



**FINANCIAL SUMMARY\***  
**1 MARCH - 31 AUGUST 2023**



**Bananar**



**BÓNUS**

ELDUM  **RÉTT**

**HAGKAUP**

**olis**

**STÓRKAUP**

**ZARA**

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\*This financial summary is translated from the Consolidated Financial Statements of Hagar hf. which is in Icelandic. Should there be discrepancies between the two versions, the Icelandic version will take priority over the translated version.

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## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 31 AUGUST 2023

	Second quarter*		First half	
	2023 1.6.-31.8.	2022 1.6.-31.8.	2023 1.3.-31.8.	2022 1.3.-31.8.
Sales .....	45.309	43.399	86.799	81.612
Cost of goods solds .....	( 35.406)	( 35.016)	( 68.824)	( 65.665)
<b>Gross profit</b> .....	<u>9.903</u>	<u>8.383</u>	<u>17.975</u>	<u>15.947</u>
Other operating income .....	210	147	404	349
Profit from sale of assets .....	0	882	0	882
Salaries and related expenses .....	( 3.881)	( 3.438)	( 7.813)	( 6.881)
Other operating expenses .....	( 1.760)	( 1.605)	( 3.573)	( 3.260)
<b>Profit from operating activities before depreciation and amortisation</b> .....	4.472	4.369	6.993	7.037
Depreciation and amortisation .....	( 1.353)	( 1.099)	( 2.482)	( 2.120)
<b>Profit from operating activities</b> .....	3.119	3.270	4.511	4.917
Net finance expense .....	( 639)	( 426)	( 1.265)	( 970)
Share of profit of associates .....	109	94	149	138
<b>Profit before income tax</b> .....	2.589	2.938	3.395	4.085
Income tax .....	( 505)	( 560)	( 658)	( 781)
<b>Comprehensive income for the period</b> .....	<u>2.084</u>	<u>2.378</u>	<u>2.737</u>	<u>3.304</u>
<b>Earnings per share</b>				
Basic earnings per share of ISK 1 .....	1,88	2,10	2,47	2,92
Diluted earnings per share of ISK 1 .....	1,84	2,03	2,42	2,84

\*Quarterly financial information has not been reviewed by the Company's auditors.

## CONSOLIDATED BALANCE SHEET AS AT 31 AUGUST 2023

	31.8.2023	28.2.2023
<b>Assets</b>		
Property, plant and equipment .....	22.386	21.236
Investment property .....	3.866	3.402
Intangible assets .....	12.693	12.430
Lease assets .....	8.842	8.287
Investments in associates .....	4.990	5.064
Other non-current assets .....	239	83
Total non-current assets	53.016	50.502
Inventories .....	12.020	12.717
Trade and other receivables .....	7.725	5.919
Cash and cash equivalents .....	2.726	2.869
Total current assets	22.471	21.505
<b>Total assets</b>	<b>75.487</b>	<b>72.007</b>
<b>Equity</b>		
Share capital .....	1.106	1.119
Other restricted reserve .....	6.497	7.290
Retained earnings .....	19.778	19.522
Total equity	27.381	27.931
<b>Liabilities</b>		
Loans and borrowings .....	11.891	11.829
Lease liabilities .....	7.530	7.056
Deferred income tax liability .....	2.855	2.216
Total non-current liabilities	22.276	21.101
Loans and borrowings .....	4.966	3.325
Lease liabilities .....	2.125	2.012
Trade and other payables .....	18.739	17.638
Total current liabilities	25.830	22.975
Total liabilities	48.106	44.076
<b>Total equity and liabilities</b>	<b>75.487</b>	<b>72.007</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 31 AUGUST 2023

