

# Third quarter 2023

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*For APM definitions, please refer to the appendix to the condensed interim financial statements. Quarterly figures are unaudited.*



# Highlights Q3 2023

Record high quarterly production

Cash cost/mt of NOK 453 (NOK 435), equivalent to USD 43/mt

Bane NOR fee hikes affecting ore transport now confirmed to be max. NOK 6 million in 2024, down from previous estimate of 15-20 million

Dividend of NOK 3.23/share – more than NOK 1 billion distributed as dividends over 11 consecutive quarters since listing in February 2021

470

NOK million

Revenues

503

mt

Concentrate

453

NOK/mt

Cash cost

3.23

NOK/share

Dividend

# Safety is top priority

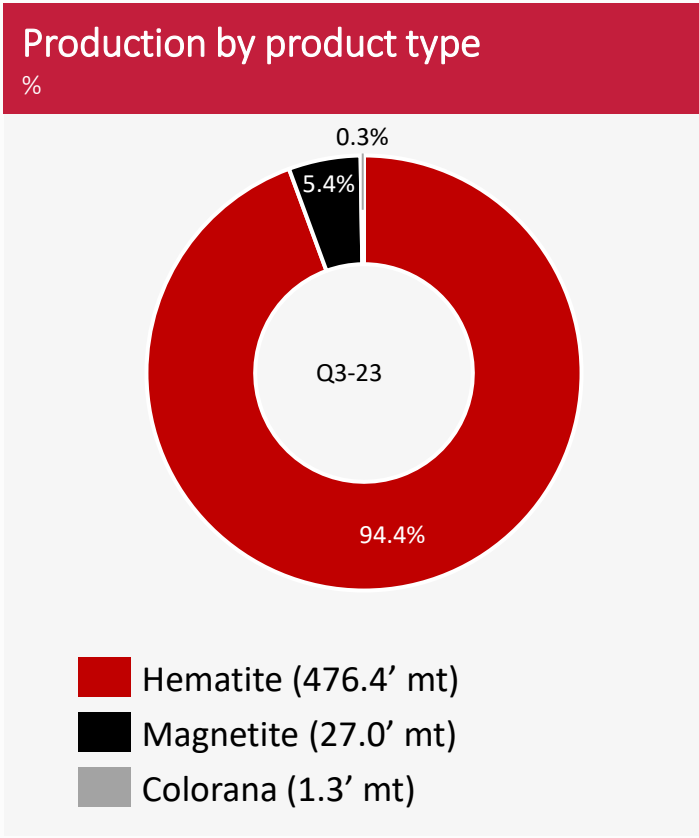
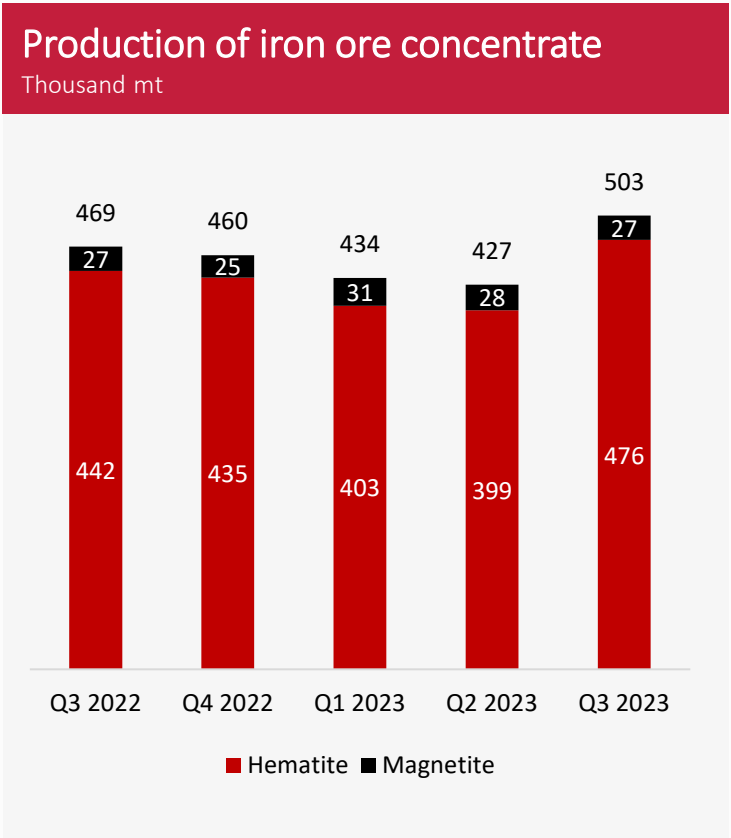
No lost time injuries

