AS PARKS

2024
Annual Report

SKIMORE
OSLO • DRAMMEN • KONGSBERG

CONTENTS

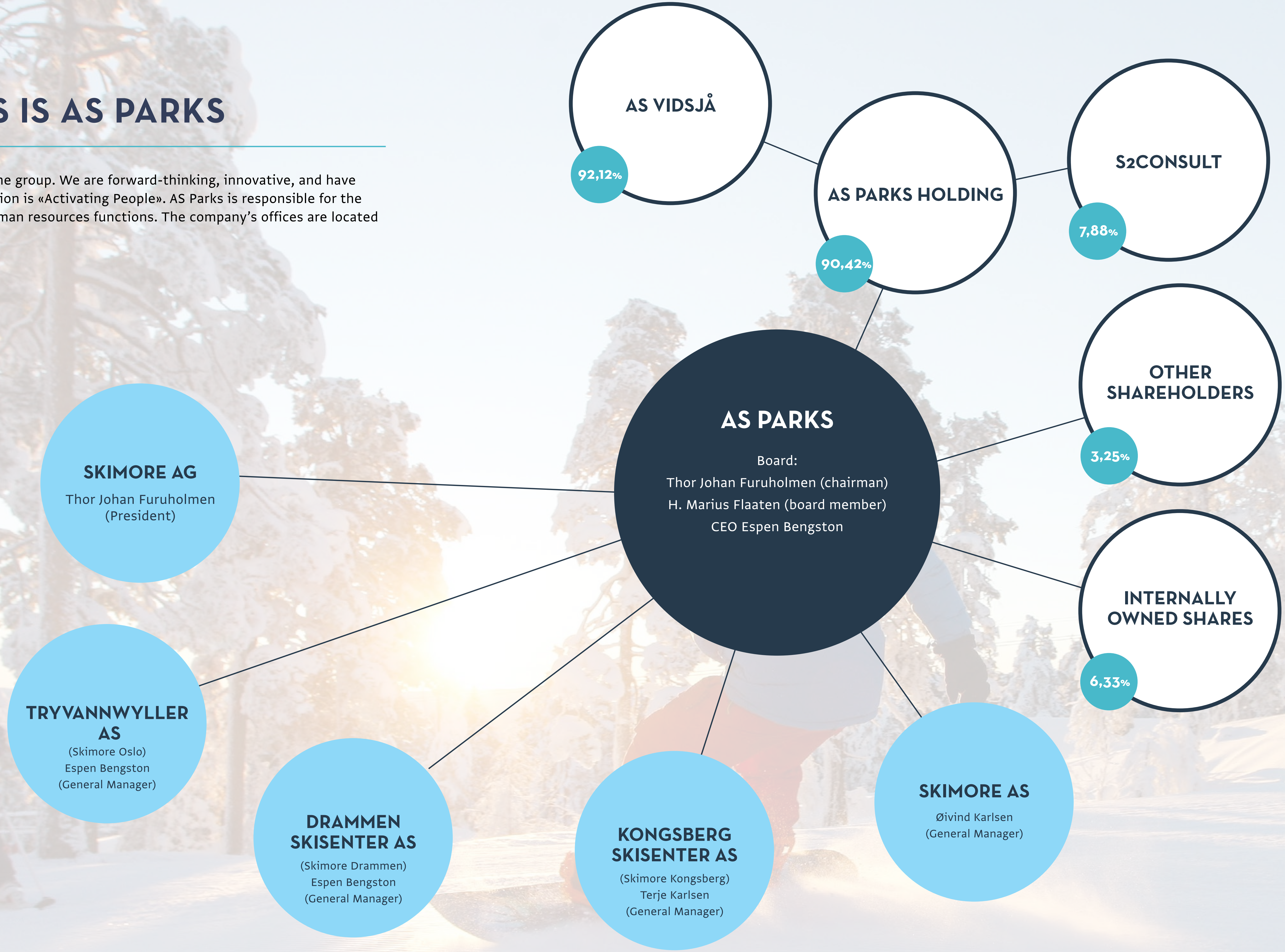
AS PARKS

THIS IS AS PARKS

AS Parks is the parent company of the group. We are forward-thinking, innovative, and have several different operations. Our vision is «Activating People». AS Parks is responsible for the group's accounting, finance, and human resources functions. The company's offices are located in Oslo.

Legal name: AS Parks

Full-time employees: 8



SKIMORE COMPANIES

Skimore Oslo

is the fourth most visited ski resort in Norway and attracts more than 350.000 visitors in a year. Skimore Oslo's winter operations include the ski resort and all of its associated facilities such as ski school, rental, retail, and food and beverage. Sled rental at Frognerseteren is also offered for members and guests and is owned and operated by Skimore Oslo. Some of the food and beverage locations owned by Skimore Oslo are leased to external operators. The company's summer operations include the climbing park, retail, and food and beverage. Skimore Oslo is wholly owned by AS Parks.

Legal name: TryvannWyller AS
Full-time employees: 25
Seasonal employees: 261

Skimore Drammen

is located on Åssiden in Drammen and attracts around 75.000 visitors a year. Skimore Drammen's winter operations include the ski resort, ski school, rental, and retail. The Arontunet restaurant is owned by Skimore Drammen but is leased to an outside operator. The summer operations include a downhill mountain bike park, summer scenic chairlift, and bike rental. Skimore Drammen is wholly owned by AS Parks.

Legal name: Drammen Skisenter AS
Full-time employees: 6
Seasonal employess: 63

Skimore Kongsberg

operates the ski resort in Funkelia, which is located west of Kongsberg, and attracts more than 150.000 visitors in a normal year. Skimore Kongsberg's winter operations include a ski resort that offers 330 vertical meters of ski slopes as well as a beginner area, as well as a café/restaurant, retail store, and ski rental. Skimore Kongsberg's summer operations include a formula G track, scenic chairlift, and bike rentals. Skimore Kongsberg is wholly owned by AS Parks.

Legal name: Kongsberg Skisenter AS
Full-time employees: 8
Seasonal employees: 167

Skimore AS

was established in 2018 and has driven the development and ongoing operation of the Skimore application. Skimore AS entered into an agreement with Skimore Oslo, Drammen, and Kongsberg to provide the sale of access in the form of memberships and guest passes as well as the marketing for all three resorts. The main office is located in Oslo. Skimore AS is wholly owned by AS Parks.

Legal name: Skimore AS
Full-time employees: 7
Part-time employees: 2

Skimore AG

was established in October of 2021. The Skimore AG offices are located in Switzerland. Thor Johan Furuholmen and H. Marius Flaaten make up the current workforce. The company was established to create a foundation for the expansion of Skimore's business model. Skimore AG is wholly owned by AS Parks.

Legal name: Skimore AG
Full-time employees: 2

AS PARKS HISTORY

corporate

1998-2001
Furuholmen & Sundt acquire the Tryvann and Wyller Ski Resorts and acquire Varingskollen Ski Resort in 2000.

2000-2014
The group raises capital to finance investments and to cover operating losses.

2015
A new strategy is implemented for the 2015/2016 season.

2016
Varingskollen Ski Resort is sold to Hakadal Sports Club.
The group pays its first dividend to its shareholders.

2018
Furuholmen buys Sundt´s shares and changes the group´s name to AS Parks. 50,1% of the shares in Drammen Skisenter AS are acquired. Flaaten buys 9,9% of the shares in AS Parks and is appointed CEO.

2020
Kongsberg skisenter AS is acquired and AS Parks issues 2,4% of new shares to senior executives.

2021
Skimore AG is established in Switzerland.

investments

2001
The Oslo region´s first express chairlift is build in Tryvann.

2003
The Hyttli area is developed and a new chairlift with a mid-station now connects Tryvann and Wyller.

2006
A new welcome center which includes a ticket office, ski rental and retail shop is built in Tryvann.

2011/2012
A new Family area and Café/Restaurant is built in Tryvann. The Wyller area is developed to include three new slopes, a superpipe, a six-seater express chairlift and a ski service facililty.

2017
A new snow production system is built in Wyller, which increases their snow production capacity substantially.

2018/2019
The group develops the Skimore Application for the sale of memberships and guest access.

2020
Skimore starts building their organization, and rebrands all of the facilities in AS Parks portfolio. The Vidsjå restaurant at Tryvann with 300 seats is completed.

2022
Top of the line six-seater express chairlift is built in Skimore Kongsberg.
Work on a new rental and retail location in Skimore Drammen has begun and will be completed spring 2023.
Skimore Oslo invested in a next generation ski tuning machine.

2023
The new rental and retail location in Skimore Drammen was completed and opened. A Formula G track was built and opened for summer operation in Skimore Kongsberg.

2024
A new snowmaking water supply pipeline was built in Skimore Drammen, increasing the snow production capacity.

CORPORATE STRATEGY

VISION

Activating people

BUSINESSPLAN

To deliver long-term and predictable returns to the stakeholders through sustainable innovation and operations

GOAL

Organic Growth

Competitive advantage through Skimore model

Technology development

KPIs

Key performance indicators

Visits, gives us the number of skier and other activity visits at each of the Skimore locations. The number of visits has a direct impact on what we can expect from ancillary revenue, such as retail, rental, food and beverage, and ski school revenue. Visits are accurately tracked and recorded by our access systems.

