

## GreenGold Group AB - Quarterly report Q3F21

### 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 pure forestry operational EBITDA (i.e. exclusive property appreciation value and exclusive capital gains from sale of property) at group level for Q3F21 was 2.43 MEUR (0.27 EUR earnings per share), bringing the accumulated Q1-Q3F21 EBITDA to 4.56 MEUR (0.51 EUR earnings per share) - which represents an increase of approx. 270 % vs Q1-Q3F20. The EBITDA margin for Q1-Q3F21 period has been 54 % compared to 40.2 % for the Q1-Q3F20 period.

### Assets

Total forest assets at the end of Q3F21 were 56 556 ha with more than 16 million m<sup>3</sup> standing forest inventory. Our assets are distributed by area in 7 European countries: Romania (65.6 %), Lithuania (14.2 %), Finland (12.6 %), Sweden (2.8%), United Kingdom (2.4%), Latvia (2.1%) and 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 CO<sub>2</sub> 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 Europe. We have acquired 22 203 ha during Q3, mainly in Romania and Finland. Our acquisition pipeline looks good with over 50 thousand ha, which we are scrutinizing at the moment. Despite the general and global Covid-19 pandemic effects on economy, this quarter we have continued to experience a relatively solid wood market in timber assortment prices across Europe. We are continuing to carry out our planned harvests. During Q3 we have harvested around 100 thousand m<sup>3</sup>, carried out new forest management plans for 255 ha and soil preparation, pre-commercial thinning and new planting of total 339 ha. We have built in total 2.2 km of new forest roads.

### Team

GreenGold Group AB has ca 100 employees across Europe and the management team consists of Sorin Chiorescu (CEO), Carl Kling (COO Nordics & UK), Alexandru Florea (COO Balkans), Simonas Zebrauskis (COO Baltics) and Maj-Britt Kühnemann (Head of Finance & Adm). During Q3F21 there were no changes in the team across entire Europe. CFO recruiting process started with support of Amrop international, expected to be rounded-up during Q4F21.

### Shares

During Q3F21 the company has issued 469 288 new shares @ 45.0 EUR/share. The injected 21.1 MEUR equity was used to execute attractive deals thus increasing the NAV to 48 EUR/share at which level the ongoing capital raising occurs now. Outstanding total number of shares as per Nov 2021 is 8 907 679.