| RUB-nominated |
| USD-nominated |
| USD-nominated |
| UAH-nominated |

| 31.12.2018 | Maturity | Interest rate |
|---------------|-----------|---------------------|
| 258 | 2019-2021 | 5%-25.8% |
| 36 | 2019 | 15.5% |
| 5 946 | 2019-2020 | 5.1%-7% |
| 3 088 | 2019 | 1mLIBOR+3.5% |
| 2 008 | 2020-2023 | 1mLIBOR + 4.4%-9.4% |
| 11 336 | | |
| 986 | | |
| 10 350 | | |
| -50 | | |
| 10 300 | | |

Less: non-current portion

Less accrued interest

Current portion excl accrued interest



| EUR thousands | Cash | Finance leases due within 1 year | Finance leases due after 1 year | Borrow.* due within 1 year | Borrow. due after 1 year | Total |
|--|--------------|---|--|----------------------------------|--------------------------------|----------------|
| Net debt as at 31 December 2018 | 701 | -1 288 | -986 | -9 012 | - | -10 586 |
| Cash flows | -920 | 2 102 | 0 | -1 645 | 0 | -464 |
| Acquisitions-finance leases and lease incentives | 0 | -651 | -800 | 0 | 0 | -1 451 |
| Foreign exchange adjustments | 2 119 | -235 | -90 | -486 | -42 | 1 265 |
| Other non-cash movements | 0 | -977 | 968 | -3 182 | -446 | -3 637 |
| Net debt as at 31 December 2019* | 1 900 | -1 050 | -908 | -14 327 | -489 | -14 873 |

| in EUR thousand | Cash | Finance leases due within 1 year | Finance leases due after 1 year | Borrow.* due within 1 year | Borrow. due after 1 year | Total |
|--|--------------|---|--|----------------------------------|-----------------------------|----------------|
| Net debt as at 31 December 2017* | 1 680 | -896 | -1 140 | -10 055 | - | -10 411 |
| Cash flows | -1000 | 1 505 | - | 509 | - | 1 014 |
| Acquisitions-finance leases and lease incentives | - | -880 | -1 038 | - | - | -1 918 |
| Foreign exchange adjustments | 21 | -39 | -44 | -167 | - | -229 |
| Other non-cash movements | - | -978 | 1 236 | 701 | - | 958 |
| Net debt as at 31 December 2018* | 701 | -1 288 | -986 | -9 012 | - | -10 586 |

*excluding accrued interest

10. SHARE CAPITAL

| in EUR thousand | Number of shares | Incl. ordinary shares | Share capital | Share premium | Total |
|---------------------------|---------------------|--------------------------|------------------|------------------|----------------|
| 31.12.2017 | 17 421 313 | 17 421 313 | 17 421 | 120 151 | 137 572 |
| 31.12.2018 | 17 421 313 | 17 421 313 | 17 421 | 120 151 | 137 572 |
| Issuance of share capital | 7 473 810 | 7 473 810 | 7 474 | 5 461 | 12 935 |
| 31.12.2019 | 24 895 123 | 24 895 123 | 24 895 | 125 612 | 150 507 |
| Including treasury shares | 42 | 42 | - | - | - |

As at December 31, 2019 the total authorized number of ordinary shares was 24,895,123 (as of December 31, 2018: 17,421,313 shares) with a par value of 1 EUR per share. All shares have been fully paid.

The shares of Agromino A/S are listed on the main market of the Small Cap segment on NASDAQ Stockholm.



11. RAW MATERIALS AND CONSUMABLES USED FOR PRODUCTION PURPOSES

in EUR thousand

Seeds, fertilizers, chemicals
Animal feed
Repairs
Fuel, gas, electricity
Land tax and land rental
Other services and materials

| 2019 | 2018 |
|---------------|---------------|
| 7 679 | 6 508 |
| 1 926 | 2 214 |
| 2 160 | 1 701 |
| 2 841 | 2 360 |
| 1 328 | 4 123 |
| 4 483 | 2 719 |
| 20 417 | 19 625 |

Increase in raw materials costs in total was at the level of 4%. Decrease in Land tax and land rental due to adopting IFRS 16 by the Group. Operating lease expenses related to long-term

lease contracts were not recorded within Land tax and land rental element, since depreciation of right-of-use assets and financial costs were recognized instead due to IFRS 16 adoption.