	Share capital	Share premium	Other restricted reserve	Retained earnings	Total equity
<i>Changes in equity from 1 March to 31 August 2022</i>					
Equity at 1 March 2022 .....	1.139	1.147	5.571	18.869	26.726
Purchased own share .....	( 7 )	( 493 )		( 500 )	( 500 )
Purchased own share - invalid* .....	( 6 )	( 494 )		( 500 )	( 500 )
Comprehensive income for the period .....				3.304	3.304
Change in other restricted reserves .....			( 104 )	125	21
Dividends paid, 2,00 ISK per share .....				( 2.265 )	( 2.265 )
Equity at 31 August 2022 .....	<u>1.126</u>	<u>160</u>	<u>5.467</u>	<u>20.033</u>	<u>26.786</u>
<i>1 March to 31 August 2023</i>					
Equity at 1 March 2023 .....	1.119	0	7.290	19.522	27.931
Purchased own share .....	( 13 )			( 820 )	( 833 )
Comprehensive income for the period .....				2.737	2.737
Change in other restricted reserves .....			( 793 )	814	21
Dividends paid, 2,24 ISK per share .....				( 2.475 )	( 2.475 )
Equity at 31 August 2023 .....	<u>1.106</u>	<u>0</u>	<u>6.497</u>	<u>19.778</u>	<u>27.381</u>

At June 1, 2023 the annual general meeting approved that dividends should be paid to shareholders for the year 2022/23, amounting to 50% of comprehensive income last year or ISK 2,475 million. The dividend was paid on June 13, 2023.

The annual general meeting also agreed to reduce the share capital of the company by nominal value ISK 26.2 million, by invalidating its own shares. The registered share capital after the reduction is ISK 1,106 million. The company has no own share at the end of the period.

At August 30, 2023 the company bought own share at the nominal value ISK 7.2 million, with settlement date and delivery on September 1, 2023.

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 31 AUGUST 2023

	Second quarter*		First half	
	2023 1.6.-31.8.	2022 1.6.-31.8.	2023 1.3.-31.8.	2022 1.3.-31.8.
<b>Cash flows from operating activities</b>				
Profit for the period .....	2.084	2.378	2.737	3.304
Adjustments for:				
Gain on sale .....	( 78)	( 926)	( 146)	( 994)
Depreciation and amortisation .....	1.353	1.099	2.482	2.120
Net finance expense .....	639	426	1.265	970
Effect of results of associates .....	( 109)	( 94)	( 149)	( 138)
Income tax .....	505	560	658	781
Other items .....	35	35	35	35
Working capital from operating activities	4.429	3.478	6.882	6.078
Change in current assets .....	( 1.483)	( 1.466)	( 1.123)	( 3.066)
Change in current liabilities .....	264	1.273	1.448	2.732
Cash from operations before interest and taxes	3.210	3.285	7.207	5.744
Interest income received .....	20	( 1)	30	4
Interest expenses paid .....	( 547)	( 350)	( 996)	( 696)
Income taxes paid .....	( 232)	( 149)	( 455)	( 297)
Net cash from operating activities	2.451	2.785	5.786	4.755
<b>Cash flows used in investing activities</b>				
Acquisition of property, plant and equipment .....	( 776)	( 488)	( 2.554)	( 992)
Proceeds from sale of property, plant and equipment .....	117	4	299	114
Acquisition of investments properties .....	( 31)	0	( 504)	0
Acquisition of intangible assets .....	( 152)	( 91)	( 435)	( 203)
Dividends received .....	244	174	244	174
Shares sold in a subsidiary .....	0	50	0	50
Other non-current assets, change .....	( 179)	( 2)	( 177)	0
Net cash used in investing activities	( 777)	( 353)	( 3.127)	( 857)
<b>Cash flows used in financing activities</b>				
Purchased own share .....	0	( 500)	( 833)	( 1.000)
Dividends paid .....	( 2.475)	( 2.265)	( 2.475)	( 2.265)
Repayments of long-term loans and borrowings .....	( 110)	( 101)	( 221)	( 226)
Repayments of lease liabilities .....	( 469)	( 431)	( 923)	( 842)
Short-term loans and borrowings, change .....	1.150	1.747	1.650	1.747
Net cash used in financing activities	( 1.904)	( 1.550)	( 2.802)	( 2.586)
<b>Net (decrease) increase in cash and cash equivalents .....</b>	( 230)	882	( 143)	1.312
<b>Cash and cash equivalents at the beginning of the period</b>	2.956	1.213	2.869	783
<b>Cash and cash equivalents at the end of the period .....</b>	2.726	2.095	2.726	2.095
<b>Investing activities without cash flow effect</b>				
Proceeds from the sale of real estate .....	0	3.403	0	3.403
Investment in associates .....	0	( 3.403)	0	( 3.403)

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