

Q2 2022 Results 24 August 2022

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Rana Gruber in brief

Company facts



About 300 employees



1.8 million mt annual production capacity, 444 million mt available



Three products: hematite, magnetite, and COLORANA®



One of the industry's lowest carbon emissions

What we do



Mining

Extraction of
iron ore



Transport

Rail transport to
processing plant



Processing

Isolation of
hematite and
magnetite

Our products and customers

Products

Hematite

- Processed steel to cars, buildings, wind turbines, etc.



Magnetite

- Water treatment, cosmetics, etc.



Colorana®

- Colorants, brake linings, magnetic stripes, chemical processes, etc.



Key customers

- Off-take agreement with Cargill, whose key customers are large European steel producers

- Within the chemical industry, mostly European water purification industry

- Within concrete, paint, plastics, the automotive industry, heat management, toner production, etc.

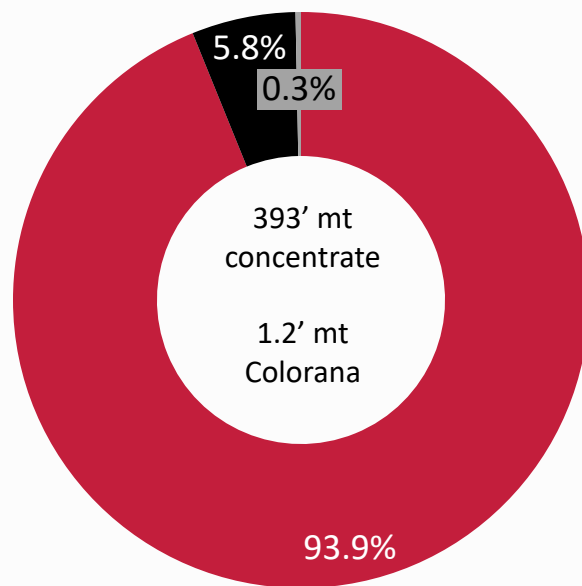
Highlights Q2 2022

- Stable production of 393 thousand mt
- Successful care and maintenance of the mine and processing plant
- Operations conducted with no related injuries
- Revenues of NOK 294.4 million
- Adjusted net profit of NOK 79.9 million, DPS of NOK 1.51, pay-out ratio of 70%



Stable production

Production by product type



- Hematite production
- Magnetite production
- Colorana production

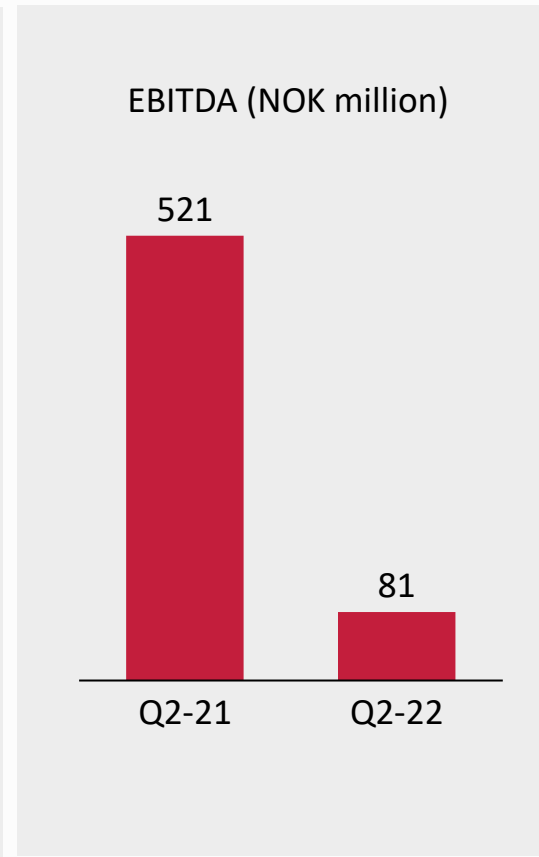
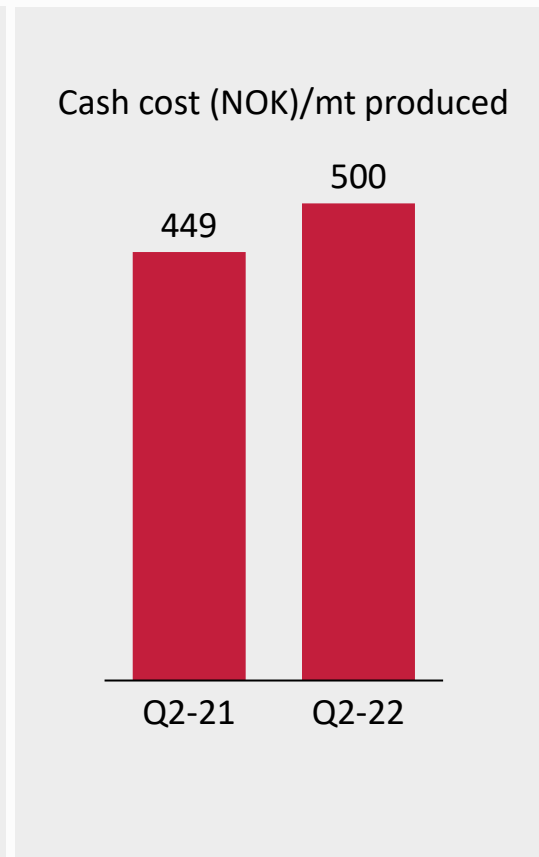
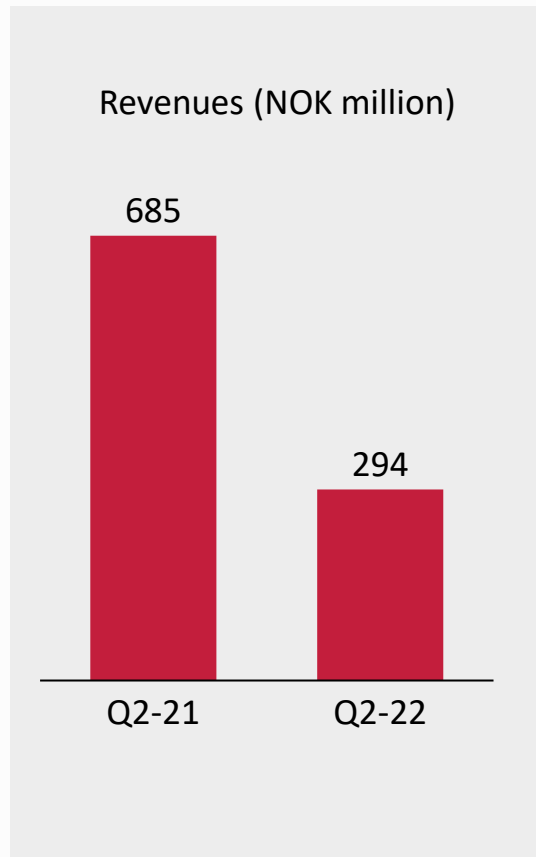