The risk assessment of battery-operated equipment in the underground mine completed

Focus on safety to continue



# Record high production

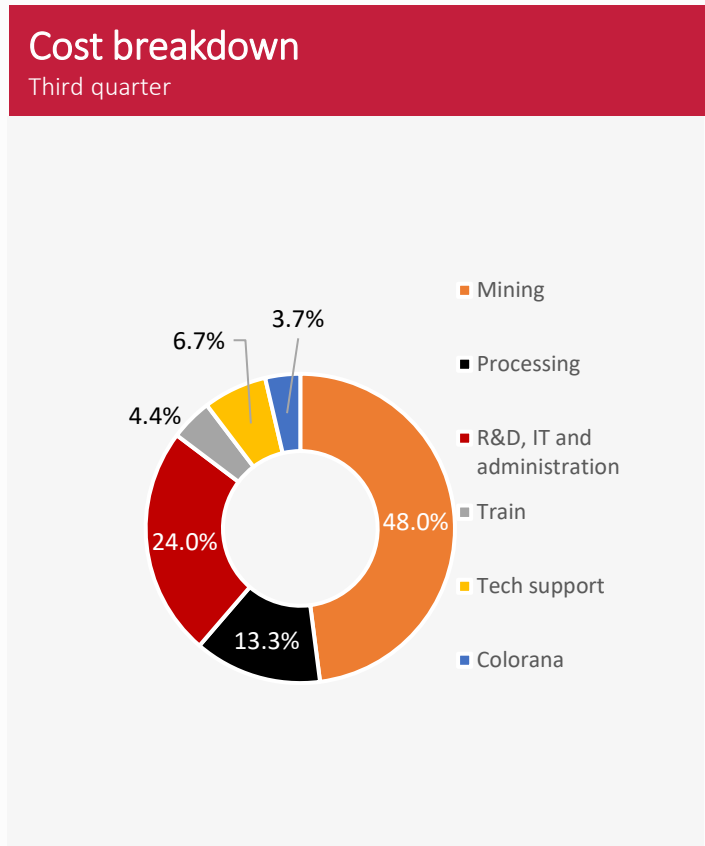
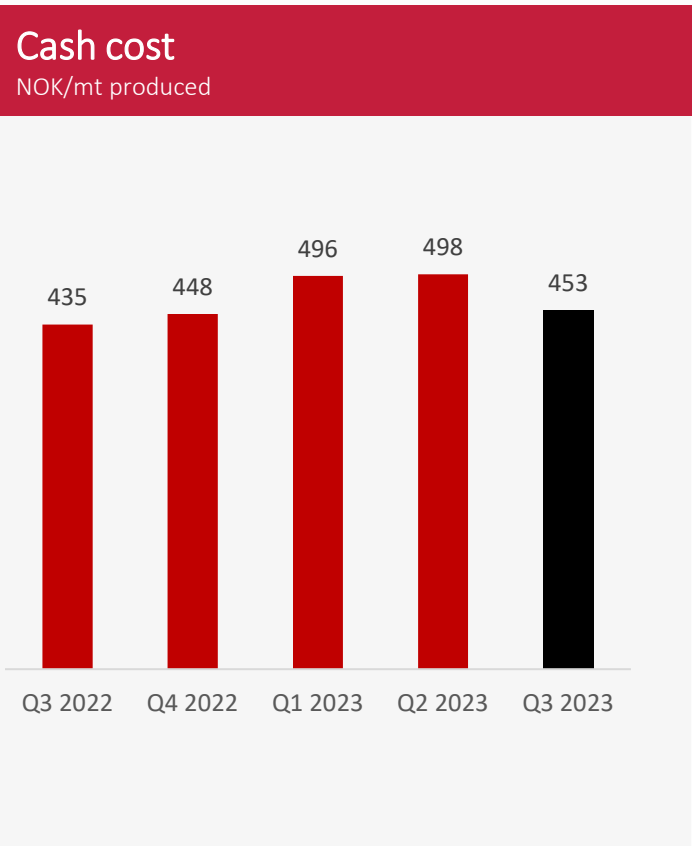


