

Statkraft AS Group Interim Financial Statements

STATEMENT OF PROFIT OR LOSS

NOK million	Fourth quarter		The year	
	2023	2022	2023	2022
Sales revenues	30 789	47 775	102 657	158 906
Gains/losses from market activities	3 177	9 283	18 196	7 159
Other operating income	351	929	2 706	1 409
Gross operating revenues and other income	34 318	57 987	123 559	167 474
Energy purchase	-15 396	-26 639	-51 833	-92 431
Transmission costs	- 453	- 599	-1 604	-1 103
Net operating revenues and other income	18 468	30 749	70 122	73 940
Salaries and payroll costs	-2 177	-2 513	-7 991	-7 508
Depreciations and amortisations	-1 594	-1 275	-5 392	-4 657
Impairments/reversal of impairments	218	- 655	2 354	- 907
Regulatory fees	- 407	-2 387	-2 684	-3 409
Other operating expenses	-2 589	-1 736	-7 895	-5 281
Operating expenses	-6 550	-8 566	-21 607	-21 763
Operating profit/loss (EBIT)	11 917	22 184	48 515	52 178
Share of profit/loss in equity accounted investments	779	533	3 444	531
Net currency effects	106	840	-2 497	233
Interest and other financial items	- 318	5 102	1 520	5 878
Net financial items	- 212	5 941	- 977	6 111
Profit/loss before tax	12 484	28 658	50 982	58 819
Income tax expense	-6 549	-14 117	-24 927	-30 228
Net profit/loss	5 935	14 541	26 055	28 592
Of which non-controlling interest	145	71	616	623
Of which owners of the parent	5 790	14 470	25 439	27 968
STATEMENT OF COMPREHENSIVE INCOME				
Items in other comprehensive income that recycle over profit/loss:				
Items recorded in other comprehensive income in equity accounted investments	55	48	- 302	88
Recycling of currency translation effects related to foreign operations disposed	-	10	- 56	- 2
Currency translation effects	- 286	-3 236	6 964	4 765
Total	- 231	-3 178	6 605	4 851
Items in other comprehensive income that will not recycle over profit/loss:				
Changes in fair value of financial instruments, net of tax	- 1	6	- 1	- 90
Estimate deviation pension in equity accounted investments	- 181	- 135	338	- 23
Estimate deviation pension, net of tax	- 621	655	- 215	797
Total	- 800	526	122	684
Other comprehensive income	-1 031	-2 652	6 729	5 535
Total comprehensive income	4 904	11 891	32 784	34 127
Of which non-controlling interest	126	49	894	777
Of which owners of the parent	4 778	11 842	31 891	33 350

STATEMENT OF FINANCIAL POSITION

NOK million	The year	
	2023	2022
ASSETS		
Deferred tax assets	816	1 213
Intangible assets	6 034	4 322
Property, plant and equipment	147 311	122 808
Equity accounted investments	21 679	18 645
Derivatives	25 340	39 180
Other non-current assets	9 370	7 367
Non-current assets	210 549	193 533
Inventories	15 390	12 550
Receivables	34 757	58 040
Financial investments	762	629
Derivatives	12 210	17 522
Cash and cash equivalents (incl. restricted cash)	44 582	58 902
Current assets	107 701	147 643
Assets	318 250	341 176
EQUITY AND LIABILITIES		
Paid-in capital	59 219	59 219
Other reserves	13 208	6 853
Retained earnings	67 772	59 928
Total equity attributable to owners of the parent	140 199	126 000
Non-controlling interest	4 379	5 691
Equity	144 578	131 691
Deferred tax	24 179	16 964
Pension liabilities	3 044	2 927
Bond and bank debt	46 554	25 083
Lease liabilities	2 234	1 687
Contract liabilities	3 421	3 736
Derivatives	19 114	43 629
Other non-current liabilities	4 972	3 974
Non-current liabilities	103 517	98 000
Commercial papers, bond and bank debt	6 792	12 310
Lease liabilities	504	345
Contract liabilities	316	316
Taxes payable	18 336	26 365
Derivatives	11 285	35 049
Other current liabilities	32 921	37 100
Current liabilities	70 154	111 485
Equity and liabilities	318 250	341 176