12. OTHER (LOSSES)/GAINS-NET

in EUR thousand

Write down of doubtful receivables and prepayments
Foreign exchange losses/gains net
Gain on disposal of non-core part of elevator business
Currency translation difference recycled from Other Comprehensive Income to Income Statement in relation to disposal of subsidiary
Other losses / gains net

| 2019 | 2018 |
|--------------|----------------|
| 624 | -16 |
| 532 | 377 |
| 0 | 288 |
| 0 | -9 981 |
| 304 | -1 291 |
| 1 460 | -10 623 |

13. EARNINGS/LOSS PER SHARE

Basic earnings/loss per share is calculated by dividing the profit attributable to the equity holders of the Group by the weighted average

number of ordinary shares outstanding during the year.

in EUR thousand

Earnings/Loss attributable to equity holders of the parent (EUR thousand)
Weighted average number of ordinary shares outstanding (thousands)
Basic earnings/loss per share (EUR per share)

| 2019 | 2018 ¹ |
|-------------|-------------------|
| 2 656 | -9 444 |
| 18 978 | 17 421 |
| 0,14 | -0,54 |

14. SEGMENT REPORTING

The management considers two business segments (Ukraine and Russian milk production). The Group uses the equity method to record the accounts of the Milk production segment in Estonia as the profit/loss on the Income Statement is shown under the line Share of loss/profit of investments accounted for using the equity method. Ukraine segment includes cereals production, storage and

trading operations, and newly also the milk production from Resilient farms

The Group's business is seasonal by its nature. The harvest starts in the last days of June and usually lasts until the end of October but subject to weather conditions can continue also to November.



2019, in EUR thousand

Revenue from external customers

Total segment revenue

Subsidies

Other income

Gain/loss arising from changes in fair value less estimated point-of-sale costs of biological assets

Total revenue, other income and fair value adjustments

Net changes in inventories of agricultural produce and work in process

Cost of purchased goods

OPEX

Other (losses)/gains - net

EBITDA

Depreciation and amortization

Finance income/costs

Share of profit of investments accounted for using the equity method

Profit before income tax

| | Ukraine | Russian milk production | Total |
|--|---------------|-------------------------|---------------|
| Revenue from external customers | 32 766 | 2 857 | 35 623 |
| Total segment revenue | 32 766 | 2 857 | 35 623 |
| Subsidies | 20 | 41 | 61 |
| Other income | 351 | 2 | 353 |
| Gain/loss arising from changes in fair value less estimated point-of-sale costs of biological assets | 2 706 | 30 | 2 736 |
| Total revenue, other income and fair value adjustments | 35 843 | 2 930 | 38 773 |
| Net changes in inventories of agricultural produce and work in process | -2 875 | 569 | -2 306 |
| Cost of purchased goods | -120 | - | -120 |
| OPEX | -24 339 | -3 485 | -27 824 |
| Other (losses)/gains - net | 1 458 | 1 | 1 459 |
| EBITDA | 9 967 | 15 | 9 982 |
| Depreciation and amortization | | | -4 066 |
| Finance income/costs | | | -3 180 |
| Share of profit of investments accounted for using the equity method | | -61 | -61 |
| Profit before income tax | | | 2 675 |

2018¹, in EUR thousand

Revenue from external customers

Total segment revenue

Subsidies

Other income

Gain/loss arising from changes in fair value less estimated point-of-sale costs of biological assets

