

SAGA PURE

Q4

Saga Pure Q4 2023 report

Contents

Financial information

Highlights.....	3
Consolidated condensed statement of comprehensive income.....	5
Consolidated condensed statement of financial position.....	6
Consolidated condensed cash flow statement.....	7
Consolidated condensed statement of changes in equity.....	8
Notes to the financial statements.....	9

Highlights

NOK 1000	Oct-Dec 2023	Oct-Dec 2022	Jan-Dec 2023	Jan-Dec 2022
	(unaudited)	(unaudited)	(unaudited)	(audited)
Operating revenues	5 851	405	106	1 819
Operating profit (-loss) before depreciation (EBITDA) (1)	-3 367	-103 429	-119 299	-27 219
Operating profit/(-loss) (EBIT) (2)	-3 367	-103 429	-119 299	-27 219
Net profit/(-loss)	-667	-101 134	-99 115	-23 716
Total comprehensive income	-667	-101 134	-99 115	-23 716
Basic earnings per share NOK (3)	-	-0.21	-0.21	-0.05
Diluted earnings per share NOK (3)	-	-0.21	-0.21	-0.05

(1) EBITDA can be calculated from the statement of income adding operating revenues and net result from Associated companies and deduct all operating costs except for depreciations.

(2) EBIT can be calculated from the statement of income adding operating revenues and net result from Associated companies and deduct all operating costs.

(3) Basic earnings per shares is calculated by dividing shareholders earnings for the period by the average number of outstanding shares in the period. Diluted earnings per shares is calculated by adding potential shares with dilutive effect, in this case average issued equity options, to the average number of outstanding shares.

Financial results

Saga Pure Group ("The Group") reports a net total comprehensive income for the fourth quarter 2023 of NOK -0.7 million. (NOK -99.1 million for the twelve months of 2023).

EBITDA for the fourth quarter 2023 was NOK -3.4 million. (NOK -119.3 million for the twelve months of 2023).

The Group had a gain from financial investments of NOK 5.9 million in the fourth quarter (NOK 55.6 million in loss for the twelve months of 2023). This includes realized and unrealized gains.

In addition, the Group had a loss from associates of NOK 2.4 million.

The Group had a cash holding of NOK 696.0 million at the end of fourth quarter, versus NOK 674.1 million per end of third quarter. The increase in cash during the quarter is a result of net divestment in trading.

The Group's condensed unaudited financial statements for the fourth quarter of 2023 are enclosed.

The average number of outstanding shares in the quarter was 484,878,423. Total number of outstanding shares quarter end was also 484,878,423.

Company development and investments

Net gain from short term investment amounted to NOK 5.9 million combined realised and unrealised. The short-term investments include investments in bods, which also generated interest income of NOK 1.1 million in the quarter.

The Groups share of net loss in Heimdall Power AS, resulted in a loss from associates of NOK 2.4 million.

Outlook

The Group will continue to be prudent and selective when allocating its investment capital. With no interest-bearing debt, and substantial cash holdings, the Group is well positioned for pursuing new investment opportunities.

Forward-looking statements

Matters discussed in this report may constitute forward-looking statements. The forward-looking statements in this report are based on various assumptions, many of which are based upon further assumptions, including without limitation, management's examination of historical operating trends, data contained in our records and other data available from third parties. Although we believe that these assumptions were reasonable when made, because these assumptions are inherently subject to significant uncertainties and contingencies, which are difficult to predict and beyond our control, we cannot

Saga Pure Q4 2023 report

assure you that we will achieve or accomplish these expectations, beliefs or projections.

Oslo, 14 February 2024

The Board of Directors

Consolidated condensed statement of comprehensive income

<i>NOK 1000</i>	Oct-Dec 2023	Oct-Dec 2022	Jan-Dec 2023	Jan-Dec 2022
	(unaudited)	(unaudited)	(unaudited)	Audited
Net gain from financial investments	5 851	-	-	-
Other income	-	405	106	1 819
Operating revenues	5 851	405	106	1 819
General administrative expense	6 776	12 246	20 792	38 716
Net loss from financial investments	-	66 143	55 590	3 161
Operating expenses	6 776	78 389	76 382	41 877
Profit/(-loss) from associates	-2 442	-25 445	-43 022	12 840
Operating profit/(-loss)	-3 367	-103 429	-119 299	-27 219
Interest income	9 531	2 279	30 987	6 030
Interest expense	-521	-38	-3 040	-238
Other financial items	-6 310	53	-7 763	-2 290
Net financial items	2 699	2 295	20 184	3 503
Taxes	-	-	-	-
Net profit/(-loss)	-667	-101 134	-99 115	-23 716
Other comprehensive income	-	-	-	-
Total comprehensive income	-667	-101 134	-99 115	-23 716
Basic earnings per share NOK	-	-0,21	-0,21	-0,05
Diluted earnings per share NOK	-	-0,21	-0,21	-0,05
Average number of shares in the period	484 878 423	479 878 423	482 721 830	479 482 819
Number of shares outstanding at period end	484 878 423	479 878 423	484 878 423	479 878 423