STATEMENT OF CASH FLOW

NOK million	Fourth quarter		The year	
	2023	2022	2023	2022
CASH FLOW FROM OPERATING ACTIVITIES				
Operating profit/loss (EBIT)	10 749	22 184	48 515	52 178
Depreciations, amortisations and impairments	1 377	1 929	3 038	5 565
Gains/losses from divestments and disposals of assets	119	- 83	-1 596	- 226
Unrealised effects included in operating profit/loss (EBIT)	- 360	-1 492	-8 184	-1 867
Dividends from equity accounted investments	-	187	1 704	1 154
Changes in working capital	1 824	1 001	-2 314	-1 524
Cash outflow related to development and construction projects classified as inventories (DS/DBS)	- 767	- 582	-3 558	-2 792
Cash collateral, margin calls and option prepayments	-1 441	732	-2 246	2 815
Cash effects from foreign exchange derivatives related to operations	- 205	- 273	-1 177	- 296
Effects from prepayments from customers	- 97	- 91	- 336	- 316
Taxes paid	-8 854	-12 012	-25 422	-14 519
Other changes	6	1 029	- 511	70
Cash flow from operating activities	A	2 351	12 528	7 913
CASH FLOW FROM INVESTING ACTIVITIES				
Investments in property, plant and equipment and intangible assets	-2 581	-2 532	-9 118	-8 041
Divestment of shares in subsidiaries, net liquidity inflow	-	-	783	-
Acquisitions of shares in subsidiaries, net liquidity outflow	-2 888	-	-8 576	- 269
Interests received from cash and other assets ¹⁾	578	440	2 173	995
Loans and interest related to equity accounted investments	38	32	121	130
Sale of development and construction projects classified as inventories (DS/DBS)	-	519	803	1 537
Other investments	- 231	- 142	- 511	- 372
Cash flow from investing activities	B	-5 084	-1 683	-14 325
CASH FLOW FROM FINANCING ACTIVITIES				
New debt	14 557	448	26 139	25 911
Repayment of debt	- 366	-6 861	-15 134	-28 271
Cash collateral related to financing	824	- 365	1 257	- 593
Interests paid	- 274	- 533	-1 220	-1 030
Dividend and group contribution paid to Statkraft SF	-	-	-17 213	-10 214
Transactions with non-controlling interests ²⁾	- 334	22	-2 687	18
Cash flow from financing activities	C	14 407	-7 289	-8 858
Net change in cash and cash equivalents	A+B+C	11 674	3 554	-15 270
Currency exchange rate effects on cash and cash equivalents	- 837	- 379	950	1 696
Cash and cash equivalents 1 Sep/ 1 Jan	33 746	55 721	58 902	37 162
Cash and cash equivalents 31 Dec	44 582	58 902	44 582	58 902
<i>Of which are cash and cash equivalents in joint operations</i>	219	190	219	190
Unused committed credit lines			14 613	13 668
Unused overdraft facilities			2 051	2 045
Restricted cash			254	332

¹⁾ Comparable figures have been restated. See Note 1 Corrections and reclassifications of financial statements published in previous quarters in 2023

²⁾ Mainly related to purchase of non-controlling interest in the Brazilian subsidiary Statkraft Energias Renováveis (SKER).

Segments

The segment reporting is based on underlying figures, which is in accordance with how the corporate management makes, follows up and evaluates its decisions. The table below shows a reconciliation of IFRS figures versus underlying figures.

The items below are excluded from the underlying figures:

1. **Gains/losses from market activities:** Unrealised value changes from embedded EUR derivatives related to long-term industry contracts.

2. **Other operating income:** Gains from divestments of business activities that are not included in the DS/DBS business model.
3. **Impairments/reversal of impairments:** Related to intangible assets, property, plant and equipment.
4. **Other operating expenses:** Losses from divestments of business activities that are not classified as DS/DBS.

RECONCILIATION OF IFRS FIGURES VERSUS UNDERLYING FIGURES

NOK million	Fourth quarter 2023			Fourth quarter 2022		
	IFRS	Adjustments	Underlying	IFRS	Adjustments	Underlying
Sales revenues	30 789		30 789	47 775		47 775
Gains/losses from market activities	3 177	- 180	2 997	9 283	855	10 138
Other operating income	351	-	351	929	1	929
Gross operating revenues and other income	34 318	- 180	34 136	57 987	855	58 842
Energy purchase	-15 396		-15 396	-26 639		-26 639
Transmission costs	- 453		- 453	- 599		- 599
Net operating revenues and other income	18 468	- 180	18 288	30 749	855	31 605
Salaries and payroll costs	-2 177		-2 177	-2 513		-2 513
Depreciations and amortisations	-1 594		-1 594	-1 275		-1 275
Impairments/reversal of impairments	218	- 218	-	- 655	655	-
Regulatory fees	- 407		- 407	-2 387		-2 387
Other operating expenses	-2 589	-	-2 589	-1 737	- 0	-1 737
Operating expenses	-6 550	- 218	-6 767	-8 567	655	-7 912
Operating profit/loss (EBIT)	11 917	- 397	11 520	22 183	1 510	23 693