Yield per visit. The average yield per visit is calculated by dividing the total revenue from visitors by the number of visits.

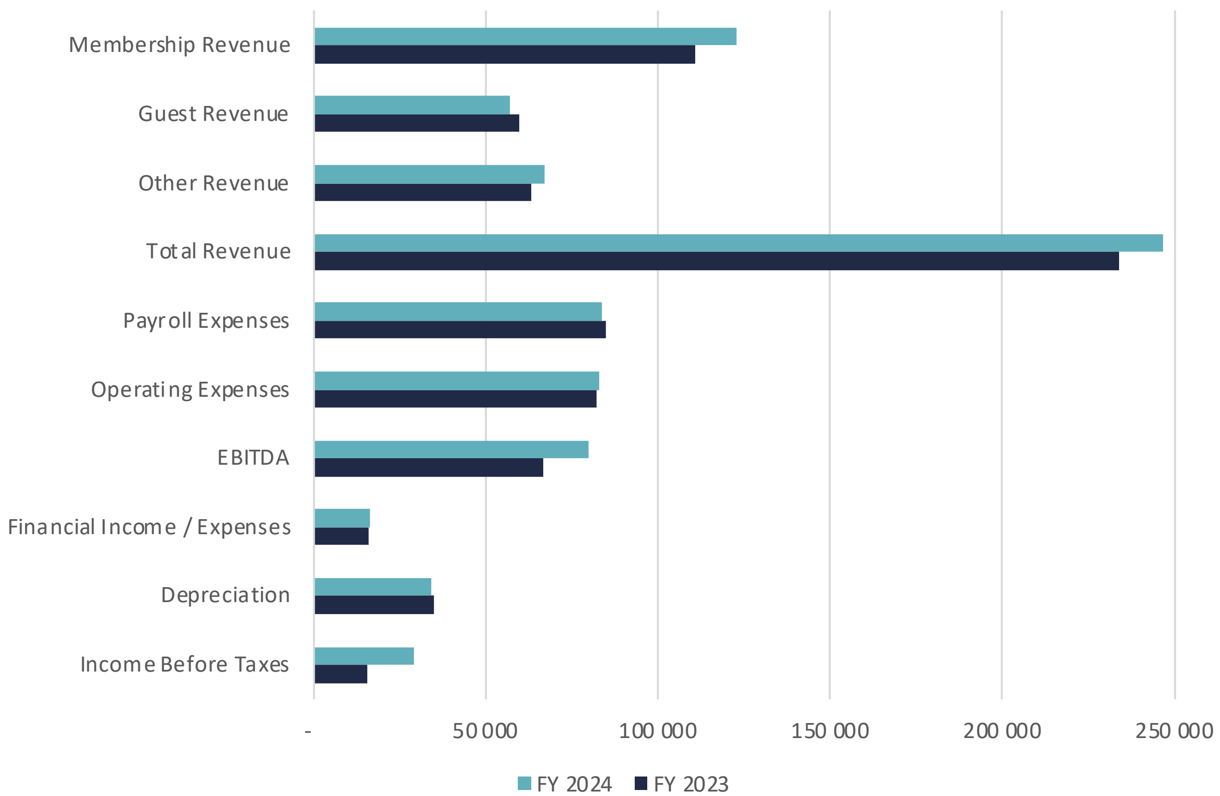
Visitation frequency, gives us the number of times a unique member visits one of our locations. With the Skimore application and other access systems we are able to calculate this figure accurately for members. However, we are not currently able to do the same for guests.

In 2024, the sale of membership and guest passes made up 72% (71%) of AS Parks total revenue. Over the past nine years we have pursued a strategy to increase customer loyalty and visitation frequency. This is based on the fact that the traditional way we priced our product did not optimize the number of visits or total revenue. Therefore, at the beginning of the 2015/16 winter season we made a fundamental change to our pricing strategy. Going into 2019/20 we launched the Skimore membership model which led to further increases in member loyalty and visitation frequency. Membership revenue increased by 15 % versus 2022/23 and, the total access revenue increased by 8% compared to 2022/23.

FINANCIAL RESULTS

AS Parks consolidated

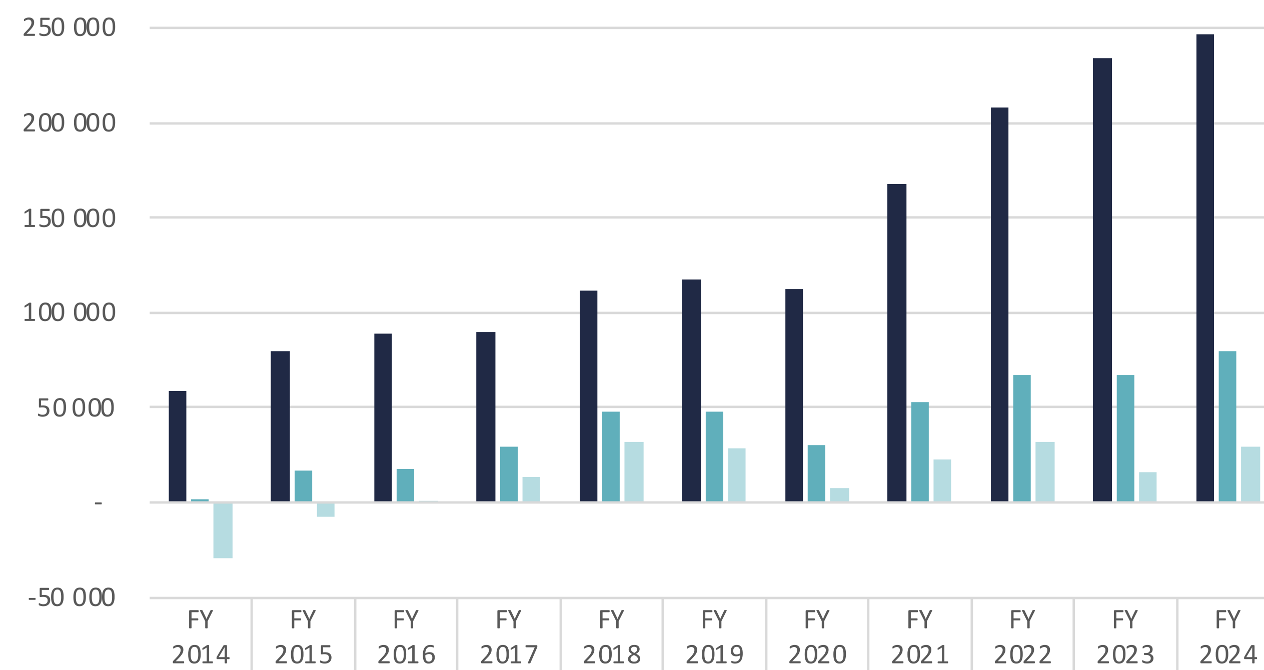
Tnok



DEVELOPMENT AS PARKS

Year over year result

Tnok



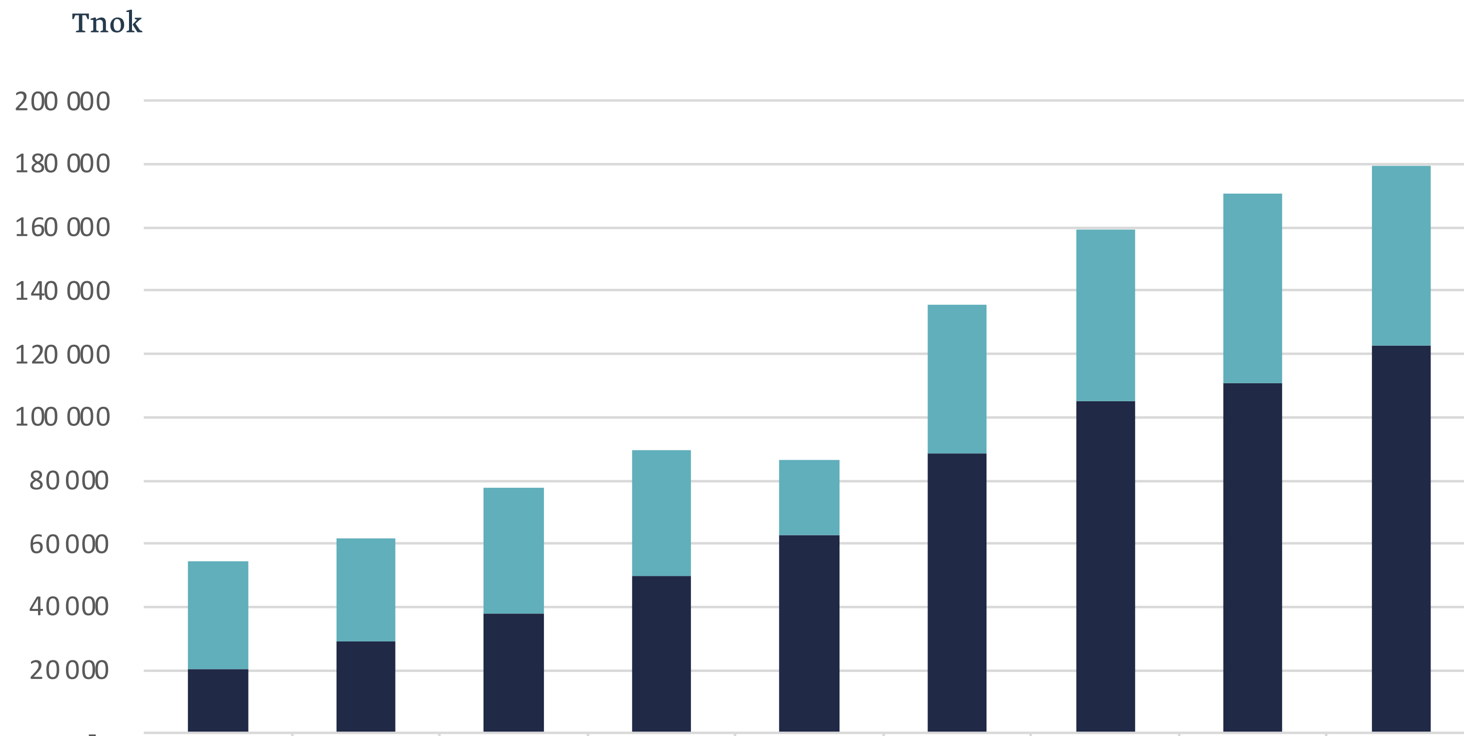
	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Revenue	58 606	79 787	89 210	89 945	111 201	117 127	112 666	167 509	208 482	233 795	246 668
EBITDA	1 744	16 697	17 901	29 189	48 086	48 098	29 940	52 524	66 950	66 842	79 947
Income Before Taxes	-29 450	-7 988	196	13 241	32 114	28 458	7 319	22 594	32 218	15 696	29 198