Record high quarterly production

High quality sustained in combination with increased volume

Inventory build-up due to strong production and a weak European steel market

# Reduced cash cost from previous quarters



Improved cash cost/mt supported by high production volumes and cost efficiency

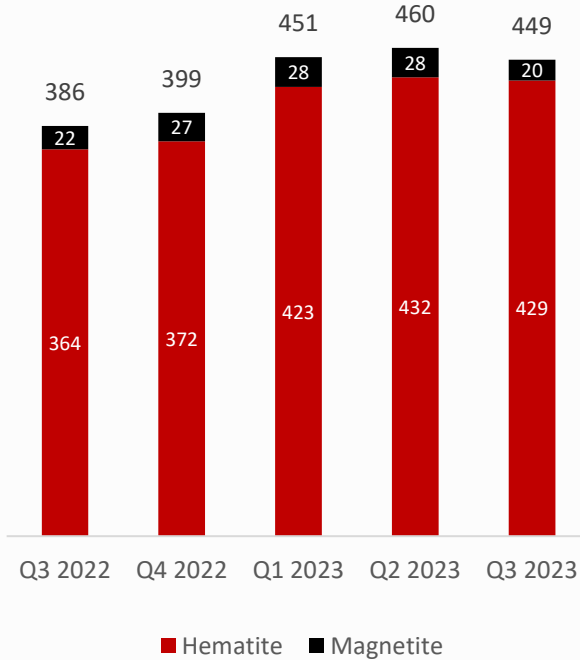
Major cost driver is mining, followed by R&D, IT and administration, and processing

More removal of waste rock due to higher activity in Nordmalmen area during summer