Total revenue, other income and fair value adjustments

Net changes in inventories of agricultural produce and work in process

Cost of purchased goods

OPEX

Other (losses)/gains - net

EBITDA

Depreciation and amortization

Finance income/costs

Share of profit of investments accounted for using the equity method

Profit/loss before income tax

| | Ukraine | Milk production | Total |
|--|---------------|-----------------|---------------|
| Revenue from external customers | 22 347 | 2 940 | 25 287 |
| Total segment revenue | 22 347 | 2 940 | 25 287 |
| Subsidies | - | 194 | 194 |
| Other income | 76 | 1 | 77 |
| Gain/loss arising from changes in fair value less estimated point-of-sale costs of biological assets | 665 | 148 | 813 |
| Total revenue, other income and fair value adjustments | 23 088 | 3 283 | 26 371 |
| Net changes in inventories of agricultural produce and work in process | 2 381 | 1 102 | 3 483 |
| Cost of purchased goods | -575 | - | -575 |
| OPEX | -22 214 | -4 046 | -26 260 |
| Other (losses)/gains - net | -7 983 | -2 640 | -10 623 |
| EBITDA | -5 303 | -2 301 | -7 604 |
| Depreciation and amortization | | | -1 662 |
| Finance income/costs | | | -1 100 |
| Share of profit of investments accounted for using the equity method | | 832 | 832 |
| Profit/loss before income tax | | | -9 534 |



15. GROUP STRUCTURE

The Group's parent company Agromino A/S registered in Denmark. The parent company directly owns sixteen subsidiaries (including a branch in Estonia), which are holding and operational companies for the Group activity in Estonia, Ukraine, Russia. The holdings are Trigon Farming AS (Estonia), TC Farming Ukraine Ltd. (Cyprus), TC Farming Russia Ltd (Cyprus), Trigon Dairy Farming AS (Estonia), Resilient A/S (Czech Republic) the operational companies are Trigon Security LLC (Ukraine), LLC Trigon Moloko (Russia), LLC Kovyaqovskoye Zerno (Ukraine), LLC Trigon Farming Kharkiv (Ukraine), LLC Kovyaqovskoye (Ukraine), LLC Trigon-Export (Ukraine), LLC Trigon Farming (Ukraine), LLC

Trigon-Elevator (Ukraine), LLC Agro Capital Center (Ukraine), CJSC Vovchanskiy Combinat Khliboproduktiv (Ukraine). The parent company operates also its branch in Estonia (Agromino A/S Eesti filial). Trigon Dairy Farming AS owns 39.24% shares in AS Trigon Dairy Farming Estonia (a holding company for milk production operations in Estonia). The transfer of funds from subsidiaries to Agromino A/S is not restricted. However, the transfer of funds from Ukraine and Russia to sub-holdings may be subject to restrictions regarding foreign currency transactions due to the particular limitations in local legislation.

16. RELATED PARTY TRANSACTIONS

During the reporting period the Group had the following balances outstanding and operations with related parties:

in EUR thousand

Sales and purchases

Purchase of goods and services from related parties (Companies under control of Members of Board of Directors)

| 2019 | 2018 |
|------|------|
| -455 | -130 |

Loans from related parties (Companies under control of Members of Board of Directors)

in EUR thousand

Beginning of the year
Loans advanced
Loans related to new acquisition
Loan repayments made
Interest charged
Interest paid
End of the period

| 2019 | 2018 |
|---------------|------|
| - | - |
| 2 000 | - |
| 12 059 | - |
| - | - |
| 55 | - |
| - | - |
| 14 114 | - |

Balances from sales/purchases of goods/services

Payable to related parties (Companies under control of Members of Board of Directors)
Receivables from related parties (Companies under control of Members of Board of Directors)

| 31.12.2019 | 31.12.2018 |
|------------|------------|
| - | 22 |
| - | 16 |

Purchase of goods and services with Resilient a.s. for period January 1, 2019 till October 16, 2019 was included in related party transaction. Since October 17, 2019 Resilient a.s. became Group company.



17. SUBSIDIARY ACQUISITION

On October, 17 Agromino A/S completed the acquisition of 100 per cent of the shares of Resilient a.s. from Mabon investiční fond s proměnným základním kapitálem a.s.

The consideration consisted of 7,473,810 newly issued ordinary shares in Agromino, subscribed for by Mabon investiční fond s proměnným základním kapitálem a.s. at a subscription price of SEK 18.6 per share, based on an acquisition value of EUR 12,935,040.