Revenue EBITDA Income Before Taxes

DEVELOPMENT OF ACCESS REVENUE

Through the membership model applied at AS Parks´ facilities in Oslo, Drammen, and Kongsberg we have built up a base of highly predictable revenue, which helps to mitigate our financial risk significantly. History shows us that the proportion of traditionally more volatile guest revenue is constant when access revenue increases. The exception being fiscal year 2020 and fiscal year 2021 with Covid-19 shutdowns and restrictions limiting visitor numbers.

Access Revenue by Customer Type



	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Guest	34 289	32 272	40 240	39 898	23 450	47 145	54 059	59 923	56 964
Member	20 252	29 369	37 734	49 566	62 933	88 630	105 081	110 713	122 688

SUSTAINABILITY

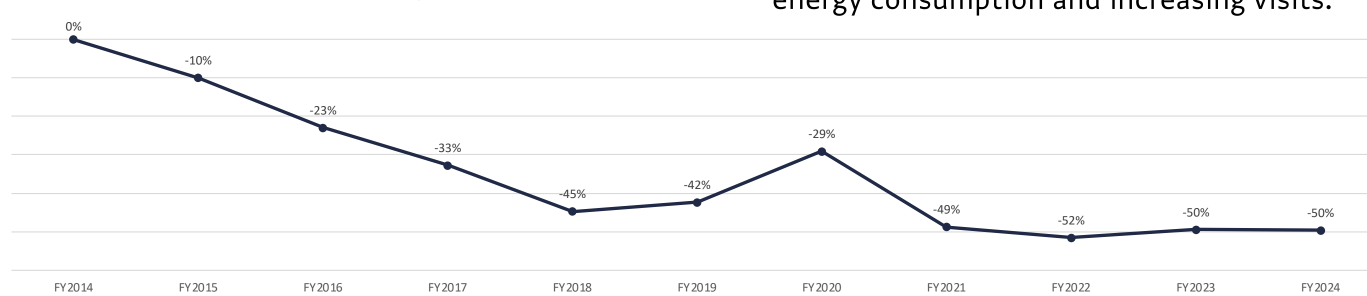
AS Parks' vision is "Activating people" and thereby promoting a healthy outdoor lifestyle.

The operation of our ski resorts, ski schools, mountain biking and climbing parks, has an environmental impact. AS Parks is aware of both its role as an influencer of the social benefits that arise from outdoor activity, and its responsibility to reduce its impact on the environment.

Continuous improvement is at the core of everything AS Parks does. All of the Skimore resorts have installed systems in the snow grooming machinery to monitor snow depth throughout the season. This is an important tool for optimizing snow production and time spent on grooming. The group also strategically grades the slopes in the summer to reduce the amount of snow needed to provide a high-end product.

Furthermore, the group is continuing to invest in its snow production systems with the aim to have an energy efficient system. In the daily operations, the group is focused on optimizing lift operations and the use of lights in the slopes. To reduce plastic waste a technical solution to access the resorts using mobile phones is being introduced.

Even with the adoption of new technology and efficient operations a ski resort will always require energy to operate. This energy consumption is not correlated with the number of visits. From a sustainability perspective it is key that the ski resorts are utilized to the greatest extent possible, and therefore, AS Parks measures energy consumption per visit. The group has set a goal to reduce energy consumption per visit by an additional 13% by 2030. This will be achieved by reducing energy consumption and increasing visits.



CORPORATE GOVERNANCE

AS Parks' policy is to comply with all applicable laws and regulations, including internationally recognized conventions on human rights, proper working conditions, the environment and anti-corruption. The group respects and promotes the UN's basic human rights and the International Labor Organization's (ILO) core conventions concerning the minimum standards for working conditions. AS Parks' internal code of conduct for values and ethical guidelines is set out in the employee handbook. A Whistle blower function is available internally to enable anonymous notification of violations of our guidelines. All infringements are taken seriously and, if criminal, will be reported to the relevant authorities.

These codes of conduct and ethical guidelines also apply to external suppliers and subcontractors.

The overall responsibility lies with the Board of Directors. The CEO and management group report to the board at least twice a year.

The complete Sustainability and Corporate Governance Report is published and can be downloaded from the group's website www.asparks.no or can be sent on request.

LEADERSHIP GROUP

Espen Bengston
Group CEO / General Manager
AS Parks / Skimore Oslo / Skimore Drammen

Born: 1969
Education: Pilot / Photographer

Other experience: Espen has extensive operational experience in the ski industry and has held the position of General Manager in both TryvannWyller AS and Varingskollen AS.

Mette Blach Ellefsen
Marketing Manager
Skimore AS

Born: 1989
Education: UIA, Høyskolen Kristiania and Emergence School of Leadership Brand management / Project management

Other experience: Mette has worked in project management since she finished her education in 2013. She was employed in TryvannWyller AS as a project manager in early 2017, responsible for marketing. She went on to be involved in the start-up of Skimore AS.

Tone Tschudi Nytvedt
Head of HR, Legal, and Administration
AS Parks

Born: 1974
Education: Cand.jur. / Master of Laws (LL.M.) University of Oslo

Other Experience: Tone has worked as managing director in a design and information technology company since 2000. She has held several board positions in various companies. She has been involved in Skimore AS from its inception in 2018 first as a consultant and was employed in 2019.

Øivind Karlsen
General Manager / Head of Sales
Skimore AS

Born: 1967
Education: BI Norwegian Business School

Other experience: Øivind has extensive experience in the ski industry with Skiservice AS, parts of which were acquired by AS Parks in 2008, focusing on retail, rental, and ski service.

Terje Karlsen
General Manager
Skimore Kongsberg

Born: 1963
Education: Technical Draftsman

Other experience: Terje has broad operational experience from Kongsberg Skisenter AS and Oslo Skisenter AS. He was first employed in 1983, and held the position as operations manager in Kongsberg Skisenter AS from 2007-2022, and operations manager in Oslo Skisenter AS from 2009-2012.

Dominic Demschar
Business Controller
AS Parks

Born: 1993
Education: Bachelor of Science in Accounting from The University of Utah, David Eccles School of Business

Other Experience: Dominic has worked as a financial analyst and business controller in the ski resort industry since 2019. He has gained experience working in the ski industry in the United States of America for Powdr Corp and now in Norway working for AS Parks. Dominic also has an extensive background in ski racing at the international level.

THE BOARD OF DIRECTORS

Thor Johan Furuholmen
Chairman of the board

Thor Johan Furuholmen, born 1973, holds a Master of business administration from Heriott-Watt University in Edinburgh, Scotland. Thor Johan owns and manages AS Vidsjå, a private investment company in Oslo. Thor Johan has 25 years of experience in the financial markets and has established a number of management companies in Norway as well as England. From 1997 to 1999 Thor Johan worked as a stockbroker for D. Carnegie AB, UK Branch, and from 2000 to 2002 as a stockbroker for Morgan Stanley, London.

AS Vidsjå has, among other companies, active ownership in the real estate company Furuholmen Eiendom AS, the retail clothing company Amundsen Sports AS, Taiga Fund Management, Bien Sparebank ASA, and Equitile Investments PLC.

Thor Johan is the chairman of the board for AS Vidsjå, and a board member for Furuholmen Eiendom AS, Taiga Fund Partners AS and Taiga Fund Management AS.

H. Marius Flaaten
Boardmember

H. Marius Flaaten, born 1972, holds a Bachelor Degree in economics from BI Norwegian School of Management, as well as commander training from the Norwegian Armed Forces. He grew up in Beitostølen where his family built and operated Beito Høyfjellshotell and Beitostølen ski lifts.

Marius has extensive finance experience through obligation and as a stockbroker at Pareto, Nordea, and ABG. In 2012 he took the job as General Manager in the newly formed company Alpinco, which eventually became the owner of Hafjell Alpinsenter and Kvitfjell Alpinanlegg. From 2015 Marius worked as a strategic development consultant, spending the majority of his time working for AS Parks.