Consolidated condensed statement of financial position

<i>NOK 1000</i>	31.12.2023	31.12.2022
	(unaudited)	(audited)
ASSETS		
Non-current assets		
Associates	73 020	116 042
Non-current financial assets	-	101 940
Total non-current assets	73 020	217 982
Current assets		
Other current assets (note 4)	46 782	1 462
Current financial investments	93 354	545
Cash and equivalents	696 041	787 082
Total current assets	836 178	789 089
TOTAL ASSETS	909 198	1 007 071
EQUITY AND LIABILITIES		
Equity		
Share capital	4 849	4 799
Other equity	1 079 616	1 073 498
Total paid-in-capital	1 084 465	1 078 297
Accumulated losses	-180 955	-81 840
Total equity	903 510	996 457
LIABILITIES		
Non-current liabilities		
Other non-current liabilities (note 3)	-	368
Total non-current liabilities	-	368
Current liabilities		
Other current liabilities and accruals	5 688	10 246
Total current liabilities	5 688	10 246
Total liabilities	5 688	10 614
TOTAL EQUITY AND LIABILITIES	909 198	1 007 071

Consolidated condensed cash flow statement

<i>NOK 1000</i>	Oct-Dec 2023	Jan-Dec 2023	Jan-Dec 2022
	(unaudited)	(unaudited)	(audited)
Net profit/(-loss)	-667	-99 115	-23 716
Options and share program	-	-200	4 902
Result from associates	2 442	43 022	-12 840
Net loss/(-gain) from financial investments	-5 851	55 590	3 161
Net divestment/(-investment) trading	38 648	-74 350	26 516
Changes in other accrued income and expenditure	4 821	- 4 742	4 456
Short-term Interest-bearing loan	-17 934	-43 086	-
Interest received	-2 375	-2 375	-
Net cash flow from operating activities	19 084	-125 256	2 480
Investment in associates	-	-	-42 717
Investment in non-current financial assets	-	-	-38 998
Divestment in non-current financial assets	-	25 322	184 073
Net cash flow from investing activities	-	25 322	102 358
Share issue - gross	-	6 000	1 300
Share issue costs	-	-	-1 287
Distributions to controlling interests	-	-	-95 876
Net cash flow from financing activities	-	6 000	-95 863
Net change in cash and cash equivalents	19 085	-93 933	8 975
Cash and equivalents at beginning of period	674 064	787 082	778 108
Net foreign exchange differences (unrealised)	2 892	2 892	-
Cash and equivalents at end of period	696 041	696 041	787 082

Consolidated condensed statement of changes in equity

Jan-Dec 2023 (Unaudited) <i>NOK 1000</i>	Issued capital	Other equity	Accumulated losses	Total
Equity as of 1 January 2023	4 799	1 073 498	-81 840	996 457
Net profit/(-loss)	-	-	-99 115	-99 115
Total comprehensive income	-	-	-99 115	-99 115
Share issue	50	5 950	-	6 000
Options and share program (note 3)	-	168	-	168
Equity per ending balance 31 December 2023	4 849	1 079 616	-180 955	903 510

Jan-Dec 2022 (Audited) <i>NOK 1000</i>	Issued capital	Other equity	Accumulated losses	Total
Equity as of 1 January 2022	4 789	1 161 258	-58 123	1 107 924
Net profit/(-loss)	-	-	-23 716	-23 716
Total comprehensive income	-	-	-23 716	-23 716
Dividends to controlling interests	-	-95 876	-	-95 876
Share issue	10	1 290	-	1 300
Share issue costs	-	-1 287	-	-1 287
Options and share program (note 3)	-	8 113	-	8 113
Equity per ending balance 31 December 2022	4 799	1 073 498	-81 840	996 457

Notes to the financial statements

Note 1 – Basis for preparation

The Company's condensed interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting as approved by the EU and requirements in the Norwegian Securities Trading Act. This condensed interim financial statement for the fourth quarter is approved by the Board of Directors on 14 February 2024.