Resilient a.s. owns a total of eighteen wholly-owned subsidiaries out of which one is incorporated in the Czech Republic and seventeen are incorporated in Ukraine and engaged in the agricultural sector producing grains, oilseeds, pulses, and milk on its farms in black-earth regions of western Ukraine. Acquisition of Resilient a.s. is expected to help the Agromino Group to increase its landbank,

cattle quantity and will supplement its current business model and strategy. Additionally, it will improve its regional diversification within Ukraine and will partially mitigate the risks related to weather conditions as well as the geopolitical risks. It will also allow exchange/rotate the best managers and experts between both companies to improve the Agromino group and may lead to economies of scale.

Mabon subscribed for 7,473,810 newly issued shares at a subscription price of SEK 18.6 per share and upon the issuance of new shares Mabon controlled approximately 74.3 per cent of the outstanding shares and votes in Agromino. Total number of shares and votes in the Company increased from 17,421,313 to 24,895,123.

in EUR thousand

Net assets of acquired Company

| | |
|---------------------------------------|--|
| Cash and bank accounts | |
| Receivables and prepayments | |
| Inventory | |
| Biological assets | |
| TOTAL CURRENT ASSETS | |
| Prepayments for land rent | |
| Fixed assets | |
| Intangible assets | |
| Land right of use assets | |
| Biological assets | |
| TOTAL NON-CURRENT ASSETS | |
| TOTAL ASSETS | |
| Current loan liabilities | |
| Trade and other payables | |
| Total current liabilities | |
| Non-current payables to related party | |
| TOTAL LIABILITIES | |
| NET ASSETS | |

| 17.10.2019 |
|-------------------|
| 217 |
| 2 128 |
| 4 775 |
| 2 370 |
| 9 490 |
| 7 |
| 7 672 |
| 854 |
| 10 799 |
| 890 |
| 20 222 |
| 29 713 |
| 3 803 |
| 1 023 |
| 4 826 |
| 11 952 |
| 16 778 |
| 12 935 |

18. EVENTS AFTER THE BALANCE SHEET DATE

On 3 February Agromino A/S (the "Company") informed that on said date the claim towards supplier of fertilizer ammonium nitrate over the return of prepayment (approx. EUR 1.4 million) for undelivered ammonium nitrate fertilizer has been successfully resolved. After lengthy court disputes the Company eventually succeeded to recover the full amount of prepayment incl. accrued penalties for breach of contractual obligations. The Company announced that intends to raise further claims for interest and inflation charges which were not part of the initial claim. Due to the overall time since the delay with prepayment return occurred, the amount of such further claim is approx. EUR 0.4 million.



Definitions

| | |
|--------------------|--|
| Earnings per share | <i>Net result attributable to the shareholders of the Company/ period-end number of common shares outstanding.</i> Earnings/loss per share for profit attributable to the equity holders of the Company during the year, both basic and diluted. |
| EBITDA | EBITDA is calculated by adding to the operating profit the annual depreciation of the fixed assets and amortization of land-related long-term prepayments. |
| Net debt | <i>Total borrowings and the fair value of derivative financial instruments - Cash and cash equivalents.</i> Net debt is a measure of a company's ability to repay its debts if they were all due today. |

Management statement

The Board of Directors and the Executive Board have reviewed and approved the Year-End Report of the Agromino Group.

The Year-End Report, which has not been audited or reviewed by the Group's auditor, has been prepared in accordance with IAS 34 and additional Danish disclosure requirements for listed companies.

In our opinion, the Year-End Report provides a true and fair view of the Group's assets, liabilities, financial position, results of operations and cash flows. Furthermore, in our opinion, the Year-End Report provides a fair review of the developments in the Group's activities and financial position and describes the significant risks and uncertainties that may affect the Group.

February 28, 2020

Petr Krogman
Chairman of the
Board of Directors

Jan Urban
Vice-Chairman of the
Board of Directors

Jiri Vyskočil
Member of the
Board of Directors

Petr Toman
Chief Executive Officer

Rastislav Pagáč
Executive Board Member