In 2018, Furuholmen and Flaaten agreed on an appropriate ownership structure for AS Parks' consolidation and Marius took on the role of CEO.

In 2022 he moved to Switzerland to strengthen the focus on the development of Skimore AG.

ANNUAL REPORT – BOARD OF DIRECTORS
AS PARKS GROUP AND THE PARENT COMPANY

1. Business Overview
The purpose of the AS Parks group is to own and operate ski resorts through subsidiaries, as well as the operations that accompany them. This includes owning and operating other companies with similar activities. The company's business offices are in Oslo, Norway.

The group consist of and AS Parks owns:

100% of TryvannWyller AS, which operates the ski resort and summer activities branded Skimore Oslo

100% of Skiservice Tomm Murstad Jr AS, which is 100% owned by TryvannWyller AS, and operates rental of sleds during the winter

100% of Drammen Skisenter AS, which operates the ski resort and summer activities branded Skimore Drammen

100% of Kongsberg Skisenter AS, which operates the ski resort and summer activities branded Skimore Kongsberg

100% of Skimore AS, which sells membership and guest access to its own and partner facilities through its application

100% of Skimore AG, which is focused on the expansion of the Skimore model internationally. The company's business offices are in Switzerland

2. The basis for continued operation
The group's and the Parent Company's financial statements have been prepared under the going concern assumption of the companies in the group. The board confirms that the assumption is present. The Current liquidity reserves, revenue development and financial forecasts for 2025 are the basis for the board's assessment.

3. Statement of income and financial position
The Group
It is the board's opinion that the financial statements give a true and fair representation of the AS Parks group's assets, liabilities, financial position, and financial results. The annual financial statements have been prepared in accordance with the Accounting Act and Generally Accepted Accounting Principles in Norway("NGAAP").

The group has a positive equity as of the 31st of October 2024 amounting to MNOK 163 compared to MNOK 198 last fiscal year. The board believes that the group has sufficient equity based on the risk and scope of the group's operating activities.

The group's operating revenues in the 2024 fiscal year was MNOK 247 compared to MNOK 234 in the 2023 fiscal year. The year-on-year growth in the group's operating revenue can be attributed to an increase in the membership base, the summer operations at Skimore Kongsberg are more familiar, as well as an organic growth in ancillary revenue streams.

The group's net profit in 2024 was MNOK 22,9 compared to MNOK 12,1 in the 2023 fiscal year. The increase in net profit was driven by an increase in operating revenue.

Net cash flows from operations for the group was MNOK 50,7. Net cash flows from investing activities were MNOK -17,7 for the group. Net cash flows from financing activities for the group amounted to MNOK -34,3.

The loan facilities were refinanced at the beginning of the 2024 with Danske Bank. The loan portfolio consists of a serial loan in the amount of MNOK 175,5 a revolving credit facility (RCF) with a maximum draw down of MNOK 80, of which MNOK 20 has been allocated to a bank guarantee related to the damaged ski lift in Kongsberg Skisenter AS, and a working capital facility (WCF) with a maximum draw down of MNOK 12. Liquidity is, in large part, secured through positive cash flows from operations and the group's credit facilities. The group has paid installments on loans in line with existing loan agreements. Based on operations in the period leading up to the approval of the financial statements and liquidity forecasts for the next 12 months, the group's liquidity is considered to be satisfactory.

The group's equity ratio is 36% of the total assets as at year-end 31 October 2024.

The Company
The company has a positive equity as at the 31st of October 2024 amounting to MNOK 101 compared to MNOK 134 in the 2023 fiscal year. The board believes that the group has sufficient equity based on the risk and scope of the group's operating activities.

AS Parks operating revenues in the 2024 fiscal year was MNOK 11,8 compared to MNOK 13,5 in the 2023 fiscal year. Operating revenue for AS Parks is revenue from group companies for services delivered. The reduction in other operating expenses is a result of decreased staffing and cost for external help. Income resulting from group contributions from subsidiaries amounted to MNOK 51,8 and net interest charges amounted to MNOK 11,1.

The company's' net profit in the 2024 fiscal year was MNOK 24 compared to MNOK 10 in the 2023 fiscal year and is proposed to be allocated to other equity.

4. Transparency Act

The AS Parks Group, which the AS Parks Company is a part of, have implemented rules, procedures and guidelines to ensure that the Group operates according to the Norwegian transparency act. The Group publishes its findings and status yearly. The complete report can be downloaded from the group's website www.asparks.no/aapenhetsloven, or can be sent on request.

5. Working Environment

The Group

The group provides a good working environment. Registered sick leave was 2,7% in 2024. Registered sick leave in the Company was 1,8% in 2024. The board is pleased the group is able to maintain a low level of sick leave. The group aims to maintain this level of sick leave going forward. Employees on sick leave are actively followed up on by their direct report. Leadership teams are focused on creating a positive and safe working environment. There were no serious accidents or injuries in the workplace during the financial year. The Board of Directors, CEO, members of the management team and other employees that can, or have management responsibilities, are all covered by the group's board and management insurance. The insurance covers all companies in the group. The insurance covers all personal claims towards the individual regarding third party injuries and property damage. The insurance also covers reasonable cost regarding communication consulting and psychological treatment if this is deemed necessary.

6. Gender equality

The Group

As of the 31st of October 2024, the group had 52 permanent employees who performed 50,5 full-time equivalent work-years.12 permanent employees are women. In addition, the group had 491 seasonal employees throughout the year. The seasonal employees performed a total of 74,03 full-time equivalent workyears. 31% of the seasonal employees were women. The group has not found it necessary to implement any special measures in relation to gender equality. The board consists of two men.

The Company

As of the 31st of October 2024, the company had 8 permanent employees who performed 7,6 full-time equivalent work-years, of which 6 employees are women. The company had no seasonal employees throughout the year. The board consists of two men.

7. Conditions in the business that may affect the external environment

The board and owners prioritize sustainability, health, and safety. The group does not significantly pollute the environment and places great emphasis on operating in an environmentally friendly manner. The group is committed to continuous improvement and actively works to identify environmentally friendly solutions to reduce its environmental impact. Additionally, the group collaborates with several partners to ensure that as many people as possible have access to its offerings.

There was one serious accident at the group's facilities during the 2024 fiscal year. A guest at Drammen Skisenter AS crashed while riding a downhill mountain bike, not following our bike trail guidelines for inexperienced bikers. They sustained a serious back injury and was taken care of by medical professionals.

The complete Sustainability and Corporate Governance Report is available for download on the group's website at https://www.asparks.no/sustainability-report or can be sent upon request.

8. Financial Statements

The group and the company´s financial statements and notes provide a comprehensive and satisfactory overview of the financial position and financial results for the last fiscal year.

9. Future prospects

The group is focused on long-term growth through the development of TryvannWyller AS, Drammen Skisenter AS, Kongsberg Skisenter AS, and Skimore AS. In the 2024 fiscal year, the group experienced an increase by 0,2% in the number of visits compared to 2023.

The board acknowledges the uncertainty surrounding the group's future development but remains confident in its potential for significant growth in visits and revenues through the continued development of the resorts. Several investment plans are in place to enhance the customer experience and create a more dynamic and resilient organization for the future. The group anticipates continuing to deliver profits moving forward.

10. Measures against discrimination

The group actively works to prevent discrimination. No distinction is made between employees based on ethnicity, religion, age, language, gender, marital status, sexual orientation, functional variation, trade union membership, or political affiliation. An internal whistleblower function is available to all employees, allowing for anonymous reporting of any violations of our guidelines.

11. Financial Risk

The ongoing war in Ukraine, and the Israel-Palestine conflict have further intensified global challenges in 2024. Additionally, markets continue to be affected by rising interest rates, inflation, volatile exchange rates, and high energy prices. There has been a general price increase for most goods and services. No price increases were implemented on the memberships or guest passes in 2024. Increased competition from other leisure activities and travel is also anticipated.
The group is exposed to interest rate risk through bank loans with Danske Bank (NIBOR+Margin). The group has limited currency risk as it invoices very few customers in a foreign currency and purchases very little from foreign vendors.

Larger investments with foreign currency exchange exposure are secured through forward contracts. The credit risk is also moderate. Most of the other revenue comes in the form of direct purchases from guests. The group believes that the current percentage of receivables lost to bad debt is acceptable and has decided that credit checks for major customers are not necessary. The group operates ski resorts, which are very seasonal and weather dependent. Due to this the liquidity risk is significant. This risk is limited in several ways. The strong increase in membership sales has had a positive effect on the group's liquidity and its ability to produce forecasts. Furthermore, monthly membership payments, combined with summer operations, which are less weather dependent, provide liquidity through the year. Investment in snow production systems, which extend the season in dryer years also increases the group's liquidity. Finally, a large percentage of the work force is seasonal, allowing the group to staff up or down depending on the time of year.

12. Environmental Risk

Climate change has significant consequences for the skiing industry. Warmer temperatures and changing weather patterns affect the quality and duration of the ski season. For AS Parks it is vital to be able to offer good skiing conditions from mid-December to mid-April. This can only be achieved using artificial snow. Climate changes and warmer temperatures increases the need for an efficient snow production system. The group has invested heavily in its snow production system and through this is able to meet these challenges. The investments make it possible to produce large amounts of snow in shorter time periods.