RECONCILIATION OF IFRS FIGURES VERSUS UNDERLYING FIGURES

NOK million	The year 2023			The year 2022		
	IFRS	Adjustments	Underlying	IFRS	Adjustments	Underlying
Sales revenues	102 657		102 657	158 906		158 906
Gains/losses from market activities	18 196	-3 181	15 015	7 159	1 338	8 498
Other operating income	2 706	-1 603	1 104	1 409	1	1 409
Gross operating revenues and other income	123 559	-4 783	118 776	167 474	1 339	168 813
Energy purchase	-51 833		-51 833	-92 431		-92 431
Transmission costs	-1 604		-1 604	-1 103		-1 103
Net operating revenues and other income	70 122	-4 783	65 339	73 940	1 339	75 280
Salaries and payroll costs	-7 991		-7 991	-7 508		-7 508
Depreciations and amortisations	-5 392		-5 392	-4 657		-4 657
Impairments/reversal of impairments	2 354	-2 354	-	- 907	907	-
Regulatory fees	-2 684		-2 684	-3 409		-3 409
Other operating expenses	-7 895	-	-7 895	-5 281	-	-5 281
Operating expenses	-21 607	-2 354	-23 961	-21 763	907	-20 855
Operating profit/loss (EBIT)	48 515	-7 137	41 378	52 178	2 246	54 424

NOK million	Fourth quarter		The year	
	2023	2022	2023	2022
Gross operating revenues and other income, external				
Nordics	12 941	22 561	45 378	59 196
Europe	3 305	5 162	11 539	11 088
International	1 183	1 027	4 490	3 605
Markets	16 031	29 473	55 424	93 410
District heating	443	436	1 130	1 079
New technologies	343	149	1 079	635
Other and group items	-111	36	-265	-201
Statkraft AS Group	34 136	58 842	118 774	168 814
Gross operating revenues and other income, internal				
Nordics	491	692	1 458	1 327
Europe	215	602	749	1 365
International	36	36	222	388
Markets	-488	-472	-563	-98
District heating	4	0	2	9
New technologies	6	9	27	50
Other and group items	-263	-868	-1 894	-3 040
Statkraft AS Group	-	-	-	-
Net operating revenues and other income				
Nordics	11 736	20 623	42 226	53 375
Europe	2 435	4 175	9 059	5 400
International	884	614	2 916	2 475
Markets	2 763	5 747	10 278	14 106
District heating	192	277	607	749
New technologies	128	29	418	215
Other and group items	151	138	-165	-1 041
Statkraft AS Group	18 288	31 605	65 339	75 280
Operating profit/loss (EBIT) underlying				
Nordics	8 767	16 630	31 369	43 042
Europe	875	2 871	4 079	1 832
International	109	87	479	636
Markets	1 703	4 192	6 610	10 374
District heating	4	121	-38	188
New technologies	-342	-212	-1 071	-656
Other and group items	405	4	-51	-992
Statkraft AS Group	11 520	23 694	41 378	54 424
Operating profit/loss (EBIT) IFRS				
Nordics	9 172	15 083	38 695	41 011
Europe	875	2 870	4 059	3 375
International	103	127	376	-1 117
Markets	1 703	4 192	6 610	10 374
District heating	3	120	-42	184
New technologies	-344	-212	-1 132	-657
Other and group items	405	4	-51	-992
Statkraft AS Group	11 917	22 184	48 515	52 178

NOK million	Fourth quarter		The year	
	2023	2022	2023	2022
Share of profit/loss in equity acc investments				
Nordics	754	325	3 116	-685
Europe	74	90	126	281
International	-43	129	274	988
Markets	-	-	-	-
District heating	-	-	-	-
New technologies	-5	-11	-72	-54
Other and group items	-	-	-	-
Statkraft AS Group	779	533	3 444	531
Property, plant and equipment and intangible assets				
Nordics	85 343	79 984	85 343	79 984
Europe	26 882	18 381	26 882	18 381
International	34 248	22 775	34 248	22 775
Markets	171	137	171	137
District heating	3 643	3 466	3 643	3 466
New technologies	2 237	1 461	2 237	1 461
Other and group items	821	925	821	925
Statkraft AS Group	153 345	127 129	153 345	127 129
Equity accounted investments				
Nordics	16 605	13 741	16 605	13 741
Europe	887	801	887	801
International	4 203	4 026	4 203	4 026
Markets	-	-	-	-
District heating	-	-	-	-
New technologies	-9	92	-9	92
Other and group items	-8	-16	-8	-16
Statkraft AS Group	21 679	18 644	21 679	18 644
Depreciations, amortisations and impairments				
Nordics	-488	-1 361	-92	-3 219
Europe	-506	-259	-1 403	616
International	-216	-144	-881	-2 424
Markets	-11	-10	-39	-35
District heating	-60	-53	-218	-203
New technologies	-48	-42	-212	-128
Other and group items	-49	-61	-193	-172
Statkraft AS Group	-1 377	-1 929	-3 038	-5 565
Total investments				
Nordics	1 208	1 553	4 438	3 855
Europe	1 972	1 034	10 834	3 708
International	3 361	586	11 644	2 732
Markets	58	10	76	42
District heating	101	56	359	169
New technologies	670	453	1 324	894
Other and group items	-32	-173	40	50
Statkraft AS Group	7 338	3 518	28 715	11 451

