



CLEMENS KRAFT

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REPORT FOR THE FIRST QUARTER 2018

Operations

Throughout Norway, the production from small hydro power plants in the Clemens Kraftverk group were challenged by an extraordinary cold winter season. The seasonal close down due to freezing on the dam intakes and rivers lasted significantly longer than historical average.

Operating revenues for the first quarter was 1.7 million kroner and the EBITDA for the group was minus 8.9 million kroner. The net result for the first quarter was minus 14.9 million kroner.

Events after the reporting period

The melting season has turned out satisfying. Sound production volumes have been recorded. Power prices have been strong in April in May. In addition, all the producing plants of the Clemens Kraftverk group qualify for elcertificates. By end of May, the spot price on elcertificates has increased about 200% from the start of 2018. In total, such combination may provide the basis for solid earnings in the second quarter.

Clemens Kraftverk Group

PROFIT AND LOSS

In 1000 NOK

| | 2018 Q1 |
|--|----------------|
| OPERATING REVENUE AND EXPENSES | |
| Revenues | |
| Power revenue | 1 629 |
| Other revenue | 78 |
| Total revenues | 1 706 |
| | |
| Operating expenses | |
| Cost of sales | 500 |
| Salaries and other personnel costs | 0 |
| Depreciation of long term assets and intangible assets | 4 170 |
| Impairment of long term assets and intangible assets | 0 |
| Other operating expenses | 5 899 |
| Total operating expenses | 10 569 |
| | |
| Operating result | -8 863 |
| | |
| FINANCIAL INCOME AND COST | |
| Financial income | |
| Share of results from associated companies | -354 |
| Interest income from group companies | |
| Other financial income | 3 |
| Total financial income | -351 |
| | |
| Financial cost | |
| Interest expenses to group companies | 2 463 |
| Interest expenses | 3 539 |
| Other financial cost | 508 |
| Total financial cost | 6 511 |
| | |
| Net financial result | -6 862 |
| | |
| Result before income tax expense | -15 724 |
| Result belonging to minority interests | -802 |
| Result belonging to majority owner | -14 922 |

BALANCE SHEET

In 1000 NOK

Group
31.03.2018 31.12.2017

ASSETS

Long-term assets

Intangible assets

| | | |
|--------------------------------|----------------|----------------|
| Licences and waterfall rights | 154 164 | 114 501 |
| Deferred tax assets | -5 590 | -5 592 |
| Goodwill | 2 989 | 3 624 |
| Total intangible assets | 151 563 | 112 533 |

Tangible assets

| | | |
|--|----------------|----------------|
| Power plant, property, projects, machinery and equipment | 861 876 | 773 591 |
| Furniture, tools, other | 0 | 0 |
| Total tangible assets | 861 876 | 773 591 |

Fixed financial assets

| | | |
|---|---------------|---------------|
| Investments in subsidiaries | | |
| Loan to group companies | | |
| Investment in associated companies and joint ventures | 26 667 | 26 824 |
| Loan to associated companies and joint ventures | 202 | 200 |
| Other investments | 69 | 69 |
| Total fixed financial assets | 26 938 | 27 093 |

Total long-term assets **1 040 377** **913 217**

Current assets

Receivables

| | | |
|--------------------------|---------------|---------------|
| Accounts receivable | 212 | 711 |
| Other current assets | 16 117 | 11 613 |
| Total receivables | 16 329 | 12 324 |

| | | |
|--|----------------|---------------|
| Cash and cash equivalents | 241 274 | 70 237 |
| Total cash and cash equivalents | 241 274 | 70 237 |

Total current assets **257 603** **82 561**

Total assets **1 297 980** **995 778**

Clemens Kraftverk Group

SHAREHOLDERS' EQUITY AND LIABILITIES

| | Group | |
|---|------------------|----------------|
| | 31.03.2018 | 31.12.2017 |
| Shareholders' equity | | |
| Paid-in capital | | |
| Share capital | 70 601 | 70 601 |
| Share premium reserve | 25 876 | 25 876 |
| Additional paid-in capital | 3 023 | 0 |
| Total paid-in capital | 99 500 | 96 476 |
| Other equity | | |
| Other equity | -57 705 | -47 445 |
| Uncovered loss | 0 | 0 |
| Total other equity | -57 705 | -47 445 |
| Total shareholders' equity | 41 794 | 49 031 |
| Minority interests | 4 049 | 4 401 |
| Liabilities | | |
| Deffered tax liabilites | 111 | 111 |
| Total allowances for liabilites | 111 | 111 |
| Long-term debt | | |
| Long-term debt to credit institutions | 398 372 | 470 340 |
| Long-term debt to group companies | 365 072 | 427 121 |
| Other long-term debt | 450 000 | 0 |
| Total long-term debt | 1 213 444 | 897 461 |
| Current liabilites | | |
| Accounts payable | 29 054 | 34 472 |
| Income tax payable | 191 | 857 |
| Value added taxes | 4 | 0 |
| Other current liabilites | 9 333 | 9 445 |
| Total current liabilites | 38 582 | 44 774 |
| Total liabilities | 1 252 136 | 942 346 |
| Total shareholders' equity and liabilities | 1 297 980 | 995 778 |