The climate change has so far not had a major effect on demand for our product, and as long as we can continue to provide a quality product, demand should not be significantly affected.

The board acknowledge that the group and its resorts, has a responsibility to act and focus on reducing our carbon footprint through increased use of renewable energy, dependence on fossil fuels and further investments in environmentally friendly technology.

The AS Parks Group, which the Company is a part of, have implemented procedures, and guidelines to secure that the Group operates according to the Norwegian transparency act.

The complete Sustainability Report is published and can be downloaded from the group's website https:/www.asparks.no/sustainability-report or can be sent on request.

13. Significant damage to the chair lift in Kongsberg Skisenter AS

On September 4, 2024, the main chair lift in Kongsberg Skisenter experienced significant water damage due to heavy rainfall. The extent of the damage was considerable where the newly constructed underground garage was completely flooded. This incident caused extensive damage to the building, the chairlift system and all electrical components necessary for the operation and usage of the lift. The garage and the chairlift were delivered as a complete and turnkey project in December 2022.

Both Kongsberg Skisenter and its insurance provider have asserted that deficiencies exist in the delivery and are holding the general contractor liable under the terms of the construction agreement. The contractor has on their end claimed that they are not liable for the damages caused by the heavy rainfall and that this was an extraordinary event of nature that the construction design would not be able to withstand.

Independent expert reports are currently being prepared to investigate the hydrological and structural circumstances that led to the water intrusion. These reports aim to establish the factual causes of the incident. Based on the preliminary documentation presently available, the group's management has assessed that contractually the liability for the incurred damage and its repair rests on the contractor and that this is the most likely outcome. Consequently, management has assessed that no impairment charge should be booked for the damaged part of the ski lift.

The insurance company is of the opinion that this is a liability that lies with the contractor and therefore they have not stated whether or not this is an insured event covered by the insurance company. However, management is of the opinion that if the contractor will be successful in claiming no responsibility, the insurance company will have to cover the damages under the terms of the existing terms and condition of the insurance policy.

The final outcome is yet to be resolved and there is a risk that management's assessment is wrong, and that an impairment charge will have to be made in future financial periods.
The chair lift is currently in full operation after temporary repair while the full repair is planned to be done during summer of 2025.

14. Significant transactions after year end

An additional dividend of MNOK 20 was declared and paid on December 30, 2024.

Oslo, January 29. 2025

Thor Johan Furuholmen Chairman of the Board AS Parks	Harald Marius Flaaten Board Member AS Parks	P. Espen Bengston CEO AS Parks

ANNUAL REPORT 2023/2024
AS PARKS

Board of Directors report
Statement of profit and loss
Balance sheet
Statement of cash flows
Notes

Consolidated statement of profit and loss

AS Parks

Amounts in 1.000 NOK		Group	
	Note	31.10.2024	31.10.2023
Operating income and operating expenses			
Operating revenue	1	244 270	236 257
Other income		2 398	-2 463
Total income		**246 668**	**233 795**
Cost of goods sold and consumables		17 944	16 628
Employee benefits expenses	2	83 569	84 838
Depreciation and amortisation expenses	3, 4	34 239	35 015
Other expenses	2, 5	65 208	65 487
Total expenses		**200 960**	**201 969**
Operating profit		**45 708**	**31 826**
Financial income and expenses			
Interest income	6	5 194	2 325
Other financial income		282	159
Interest expenses	14	21 854	17 954
Other financial expenses		132	660
Net financial items		**-16 510**	**-16 130**
Net profit before tax		**29 198**	**15 696**
Income tax expense	7	6 338	3 595
Net profit		**22 860**	**12 101**
Intra-group contribution received		30 053	12 889
Intra-group contribution given		-23 667	-12 711
To (+)/ from(-) other paid in equity		16 474	11 923
Total distributed		**22 860**	**12 101**

Consolidated statement of financial position

AS Parks

Amounts in 1.000 NOK		Group	
	Note	31.10.2024	31.10.2023
Assets			
Non-current			
Intangible assets			
Software applications	3	24 681	29 662
Goodwill	3	9 466	10 685
Other intangible assets	3	0	140
Total intangible assets		**34 147**	**40 487**
Property, plant and equipment			
Buildings and land	4	104 018	106 894
Ground works	4	75 638	79 295
Machinery and equipment	4	200 395	212 525
Total property, plant and equipment		**380 050**	**398 715**
Non-current financial assets			
Loan to related parties/ shareholders	2, 9	6 112	8 908
Investments in shares in other companies		11	11
Total financial fixed assets		**6 123**	**8 919**
Total non-current assets		**420 320**	**448 121**
Current assets			
Inventories	10	7 662	7 034
Debtors			
Accounts receivables	11	9 328	6 573
Other short-term receivables		15 432	5 049
Total debtors		**24 761**	**11 622**
Cash and cash equivalents	12	2 257	3 481
Total current assets		**34 679**	**22 137**
Total assets		**454 999**	**470 258**

Consolidated statement of financial position

AS Parks

Amounts in 1.000 NOK		Group	
	Note	**31.10.2024**	**31.10.2023**
Equity and liabilities			
Paid-in capital			
Paid in equity	8, 13	3 257	3 257
Own shares		-217	0
Share premium reserve	8	158 708	128 655
Total paid-up equity		**161 748**	**131 912**
Retained earnings			
Other equity	8	1 241	65 899
Total retained earnings		**1 241**	**65 899**
Total equity	**8**	**162 989**	**197 811**
Liabilities			
Provisions			
Deferred tax	7	29 705	30 134
Total provisions		**29 705**	**30 134**
Other non-current liabilities			
Loans from financial institutions	11, 14	215 500	186 625
Loans from related parties	9	0	8 701
Other long term loans		3 407	0
Total non-current liabilities		**218 907**	**195 326**
Current liabilities			
Loans from financial institutions	14	6 971	9 375
Trade payables		11 487	7 098
Tax payable	7	49	131
Public duties payable		4 987	4 672
Liabilities to group companies	9	290	3 407
Other current liabilities		19 614	22 305
Total current liabilities		**43 398**	**46 987**
Total liabilities		**292 010**	**272 447**
Total equity and liabilities		**454 999**	**470 258**

Oslo, January 29. 2025

Thor Johan Furuholmen Chairman of the Board AS Parks	Harald Marius Flaaten Board Member AS Parks	P. Espen Bengston CEO AS Parks

Consolidated statement of cash flows

AS Parks

		Group	
Values in 1000 NOK	**Note**	**31.10.2024**	**31.10.2023**
Cash flows from operating activities			
Profit/loss before tax		29 198	15 696
Tax paid for the period		-131	-2 192
Loss/gain on the sale of fixed assets		161	-312
Depreciation and amortization expense	3, 4	34 239	35 015
Change in inventory		-628	-2 444
Change in accounts receivable		-2 755	-3 879
Change in accounts payable		4 390	-7 280
Net financial items		0	16 130
Interest paid/ received		0	-13 665
Net change in other accrual items		-13 800	8 213
Net cash flows from operating activities		**50 673**	**45 281**
Cash flows from investment activities			
Proceeds from sale of fixed assets	3, 4	815	2 115
Payments for purchase of fixed assets	3, 4	-10 212	-46 545
Payments to related parties		-8 311	0
Net cash flows from investment activities		**-17 708**	**-50 100**
Cash flows from financing activities			
Proceeds from the issuance of new long-term loans	14	39 850	0
Repayment of long-term loans		-10 975	-10 500
Net change in bank overdraft facilities	14	1 004	9 375
Payments for shares in subsidiaries		0	-5 670
Purchase of own shares	8	-45 400	0
Payment of dividends	8	-18 734	0
Net cash flows from financing activities		**-34 255**	**-1 125**
Net change in cash and cash equivalents		-1 224	-5 667
Cash and cash equivalents at the start of the period		3 481	9 147
Effect of exchange rate fluctuations on cash and cash equivalents		66	277
Cash and cash equivalents at the end of the period	**12**	**2 257**	**3 481**

Summary of significant accounting principles

Basis of preparation
The consolidated financial statements of AS Parks and its subsidiaries (collectively, "the Group") covers the period 1 November 2023 to 31 October 2024. The Group is the leading operator of ski resorts in the greater Oslo area in Norway and offers high-end outdoor activities all year-round. Access to the ski resorts is granted primarily through subscriptions and single day passes sold through its subsidiary Skimore AS. The Group currently operates three ski resorts and three summer parks.

The consolidated financial statements of the Group comprise consolidated statement of profit and loss, consolidated statement of financial position, consolidated statement of cash flows and related notes. The consolidated financial statements have been prepared by the company's Board of Directors and management in accordance with the Accounting Act and generally accepted accounting principles in Norway "NGAAP". The Board of Directors' report and the auditor's report are an integral part of the financial statements.

Consolidation
The consolidated financial statements comprise the financial statements of AS Parks and its subsidiaries. The subsidiaries are consolidated when control is achieved. Generally, there is a presumption that a holding of majority of the voting rights results in control. However, the Group considers all relevant facts and circumstances when assessing whether it has power over an investee.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group looses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss is attributed to the equity holders of the parent of the Group. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Non-controlling interests in subsidiaries are presented within equity separately from the equity attributable to the owners of the parent. For each business combination non-controlling interests are measured initially, at either the proportionate fair value of net identifiable assets or of fair value of those interests at the date of acquisition.