The accounting policies applied in the preparation of the condensed interim financial statements are consistent with those presented in the Annual Report of 2022.

Foreign currency

The financial statements are presented in NOK. NOK is also the functional currency for the Company.

Note 2 – Operating Segments

Investments are reported as one segment, while the "Other" segment currently consist of consulting services from internal industry specialists, are monitored separately. Further segmentation might be applied as the business evolves.

Segment information NOK 1000	Investment			Other			Total		
	Oct-Dec 2023	Jan-Dec 2023	Jan-Dec 2022	Oct-Dec 2023	Jan-Dec 2023	Jan-Dec 2022	Oct-Dec 2023	Jan-Dec 2023	Jan-Dec 2022
Income									
Net gain/loss on investments	5 851	-55 590	-3 161	-	-	-	5 851	-55 590	-3 161
Other income	-	-	-	-	106	1 819	-	106	1 819
Total income	5 851	55 590	-3 161	-	106	1 819	5 851	-55 485	-1 342
Operating expenses - excluding loss in investments	6 776	20 792	38 716	-	-	-	6 776	20 792	38 716
Net operating profit	-3 367	-119 405	-29 038	-	106	1 819	-3 367	-119 299	-27 219
	31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2023	31 Dec 2022
Assets	909 198	909 198	1 007 071	-	-	-	909 198	909 198	1 007 071
Liabilities	5 688	5 688	10 614	-	-	-	5 688	5 688	10 614

Note 3 – Options and share program

The equity-settled option and share program had 8,500,000 issued options in the beginning of the quarter, all of which were fully vested. 5,000,000 options expired during the quarter, leading to 3,500,000 remaining outstanding options at the end of the quarter. Per fourth quarter, no reserves are made for social security for the remaining options, as none of them are currently "in the money".

Note 4 – Related party transactions

The Group has issued a short-term loan of USD 4 million to Ferncliff Opportunities AS – a company controlled by board member Øystein Stray Spetalen. The term of the loan is an interest of 12% p.a. – which is considered to be market terms.

The Group also have similar investments towards unrelated parties in the rig market, in terms of bonds classified as Current financial investments.

Note 5 – 20 largest investors

	Name	Shares	Of total shares
1	Øystein Stray Spetalen ⁽¹⁾	172 841 799	35,65 %
2	Tycoon Industrier AS ⁽¹⁾	28 550 000	5,89 %
3	Clearstream Banking S.A.	13 655 994	2,82 %
4	Simonsen Invest AS	11 000 000	2,27 %
5	Steinar Grønland	7 856 729	1,62 %
6	Atle Sandvik Pedersen	7 120 000	1,47 %
7	Nordnet Livsforsikring AS	6 465 024	1,33 %
8	Injektør AS	6 200 000	1,28 %
9	Active Pro AS	5 900 000	1,22 %
10	Ola Stormyr Holding AS	5 407 063	1,12 %
11	Melcher Holding As	5 000 000	1,03 %
12	Bjørn Simonsen	4 000 000	0,82 %
13	Frøiland Invest AS	3 454 554	0,71 %
14	Tonor Holding AS	3 000 000	0,62 %
14	Løren Holding AS	3 000 000	0,62 %
16	Nordnet Bank AB	2 540 404	0,52 %
17	Hanekamb Invest AS ⁽²⁾	2 300 000	0,47 %
17	El Investment AS ⁽³⁾	2 300 000	0,47 %
19	Hege Bakken	2 211 580	0,46 %
20	Bjørn Håvard Brænden	2 050 000	0,42 %
	Total	294 853 147	60,81 %
	Total outstanding shares	484 878 423	100,00 %

⁽¹⁾ Board member/controlled by Board member Øystein Stray Spetalen

⁽²⁾ Controlled by Martin Nes, Chairman of the Board

⁽³⁾ Controlled by Espen Lundaas, CEO of Saga Pure

Title: Saga Pure Q4 2023 report
Saga Pure ASA

Published date:
15 February 2024

info@sagapure.com

Sjølyst Plass 2,
0278 Oslo, Norway

The publication can be downloaded on
sagapure.com