# Improved market dynamics

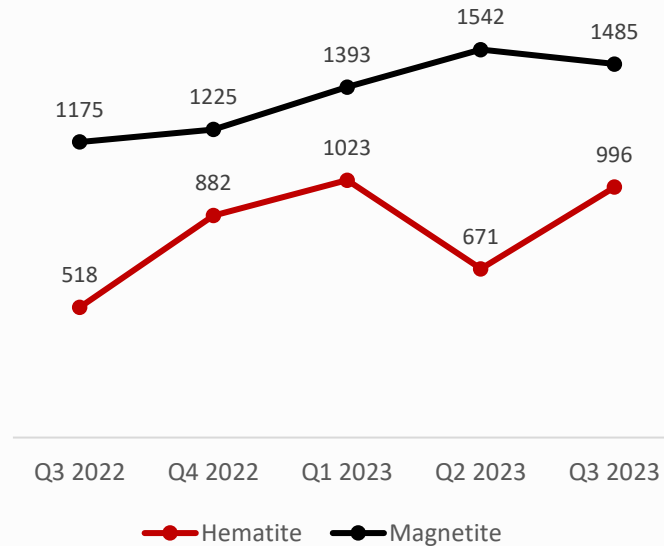
## Volume sold

Thousand mt



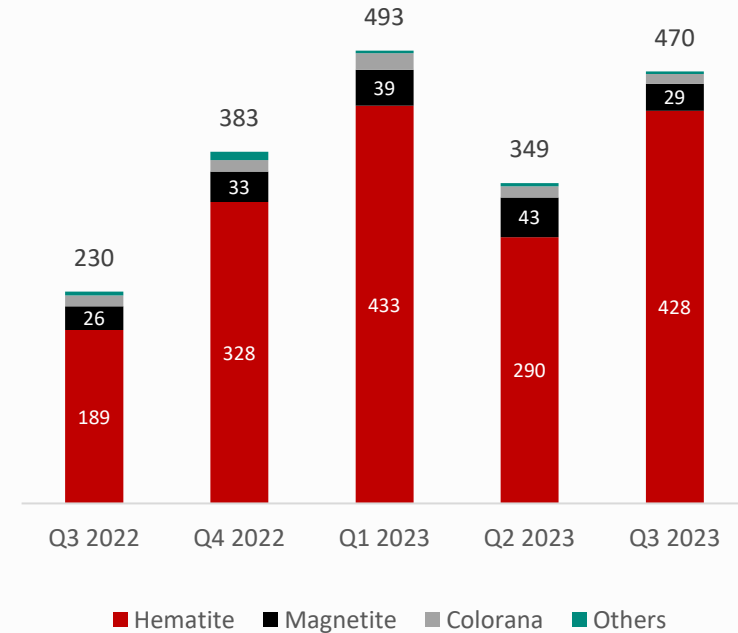
## Realised prices

NOK/mt



## Total revenues

NOK million





# 70 per cent of adjusted net profit distributed as dividends

– NOK 1 billion in dividends distribution since listing in February 2021

## Amounts in NOK million

(Except where otherwise stated)

	Q3 2023	Q3 2022	Change (%)
Revenues	470.1	230.5	104.0
Raw materials and consumables used	-101.7	-99.2	2.6
Other costs	-152.6	-116.9	30.5
Change in inventory	35.4	38.1	-7.1
<b>EBITDA</b>	<b>251.2</b>	<b>52.4</b>	<b>379.0</b>
Depreciation	-41.0	-38.8	5.7
<b>EBIT</b>	<b>210.2</b>	<b>13.7</b>	<b>1438.1</b>
Net financial income/(expenses)	-67.4	51.2	-231.7
<b>Pre tax profit</b>	<b>142.7</b>	<b>64.9</b>	<b>120.0</b>
Tax	-31.4	-14.3	120.0
<b>Net profit</b>	<b>111.3</b>	<b>50.6</b>	<b>120.0</b>
Adjustments*	76.8	6.2	1143.6
Tax on adjustments	-16.9	-1.4	1143.6
<b>Adjusted net profit</b>	<b>171.2</b>	<b>55.4</b>	<b>209.0</b>