A change in ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. Consideration in excess of or lower than carrying amount of non-controlling interests is recognized to equity attributable to the owners of the parent.

The subsidiaries of AS Parks are presented below:

Consolidates entities 31 October 2024	Office	Shareholding and the Group's voting ownership share
TryvannWyller AS	Oslo	100%
Skimore AS	Oslo	100%
Drammen Skisenter AS	Drammen	100%
Kongsberg Skisenter AS	Kongsberg	100%
Skiservice Tomm Murstad jr. AS	Oslo	100%
Skimore AG	Zollikon, Switzerland	100%

Estimation uncertainty
The preparation of the consolidated financial statements in conformity with NGAAP requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

consume, in its normal operating cycle are presented as current assets in the financial statements. Assets held for long term use or long-term ownership are presented as non-current assets.

Operating revenue
The Group's revenue consists of revenue from membership subscriptions and single- or multi day visit passes, ski equipment and clothing, rentals (ski equipment, bikes, etc), ski school, ski repairs, events and sale of food and beverages.

Members subscribe for 12 months from the month they become members, where members upon subscription elect to pay 12 months upfront or in monthly instalments. Membership revenue is recognized according to a straight-line method over the subscription period, as the Group offers access to all the resorts year round. Other income is recognized at the time of delivery of services and goods.

Taxes
The tax expense in the income statements consists of current taxes payable and changes in deferred tax/deferred tax assets.

Deferred tax/deferred tax assets are calculated based on the temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for tax purposes. Deferred tax assets and liabilities are measured based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Intangible assets
The Group has identified and capitalized acquired goodwill and customer relations as intangible assets, in addition to capitalized software development expenditures for the Skimore application.

Research and development
Expenditures related to development are capitalized as intangible assets when a reliable measurement of the cost can be performed and an identifiable future economic benefit can be justified. When this is not the case, the expenditures related to development is expensed when incurred. The Group has an ongoing project that is eligible for "SkatteFUNN" funding. The project period is 2020 until 31.12.2022. When a government type grant is granted and earned in relation to a capitalized R&D/ IT-project, the cost of acquisition is reduced with the grant at the time of capitalization and amortization.

Property, plant and equipment
Property, plant, and equipment are recognized at cost of acquisition less depreciation and impairment charges. These assets are recognized at acquisition cost less depreciation and impairment charges. Acquisition cost includes costs directly associated with the acquisition of a certain item of property, plant and equipment.

Costs that significantly increase the life of assets and/or increase capacity are capitalized as enhancements as part of the property, plant and equipment, when it is probable that future economic benefits associated with the expense will flow to the Group, and the expense can be reliably estimated. Other repair and maintenance costs are recognized in the income statement when incurred.

Property, plant and equipment that are available for use are depreciated according to a straight-line plan, so that the acquisition costs of property, plant and equipment are depreciated to their residual value at the annual depreciation over their estimated useful lives.

The book value of the company's assets is reviewed on the balance sheet date to assess whether there are indications of impairment. If there are such indications, the asset's recoverable amount is estimated.

Impairment losses are recognized in the income statement when the carrying amount of an asset or cash-generating unit exceeds recoverable amount.

The recoverable amount is the higher of the net selling price and value in use. Value in use is calculated by discounting expected future cash flows to present value by using discount rate before tax that reflects the market's pricing of the time value of money and the risk associated with the specific asset. If it is not possible to estimate the recoverable amount of the individual asset, the Group determine the recoverable amount of the cash-generating unit to which the asset belongs.

Shares in subsidiaries, associates and other companies
Shares in subsidiaries and shares in associates are presented according to the cost method in the parent separate financial statements. If the fair value of these shares is lower than the carrying amount and this reduction in value is not regarded to be temporary, a write down of the shares is recorded to reflect the fair value in the financial statements.

Dividends, group contributions and other distributions of retained earnings from subsidiaries is recognized as financial income. Distributions exceeding the portion of retained equity after the purchase are reflected as a reduction in the carrying amount.

Inventories
Inventories are measured at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less necessary cost to sell. The cost of inventories is measured using the first-in, first-out (FIFO) method and includes costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Receivables
Accounts receivable are amounts due from customers for services and products sold as part of the ordinary course of business. Accounts receivables are initially measured at the transaction price and allowance for losses is recognized when there are objective indicators that the recoverable amount is lower than the transaction price. Allowance for bad debt consists of the difference between nominal value and fair value, which is the present value of expected cash flows to be received.

into a separate entity and has no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognized as payroll expenses in the periods during which services are rendered by the employees.

The Group has defined contribution pension plans for its employees. These plans satisfy the statutory requirements in the Norwegian law for mandatory pension plan for employees ("lov om obligatorisk tjenestepensjon").

Cash and cash equivalents
Cash and cash equivalents include cash on hand and demand deposits and short-term highly liquid investments that are readily convertible to known amounts of cash, and these assets are subject to an insignificant risk of changes in fair value and have a maturity of three months or less from the acquisition date. The revolving credit facilities are presented in the balance sheet under short-term debt.

The consolidated statements of cash flows are prepared using the indirect method where the Group's cash flow has been broken into cash from operating-, investing- and financing activities.

Note 1 Operating revenue

Revenues by group entity	Group	
	2024	**2023**
TryvannWyller AS	137 840	123 467
Drammen Skisenter AS	21 079	17 369
Kongsberg Skisenter AS	59 701	52 925
Skimore AS	22 003	40 322
Other	3 647	2 194
Total	**244 270**	**236 277**

Other revenue mainly relates to revenues from Skiservice Tomm Murstad Jr. AS.

Note 2 Payroll Expenses and Fees

	Group	
	2024	**2023**
Wages	64 655	69 704
Social security contributions	15 246	9 857
Pensions	3 008	4 083
Other personnel expenses	660	1 194
Total	**83 569**	**84 838**
Average number of FTEs	125	114

The group is obliged to have an occupational pension scheme in accordance with the Act on Mandatory Occupational Pensions. The group's pension schemes satisfy the requirements of this Act.

Remuneration to the board was TNOK 0 in 2023/2024.

Please see note 9 for loans to shareholders and members of the board.

Expensed remuneration to the auditor, excluding VAT, is as follows:

	Group	
	2024	**2023**
Audit services	1 164	2 318
Other assurance services	47	97
Other services	776	985
Total	**1 987**	**3 400**

Note 3 Intangible assets

Group	**Goodwill**	**Skimore application**	**Customer relations**	**Web-page**	**Total**
Purchase cost as of 01.11	13 714	37 596	1 119	828	53 257
Additions	0	576	0	0	576
Disposals	0	0	0	0	0
Purchase cost as of 31.10	**13 714**	**38 172**	**1 119**	**828**	**53 833**
Acc. depreciation 01.11	3 029	7 549	979	828	12 384
This year's ordinary depreciations	1 220	5 942	140	0	7 302
Acc. depreciation disposals	0	0	0	0	0
Acc. depreciation 31.10	**4 248**	**13 491**	**1 119**	**828**	**19 686**
Net book value	**9 466**	**24 681**	**0**	**0**	**34 147**
Economic life	5 and 30 years	7 years	4 years	3 years	
Depreciation plan	Straight-line	Straight-line	Straight-line	Straight-line	

In connection with acquisition of subsidiaries with ski resorts significant portions of the excess values have been allocated to ground works. These excess values generate a technical goodwill related to absence of tax amortizations related to fair value allocations. Consequently, this portion of goodwill is amortized over the same period as the attributable excess values related to ground works.

During the financial period of 2018/2019 and 2019/2020 the Group has developed a web and application system for supporting sales of subscriptions and providing access to the ski slopes. This IT solution supports the whole front-end process from customer communication, marketing, subscription, payment and management reporting. This system is integrated with the respective ticket- and access system including other relevant systems within the AS Parks Group. This IT solution was put into operation during the financial year 2019/2020, however, throughout this year further developments and integration with other systems has been capitalized. During 2020/2021, 2021/2022 and 2022/2023 the main modules of this IT solution has been completed and consequently these parts have started their amortization. The additions in 2023/2024 is mainly related to upgrades on the IT solution. Additional functionality will be considered for capitalization and amortization going forward.

Note 4 Fixed assets

Group	Ground-works	Land and buildings	Machines and inventory	Lifts	Other equipment	Total
Purchase cost 01.11	114 163	142 571	129 306	223 267	18 192	627 498
Additions	0	1 547	5 693	0	2 396	9 636
Disposals	-126	0	0	0	-689	-815
Purchase cost 31.10	**114 037**	**144 118**	**134 999**	**223 267**	**19 899**	**636 319**
Acc. depreciation 01.11	34 867	35 545	76 570	72 141	10 207	229 332
This year's ordinary depreciations	3 532	4 555	7 806	8 616	2 429	26 937
Acc. depreciation disposal	0	0	0	0	0	0
Acc. depreciation 31.10	**38 399**	**40 100**	**84 376**	**80 757**	**12 636**	**256 269**
Net book value	**75 638**	**104 018**	**50 623**	**142 510**	**7 262**	**380 050**
Economic life	30 years	40 years	10-25 years	30 years	5 years	
Depreciation plan	Straight-line	Straight-line	Straight-line	Straight-line	Straight-line	

In connection with the construction of Wyller Multi Arena, that was completed in 2012, the company received a grant equal to TNOK 36 458 from Oslo Municipality. This subsidy was used to cover part of the construction cost and covers capitalized expenditures within all fixed asset categories shown above. The subsidy was deducted from the capitalized expenditures above and was deducted at completion. As security that the subsidized fixed assets have been used in accordance with the required purpose, a low priority mortgage has been pledged on this fixed asset.

