

Lumarine AS – Result update 1H 2022 (unaudited)

Lumarine AS (the Company) reports 1H 2022 revenue of MNOK 27.4, EBITDA results of -7.5 MNOK and results after tax of – 28MNOK. Compared to same period 2021 the revenue is reduced by 41.1 MNOK from 68.5 MNOK, EBITDA is reduced by 7.0 MNOK from -0.4 and results after tax is reduced by 11.4 MNOK from -16.6 MNOK.

1H 2022 results compared to 2021 are impacted by a shift in strategy for the company. While 1H 2021 company results were mainly driven by delivery of post-smolt and lumpfish (rognkjeks) the company has in 2022 focused operations towards on-growth of cod and ballan wrasse (berggylt).

While the cod production gives the company stable monthly income, the ballan wrasse is delivered to customers in the period June to October. As a result, the company expects to report higher revenue in 2H 2022 than first part of the year.

As reported to shareholders in the company update, published on 8 July 2022, the first half of 2022 has, in terms of cod production, provided the company with confirmation that the facility at Tjeldbergodden is well suited for on-growth of cod. The company is confident that the facility will continue to deliver stable production of cod under the current contract going forward.

However, the company also informed the shareholders in the company update that the company, unfortunately have had to significantly reduce the expectations for 2022 deliveries of ballan wrasse. The reduction is driven both by internal biological and operational challenges and from externally driven production interruptions during spring 2022.

As a result of reduced expectations from the financially important ballan wrasse contract, the short-term liquidity remains a significant obstacle which needs to be handled before further strategic and growth initiatives are pursued.

The management and board of the company is working actively on securing the necessary financing for the company liquidity gap. The main shareholder has positively indicated intention to continue to support the company.

Further information on the company results and future expectations will be provided current and prospective shareholders tentatively in September / October 2022 as part of an equity issue.

Key figures for the period 01.01.2022 – 30.06.2022 (unaudited):

(in NOK '000)	1H 2022	1H 2021	FY 2021
Operating income	27 402	68 521	134 687
Cost of goods	11 882	42 971	73 109
Operating expenses	22 988	25 993	47 234
EBITDA	- 7 468	- 444	14 345
Result after tax	- 27 996	- 16 577	- 27 979

For further information, please contact:

Karl Christian Baumann, CEO

Email: kcb@lumarine.no

or

Morten Skrøvje, CFO

Email: morten@lumarine.no