Insourcing of workstreams

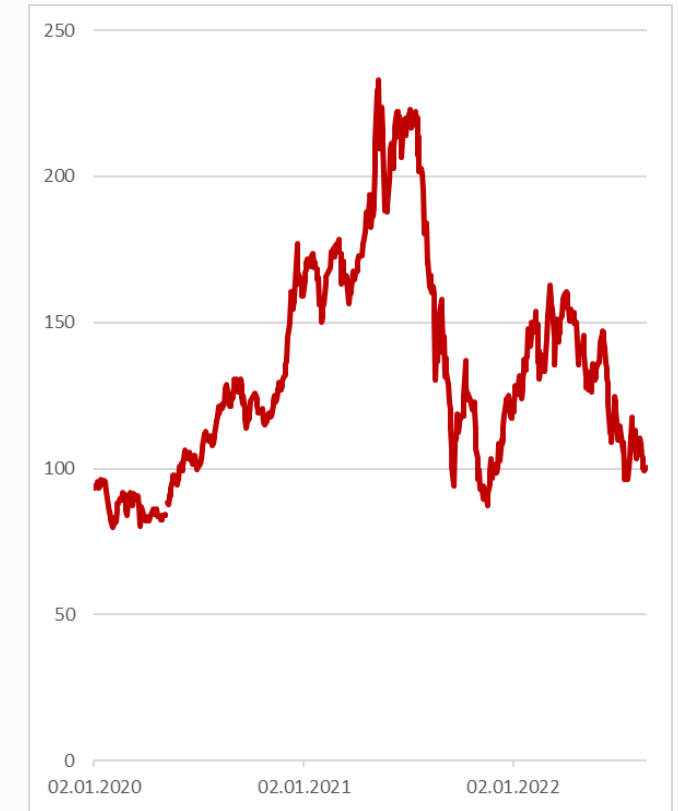
- Exploratory core drilling
- Development of new mine tunnel infrastructure
- Expected to reduce costs, improve margins, give more cash flow predictability and operational stability



Financial figures: EBITDA impacted by lower prices, increased freight rates, and higher commodity prices



Historic hematite prices
Platts, IODEX 62% Fe CFR North China



This financial results of this presentation are based on the IFRS in contrast to the NGAAP-based result of the presentation for the corresponding period last year. The historical results included in this presentation therefore differ from the results communicated last year.

For APM definitions, please refer to the appendix to the condensed interim financial statements.

Quarterly figures are unaudited

Adjustments in the income statement

Amounts in NOK million Except where otherwise stated	Q2-22	Q2-21
Pre-tax profit	202.8	255.7
Unrealised gain/(loss) from hedging positions	100,4	63.2
Adjusted pre-tax profit	102.4	318.8
Ordinary income tax	44.6	54.5
Tax on adjustments	22.1	13.9
Adjusted net profit	79.9	250.4
Adjusted EPS (NOK)	2.15	6.62
DPS (NOK)	1.51	3.86 (NGAAP)

Unrealised
gain/losses from
hedging of iron ore
and USD

Excluding effects from shipments in Q2

Cash flow and financial position

Amounts in NOK million	Q2-22	Q2-21
Net cash flow from operations	272.7	379.3
Net cash flow from investing activities	(29.8)	(40.6)
Net cash flows from financing activities	(83.2)	(127.3)
Total cash flow	159.6	211.4

Amounts in NOK million Except where otherwise stated	30.06.2022	30.06.2021	Change (%)
Total assets	1 226	1 095	12
Total equity	612	531	15
Equity ratio (%)	49.9	48.5	1.4pp
Cash and cash equivalents	378	219	73
Interest-bearing debt*	127	121	5

*The interest-bearing debt consists of lease and rent obligations. The company has an unused credit facility of NOK 100 million.

Key takeaways and outlook

- Stable production and zero injuries
- Long-term outlook remains positive despite macroeconomic uncertainties
- Insourcing expected to have positive impact over time



Questions and answers

Contact: ir@ranagruber.no

Next report: Q3 2022 – 10 November 2022



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