Note 5 Operating expenses

Annual lease costs and commitments related to long term lease agreements for fixed assets.

Group	Duration	1 year	1-5 years	More than 5 years
Ground areas	24-76 years	1 418	7 090	40 875
Rent of premises	1-3 years	827	0	0
Machinery and vehicles	3-7 years	5 484	13 216	1 907
Total		**7 729**	**20 306**	**42 782**

Note 6 Transactions with related parties

Group	2024	2023
Interest income - AS Parks Holding	159	54
Total	**159**	**54**

Note 7 Tax

	Group 2024	Group 2023
This year's tax expense		
Current tax payable	91	78
Changes in deferred tax assets	-428	618
Tax on group contribution paid to parent company	6 675	2 899
Other changes	0	0
Tax expense of operating result	**6 338**	**3 595**
Calculation of this year's tax base		
Operating result before tax	29 198	15 696
Permanent differences	-432	-1 677
Depreciation of group goodwill and groundworks	3 753	3 900
Changes in temporary differences	-1 232	-4 297
Total	**31 287**	**13 622**
Tax losses carried forward	-990	0
Group contribution to parent company	-30 343	-13 179
This year's tax base	**-46**	**443**
Payable tax in the balance		
Payable tax on this year's result	49	78
Payable tax prior to acquisition of subsidiary	0	53
Total payable tax in the balance	**49**	**131**
Deferred tax relates to the following temporary differences:		
Fixed- and intangible assets	148 275	144 516
Inventories	-100	-100
Outstanding receivables	-3 194	-976
Accumulated tax losses carried forward	-492	0
Net temporary differences	**144 489**	**143 440**
Non-included temporary differences	-9 466	-6 469
Basis for deferred tax	**135 023**	**136 971**
Deferred tax (22%)	**29 705**	**30 132**
Reconciliation of effective tax rate		
Calculated tax based on nominal tax rate	6 424	3 453
Effect of permanent differences	734	480
Effect of unrecognized deferred tax asset	-591	-327
Effect of different tax rate in Switzerland (19,7%)	-10	-10
Tax expense	**6 556**	**3 596**
Effective tax rate	22 %	23 %

Note 8 Equity

Group	Share capital	Own shares	Share premium	Other paid in capital	Other equity	Total
Equity 01.11.2023	**3 257**	**0**	**115 766**	**12 889**	**65 899**	**197 811**
Profit/loss for the year	0	0	0	0	22 860	22 860
Translation differences	0	0	0	0	66	66
Purchase of own shares****	0	-217	0	0	-45 183	-45 400
Group contribution paid **	0	0	0	0	-23 667	-23 667
Group contribution received*	0	0	0	30 053	0	30 053
Dividends distributed	0	0	0	0	-18 734	-18 734
Equity 31.10.2024	**3 257**	**-217**	**115 766**	**42 942**	**1 241**	**162 989**

* Group contribution paid is given to AS Parks Holding and AS Vidsjå
** Group contribution received is from AS Vidsjå
*** Purchase of own shares from AS Parks Holding and minority shareholders

Note 9 Loans to related parties

Group	31.10.2024	31.10.2023
Long-term loan - AS Parks Holding	3 712	3 452
Group contribution payable - AS Parks Holding	-290	-3 407
Group contribution payable - AS Vidsjå	-32 981	-12 889
Group contribution receivable - AS Vidsjå	32 981	12 889
Total	**3 422**	**46**

AS Parks has provided loan to the below listed shareholders to finance share purchases in AS Parks under the management incentive program. The interest rate is set to 3% p.a. These loans become due for payment once the employees sells their shares in AS Parks or in the employee's investment company.

Shareholder	2024	2023
Code Zero AS	0	2 008
EG Holding AS	392	392
Stray Invest AS	2 008	2 008
Snowy Consulting AS	0	339
Breiangen AS	0	707
Sum	**2 400**	**5 455**

Note 10 Inventory

	Group	
	2024	**2023**
Inventory valued at cost	7 762	7 134
Provision for obsolescence	-100	-100
Total	**7 662**	**7 034**

Note 11 Receivables and liabilities

	Group	
	2024	**2023**
Accounts receivable at face value	10 385	7 501
Provision for losses on accounts receivables	-1 057	-928
Accounts receivables in the balance	**9 328**	**6 573**

Note 12 Cash and Cash Equivalents

Group	2024	2023
Bank deposits*	2 088	2 496

* This is restricted deposits related to taxes withheld from employees.

Note 13 Share capital and shareholder information

The share capital of NOK -3 257 170 consists of 10 507 shares with a par value of NOK 310 per share.

Shareholder overview as of 31.10.2024:

Shareholder	Ordinary shares	Ownership share	Voting share
AS Parks Holding	9 500	90,42 %	90,42 %
Stray Invest AS	71	0,68 %	0,68 %
EG Holding AS *	71	0,68 %	0,68 %
Storstein AS	167	1,59 %	1,59 %
One Communication AS *	33	0,31 %	0,31 %
Own shares (AS Parks)	665	6,33 %	6,33 %
Total	**10 507**	**100%**	**100%**

* Shares are held by management.
** Shares are held by board member

Note 14 Loans from financial institutions

	Group	
	2024	**2023**
Short-term debt to financial institutions	6 971	9 375
Long-term debt to financial institutions	215 500	186 625
Total	**222 471**	**196 000**

The company has refinanced and extended all its loans with external financial institutions, Danske Bank, in February 2024. The new loan facilities are refinancing of previous debt thorugh a serial loan of MNOK 184,0 and the establishment of an additional financing agreement of up to MNOK 80,0 in the form of a revolving credit facility (RCF). Additionally, there is a renewed agreement regarding the existing working capital credit facility of MNOK 12,0 associated with the corporate cash pool agreement within the group.

The new loan terms, in the form of financial covenants measured at the group level, are consistent with the previous loan conditions and encompass requirements related to net interest-bearing debt/EBITDA, book equity ratio and total nominal value equity. The Group was per 31.10.2024 in compliance with loan covenants agreed with Danske Bank.

Existing pledges on the group's subsidiaries are maintained as collateral for the overall financing in the Group.

	Book value 31.10.2024	**Maturity**	**Instalment < 1 year**	**Instalment 1-5 years**	**Instalments over 5 years**
Danske Bank	175 500	01.02.2027	17 000	158 500	0
Danske Bank	40 000	01.02.2027	0	40 000	0
	215 500		**17 000**	**198 500**	**0**

As collateral for long-term loans, there are liens and mortgages on fixes assets, shares in subsidiaries, trade receivables and inventories in AS Parks and it's subsidiaries.

The Group has a group cash pool scheme where AS Parks is the main account holder. AS Parks, Drammen Skisenter AS, Kongsberg Skisenter AS, Skiservice Tomm Murstad AS, TryvannWyller AS and Skimore AS participates in this scheme. The group cash pool scheme includes a net drawing right limited to MNOK 12,0 with Danske Bank. In the event there is a net drawn amount on this group credit facility, the Group is charged a 3-month NIBOR + a margin. All the subsidiaries included in the scheme are joint and several liable for the net drawn amount on the credit facility for a total nominal value of MNOK 12,0.

Note 15 Damage to the ski lift in Kongsberg Skisenter

Damage to the ski lift in Kongsberg Skisenter
On September 4, 2024, the main chair lift in Kongsberg Skisenter experienced significant water damage due to heavy rainfall. The extent of the damage was considerable where the newly constructed underground garage was completely flooded. This incident caused extensive damage to the building, the chairlift system and all electrical components necessary for the operation and usage of the lift. The garage and the chairlift were delivered as a complete and turnkey project in December 2022. Both Kongsberg Skisenter and its insurance provider have asserted that deficiencies exist in the delivery and are holding the general contractor liable under the terms of the construction agreement. The contractor has on their end claimed that they are not liable for the damages caused by the heavy rainfall and that this was an extraordinary event of nature that the construction design would not be able to withstand. Independent expert reports are currently being prepared to investigate the hydrological and structural circumstances that led to the water intrusion. These reports aim to establish the factual causes of the incident. Based on the preliminary documentation presently available, the group's management has assessed that contractually the liability for the incurred damage and its repair rests on the contractor and that this is the most likely outcome. Consequently, management has assessed that no impairment charge should be booked for the damaged part of the ski lift. The insurance company is of the opinion that this is a liability that lies with the contractor and therefore they have not stated whether or not this is an insured event covered by the insurance company. However, management is of the opinion that if the contractor will be successful in claiming no responsibility, the insurance company will have to cover the damages under the terms of the existing terms and condition of the insurance policy. The final outcome is yet to be resolved and there is a risk that management's assessment is wrong and that no impairment charge will have to be made in future financial periods. The chair lift is currently in full operation after temporary repair while the full repair is planned to be done during summer of 2025.

