

GreenGold Group AB - Quarterly report Q1F21

About GreenGold Group AB

GreenGold Group AB is a Swedish company specializing in forest investments in Europe. Through evergreen, sustainable and profitable forest ownership and management we aim to deliver consistent and growing cash flows from disciplined acquisitions and superior management of prime forests located in Europe - diversified, unleveraged and self managed.

Financial

The consolidated EBITDA at group level (exclusive property appreciation value) for the period Q1F21 was total of 1.35 million EUR, out of which 0.01 meur represents capital gain from the sale of a small forest property in Lithuania, divested during the period. Thus, the pure forestry operational EBITDA for Q1F21 is 1.34 meur, corresponding to 0.21 EUR earnings per share – this represents an increase of approx. 230 % compared to Q1F20 EBITDA.

Assets

Total forest assets at the end of Q4F20 were 32 266 ha with more than 8.8 million m³ Standing Forest Inventory. Our assets are distributed in 7 European countries, by area: Romania (48.8%), Lithuania (24.6%), Finland (13.7%), Sweden (4.9%), Latvia (3.7%), United Kingdom (3.9%), Estonia (0.4%). The age class distribution in our forest portfolio is geared mainly towards middle-aged forests which provide high biological growth and thus high CO₂ sequestration as well as good harvesting possibilities in the immediate and near future. The species distribution is focused on the 10 most commercial species giving us favorable diversified exposure to European, US, Asian and MENA countries markets.

Operations

We are continuing to acquire attractive forest properties across our focus European regions. During Q1 we have acquired 1 134 ha, mainly in Finland. Our acquisition pipeline looks good with over 85 thousand ha, which we are scrutinizing at the moment. Despite the general and global Covid-19 pandemic effects on economy, this quarter we have experienced a strong pick-up mainly in timber assortment prices in Europe. We are continuing to carry out our planned harvests. During Q1 we have harvested around 58 thousand m³. Other silvicultural operations we carried out during Q1 are new forest management plans for 233 ha and soil preparation, pre-commercial thinning and new planting of total 154 ha.

Team

GreenGold Group AB's management team consists of Sorin Chiorescu (CEO), Aleksandra Holmlund (COO Nordics, Britannia and W/S Europe), Alexandru Florea (COO Balkans), Simonas Zebrauskis (COO Baltics) and Maj-Britt Kühnemann (Head of Finance & Administration). During Q1F21 we have recruited and employed two new forest managers, one in Scotland and one in Finland.

Shares

During Q1F21 the company has not issued any new shares.