Selected notes to the accounts

NOTE 1 – CORRECTIONS AND RECLASSIFICATIONS OF FINANCIAL STATEMENTS PUBLISHED IN PREVIOUS QUARTERS IN 2023

DESCRIPTION OF CORRECTIONS

1) In the process of preparing for the fourth quarter, incorrect accounting treatment of customer contracts for the sale of electrical power to end user in segment Markets was identified. Fixed-price customer contract were accounted for at fair value as financial instruments. As the terms in the contract do not allow net settlement all margins from the contracts should be recognised at the time of delivery in accordance with IFRS 15. See the tables below for the corrections performed.

2) As a result of error in netting of derivative contracts in segment Markets, both current assets and short term liabilities have been overstated in the previous three quarters. See the table below for corrections performed.

3) Interest received from cash and other assets have previously been presented under cash flow from financing activities in the Statement of Cash Flow. From the fourth quarter 2023 these interests are presented as cash flow from investing activities. See the table below for corrections performed.

4) Sales and purchases from imbalance settlements have previously been presented net under sales revenues in the statement of comprehensive income. From 2023 these sales and purchases will be presented gross under sales revenues and energy purchase, respectively. The presentation has been corrected in the fourth quarter 2023 and comparable figures for the fourth quarter 2022 have been adjusted accordingly with NOK 1301 million.

NOK million			
Consolidated statement of profit or loss - Corrections of prior quarters			
First quarter 2023 QTD	1)	2)	Total
Profit or loss			
Gains/losses from market activities	-1 022		-1 022
Energy purchase	-		-
Operating profit/loss (EBIT)	-1 022		-1 022
Income tax (expense)/income	317		317
Net profit/loss	- 705		- 705
Other comprehensive income (OCI)			
Currency translation effects	- 7		- 7
Other comprehensive income	- 7		- 7
Total comprehensive income	- 712		- 712
Statement of financial position - Corrections of prior quarters			
	1)	2)	Total
Assets			
Derivatives	-1 032	-2 678	-3 710
Current assets	-1 032	-2 678	-3 710
Assets	-1 032	-2 678	-3 710
Equity and liabilities			
Retained earnings	- 712		- 712
Taxes payable	- 320		- 320
Derivatives		-2 678	-2 678
Equity and liabilities	-1 032	-2 678	-3 710
Statement of cash flow - Corrections of prior quarters			
	3)		Total
Interest received form cash and other assets	506		506
Cash flow from investing activities	506		506
Interest received form cash and other assets	- 506		- 506
Cash flow from financing activities	- 506		- 506

NOK million			
Consolidated statement of profit or loss - Corrections of prior quarters			
Second quarter 2023 QTD	1)	2)	Total
Profit or loss			
Gains/losses from market activities	- 218		- 218
Energy purchase	-		-
Operating profit/loss (EBIT)	- 218		- 218
Income tax (expense)/income	68		68
Net profit/loss	- 150		- 150
Other comprehensive income (OCI)			
Currency translation effects	- 19		- 19
Other comprehensive income	- 19		- 19
Total comprehensive income	- 170		- 170
Statement of financial position - Corrections of prior quarters			
	1)	2)	Total
Assets			
Derivatives	- 246	-3 394	-3 640
Current assets	- 246	-3 394	-3 640
Assets	- 246	-3 394	-3 640
Equity and liabilities			
Retained earnings	- 170		- 170
Taxes payable	- 76		- 76
Derivatives		-3 394	-3 394
Equity and liabilities	- 246	-3 394	-3 640
Statement of cash flow - Corrections of prior quarters			
	3)		Total
Interest received form cash and other assets	590		590
Cash flow from investing activities	590		590
Interest received form cash and other assets	- 590		- 590
Cash flow from financing activities	- 590		- 590