**EPS**  
NOK

**3.00 (1.36)**

**EPS adj.**  
NOK

**4.62 (1.49)**

**Dividend**  
NOK pr share

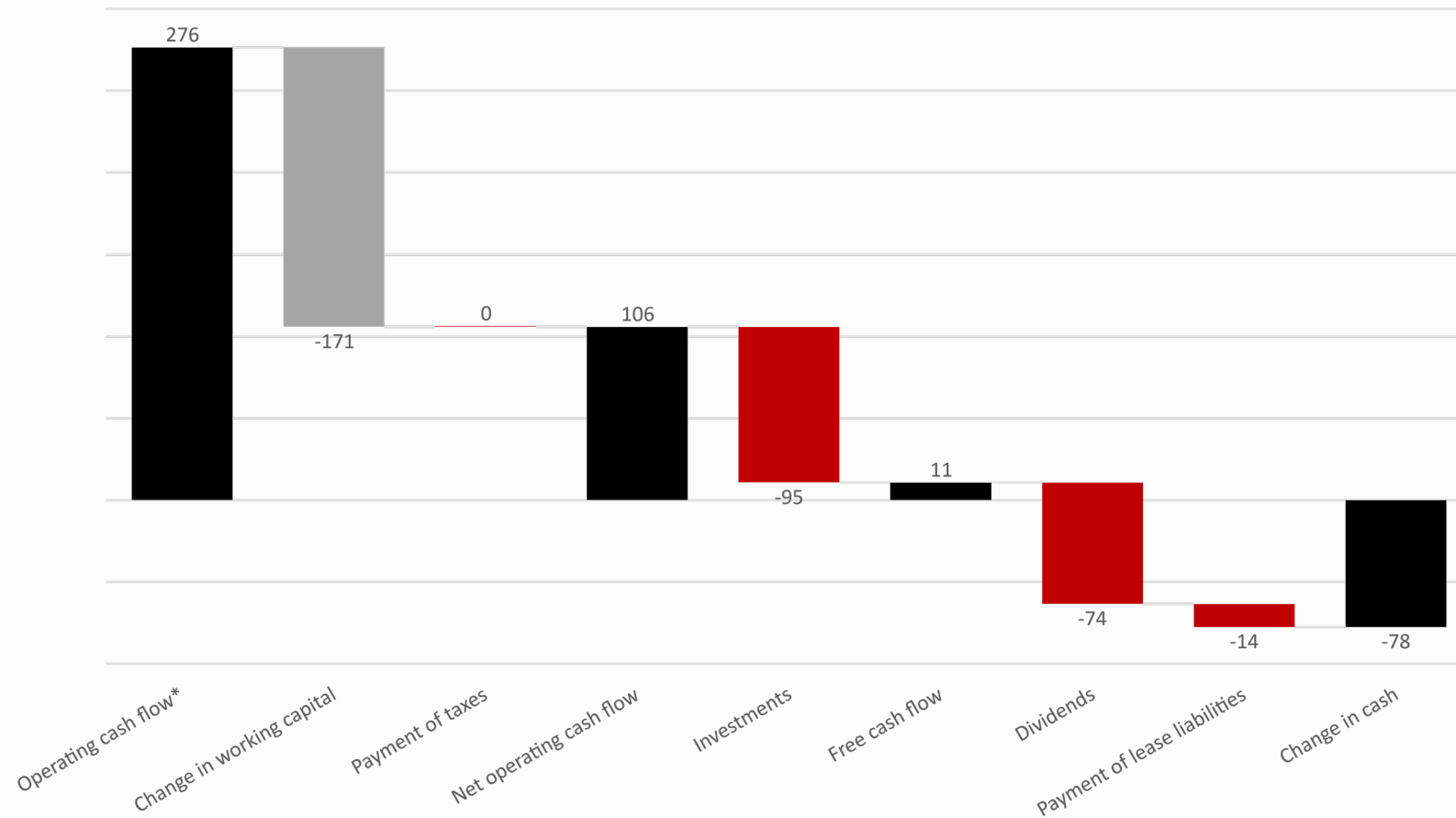
**3.23 (1.05)**

\* For explanation, please see the appendix to the interim financial statements.



# Strong operational cash flow

Investments in strategic projects, L91 and dividends reduced cash position



\*The operating cash flow is before changes in working capital and taxes.

## Free Cash Flow (FCF)

NOK million

11 (23)

## FCF/share

NOK

0.3 (6.55)

# Financial position

30 September 2023 (30 June 2023)

## Total assets

NOK million

1 552 (1 514)

## Equity ratio

%

54.5 (53.5)

## Interest-bearing debt\*

NOK million

178 (174)

## Total equity

NOK million

847 (810)

## Cash and cash equivalents

NOK million

271 (348)

\*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

Record high production, with sustained quality level, and without injuries

11 consecutive quarters of dividends payments – NOK 1 billion in total since listing in February 2021

Long-term market outlook remains positive, supported by economic stimulus initiatives in China's property market





An aerial photograph of a mining site. A wide, light-colored gravel road winds through the landscape. To the left, a dense forest of trees with green and yellow foliage covers a hillside. To the right, the terrain is rocky and sparsely vegetated. In the background, there are large piles of grey material, likely waste rock or tailings, under a blue sky with scattered white clouds. A yellow mining truck is visible on the road in the lower-left quadrant.

# Q&A

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Next report: Q4 2023 – 15 February 2024