NOK million			
Consolidated statement of profit or loss - Corrections of prior quarters			
Third quarter 2023 QTD	1)	2)	Total
Profit or loss			
Gains/losses from market activities	72		72
Energy purchase	-		-
Operating profit/loss (EBIT)	72		72
Income tax (expense)/income	- 22		- 22
Net profit/loss	50		50
Other comprehensive income (OCI)			
Currency translation effects	34		34
Other comprehensive income	34		34
Total comprehensive income	84		84
Statement of financial position - Corrections of prior quarters			
	1)	2)	Total
Assets			
Derivatives	121	-3 781	-3 660
Current assets	121	-3 781	-3 660
Assets	121	-3 781	-3 660
Equity and liabilities			
Retained earnings	84		84
Taxes payable	38		38
Derivatives		-3 781	-3 781
Equity and liabilities	121	-3 781	-3 660
Statement of cash flow - Corrections of prior quarters			
	3)		Total
Interest received form cash and other assets	499		499
Cash flow from investing activities	499		499
Interest received form cash and other assets	- 499		- 499
Cash flow from financing activities	- 499		- 499

NOTE 2 – UNREALISED EFFECTS REPORTED IN PROFIT AND LOSS

The table below discloses the effects recognised in profit and loss from unrealised value changes from:

- **Gains/losses from market activities** includes inventories and financial instruments measured at fair value.
- **Net currency effects** includes currency gains and losses on financial instruments measured at amortised cost and fair value.
- **Interest and other financial items** includes financial instruments measured at fair value.

Nordics There were negative unrealised effects related to embedded derivatives linked to commercial long-term contracts driven by a strengthening of the forward NOK against

EUR, partly offset by positive unrealised effects from financial hedging of generation revenues driven by decreased forward power prices through the quarter.

Europe The positive unrealised effects were mainly related to financial hedging of generation revenues for gas-fired power assets in Germany. In addition, there were also positive effects from financial hedging of generation activities in Albania and from financial hedging of generation revenues for wind power assets in Germany driven by decreased forward prices on the hedges through the quarter.

Markets The negative unrealised effects were mainly related to trading activities.

Group items and other The negative unrealised effects were related to interest and exchange rate derivatives towards the segment Markets.

NOK million	Fourth quarter 2023			The year 2023		
	Unrealised	Realised	Total	Unrealised	Realised	Total
Gains/losses from market activities:						
-of which Nordics ¹⁾	- 633	- 141	- 774	5 408	- 177	5 231
-of which Europe	182	1 029	1 211	3 834	1 213	5 047
-of which Markets	1 496	857	2 353	-1 362	8 828	7 467
-of which Group items and other	483	- 97	386	304	147	451
Total Gains/losses from market activities ¹⁾	1 529	1 648	3 177	8 184	10 012	18 196
Net currency effects ²⁾	774	- 668	106	457	-2 954	-2 497
Interest and other financial items	- 354	36	- 318	201	1 319	1 520
Total Net financial items	420	- 633	- 212	658	-1 635	- 977
Total unrealised effects in Profit and Loss	1 949			8 842		

¹⁾ Includes effects from embedded EUR derivatives that is excluded from underlying EBIT as presented in the segment disclosure.

²⁾ Currency losses year to date from internal loans were NOK 1096 million, of which a loss of NOK 18 million was realised.

NOK million	Fourth quarter 2022			The year 2022		
	Unrealised	Realised	Total	Unrealised	Realised	Total
Gains/losses from market activities:						
-of which Nordics ¹⁾	1 532	- 189	1 343	-1 935	-1 375	-3 310
-of which Europe	2 243	558	2 801	- 628	403	- 225
-of which Markets	-2 516	7 492	4 976	4 917	6 321	11 238
-of which Group items and other	233	- 70	163	- 487	- 58	- 544
Total Gains/losses from market activities ¹⁾	1 492	7 792	9 283	1 867	5 292	7 159
Net currency effects ²⁾	2 572	-1 733	840	1 126	- 893	233
Interest and other financial items	647	4 455	5 101	1 421	4 457	5 878
Total Net financial items	3 219	2 722	5 941	2 547	3 564	6 111
Total unrealised effects in Profit and Loss	4 710			4 414		

¹⁾ Includes effects from embedded EUR derivatives that is excluded from underlying EBIT as presented in the segment disclosure.

²⁾ Currency losses for the year 2022 from internal loans were NOK 162 million, of which a gain of NOK 22 million was realised.