Other significant transactions
An extraordinary dividend of MNOK 20 was declared and paid on December 30, 2024.

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Statement of profit and loss

	Note	31.10.2024	31.10.2023
Operating income and operating expenses			
Other income	1	11 810 385	13 505 707
Operating income		**11 810 385**	**13 505 707**
Payroll expenses	2	8 945 317	9 791 856
Depreciation and amortisation expenses	3	239 157	239 157
Other operating expenses	2	12 401 465	13 165 899
Operating expenses		**21 585 938**	**23 196 912**
Operating profit		**-9 775 553**	**-9 691 205**
Financial income and expenses			
Income from subsidiaries		51 792 748	31 316 489
Interest income from group companies	1	7 605 742	7 239 623
Interest income		1 922 763	1 125 698
Other financial income		41 515	2 200
Interest expense to group companies	1	167 167	283 608
Interest expenses		20 448 314	16 957 164
Other financial expenses		76 505	129
Net financial income and expenses		**40 670 783**	**22 443 109**
Operating result before tax		**30 895 230**	**12 751 904**
Tax on ordinary result	4	6 579 206	2 807 759
Net profit or loss	**5**	**24 316 024**	**9 944 145**
Distributions and transfers			
Intra-group contribution given		-23 441 189	0
To (-)/ from (+) other equity		-874 835	-9 944 145
Total distributed		**-24 316 024**	**-9 944 145**

AS Parks

Statement of financial position

	Note	31.10.2024	31.10.2023
Assets			
Fixed assets			
Intangible assets			
Software	3	131 354	370 510
Deferred tax assets	4	51 918	19 507
Total intangible assets		**183 272**	**390 017**
Non-current financial assets			
Investments in subsidiaries	6	195 609 067	195 609 067
Loan to group companies	7	121 127 408	121 462 985
Loan to related parties/ shareholders	1, 2	2 400 354	5 455 350
Total non-current financial assets		**319 136 829**	**322 527 402**
Total fixed assets		**319 320 101**	**322 917 419**
Current assets			
Accounts receivables		2 166 757	3 360 626
Other short-term receivables		539 390	505 487
Receivables from group companies	7	96 290 218	83 601 328
Total receivables		**98 996 365**	**87 467 441**
Cash and cash equivalents	8	431 925	598 911
Total current assets		**99 428 290**	**88 066 352**
Total assets		**418 748 390**	**410 983 771**

AS Parks

Statement of financial position

	Note	31.10.2024	31.10.2023
Equity and liabilities			
Equity			
Paid in capital			
Paid in equity	5, 9	3 257 170	3 257 170
Own shares		-217 000	0
Share premium reserve	5	158 707 819	128 655 054
Total paid-up equity		**161 747 989**	**131 912 224**
Retained earnings			
Retained earnings	5	-61 186 755	1 855 587
Total retained earnings		**-61 186 755**	**1 855 587**
Total equity	**5**	**100 561 234**	**133 767 811**
Non-current liabilities			
Liabilities to financial institutions	10	215 500 000	186 625 000
Other non-current liabilities		0	8 699 619
Total non-current liabilities		**215 500 000**	**195 324 619**
Current liabilities			
Liabilities to financial institutions		6 970 637	9 375 303
Trade payables		351 387	1 752 921
Public duties payables		712 352	859 694
Liabilities to group companies	7	87 902 366	65 848 453
Other current liabilities		6 750 415	4 054 971
Total current liabilities		**102 687 156**	**81 891 341**
Total liabilities		**318 187 156**	**277 215 960**
Total equity and liabilities		**418 748 390**	**410 983 771**

Oslo, January 29. 2025

Thor Johan Furuholmen Chairman of the Board AS Parks	Harald Marius Flaaten Board Member AS Parks	P. Espen Bengston CEO AS Parks

Statement of cash flows

AS Parks

	Note	31.10.2024	31.10.2023
Cash flows from operating activities			
Profit/loss before tax		30 895 230	12 751 904
Ordinary depreciation		239 157	239 157
Change in accounts receivable		1 193 870	-2 130 218
Change in accounts payable		-1 401 534	1 165 344
Net financial items		-40 670 783	-22 443 000
Interest paid		0	-15 831 000
Change in other accrual items		2 007 104	3 901 000
Net cash flows from operating activities		**-7 736 956**	**-22 346 814**
Cash flows from investment activities			
Purchase of own shares		-45 183 000	0
Payments for shares in subsidiaries	6	0	-5 670 000
Payments to group companies/ shareholders	7	11 874 714	1 201 000
Net change in intercompany cashpool arrangement	7	1 941 610	0
Net cash flows from investment activities		**-31 366 676**	**-4 469 000**
Cash flows from financing activities			
Proceeds from the issuance of new long-term liabilities	10	215 500 000	0
Repayment of long-term liabilities		-186 625 000	-10 500 000
Net change in bank overdraft facilities		-2 404 666	9 375 000
Payment of dividend		18 734 177	0
Proceeds from Group contributions	7	31 200 489	24 260 000
Net cash flows from financing activities		**38 936 646**	**23 135 000**
Net change in cash and cash equivalents		-166 986	-3 680 814
Cash and cash equivalents at the start of the period		598 911	4 279 401
Cash and cash equivalents at the end of the period		**431 924**	**598 587**

Accounting principles

Basis of preparation
The financial statements of AS Parks ("the Company") covers the period 1 November 2023 to 31 October 2024. The financial statements have been prepared by the company's Board of Directors and management in accordance with the Accounting Act and generally accepted accounting principles in Norway "NGAAP". The Board of Directors' report and the auditor's report are an integral part of the financial statements.

Estimation uncertainty
The preparation of the financial statements in conformity with NGAAP requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Reassessments of accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Classification principles
Assets with a maturity of one year or less and assets the Company expects to realize, or intends to sell or consume, in its normal operating cycle are presented as current assets in the financial statements. Assets held for long term use or long-term ownership are presented as non-current assets.

Revenue
The Company's revenue consists of services delivered to subsidiaries. Revenue is recognized at the time of delivery of services and goods.

Taxes
The tax expense in the income statements consists of current taxes payable and changes in deferred tax/deferred tax assets.

Deferred tax/deferred tax assets are calculated based on the temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for tax purposes. Deferred tax assets and liabilities are measured based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Property, plant and equipment
Property, plant, and equipment are recognized at cost of acquisition less depreciation and impairment charges. These assets are recognized at acquisition cost less depreciation and impairment charges. Acquisition cost includes costs directly associated with the acquisition of a certain item of property, plant and equipment.

Costs that significantly increase the life of assets and/or increase capacity are capitalized as enhancements as part of the property, plant and equipment, when it is probable that future economic benefits associated with the expense will flow to the Company, and the expense can be reliably estimated. Other repair and maintenance costs are recognized in the income statement when incurred.

Property, plant and equipment that are available for use are depreciated according to a straight-line plan, so that the acquisition costs of property, plant and equipment are depreciated to their residual value at the annual depreciation over their estimated useful lives.

The book value of the company's assets is reviewed on the balance sheet date to assess whether there are indications of impairment. If there are such indications, the asset's recoverable amount is estimated.

Impairment losses are recognized in the income statement when the carrying amount of an asset or cash-generating unit exceeds recoverable amount.

The recoverable amount is the higher of the net selling price and value in use. Value in use is calculated by discounting expected future cash flows to present value by using discount rate before tax that reflects the market's pricing of the time value of money and the risk associated with the specific asset. If it is not possible to estimate the recoverable amount of the individual asset, the Company determine the recoverable amount of the cash-generating unit to which the asset belongs.

Shares in subsidiaries, associates and other companies
Shares in subsidiaries and shares in associates are presented according to the cost method in the parent separate financial statements. If the fair value of these shares is lower than the carrying amount and this reduction in value is not regarded to be temporary, a write down of the shares is recorded to reflect the fair value in the financial statements.

Dividends, group contributions and other distributions of retained earnings from subsidiaries is recognized as financial income. Distributions exceeding the portion of retained equity after the purchase are reflected as a reduction in the carrying amount.

Receivables
Accounts receivable are amounts due from customers for services and products sold as part of the ordinary course of business. Accounts receivables are initially measured at the transaction price and allowance for losses is recognized when there are objective indicators that the recoverable amount is lower than the transaction price. Allowance for bad debt consists of the difference between nominal value and fair value, which is the present value of expected cash flows to be received.

Defined contribution plan
A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and has no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognized as payroll expenses in the periods during which services are rendered by the employees.

The Company has defined contribution pension plans for its employees. These plans satisfy the statutory requirements in the Norwegian law for mandatory pension plan for employees ("lov om obligatorisk tjenestepensjon").

Cash and cash equivalents
Cash and cash equivalents include cash on hand and demand deposits and short-term highly liquid investments that are readily convertible to known amounts of cash, and these assets are subject to an insignificant risk of changes in fair value and have a maturity of three months or less from the acquisition date. The revolving credit facilities are presented in the balance sheet under short-term debt.

The statements of cash flows are prepared using the indirect method where the Company's cash flow has been broken into cash from operating-, investing- and financing activities.

Note 1 Transactions with related parties

	2024	2023
Group contributions from subsidiaries	34 580 488	58 791 643
Other income*	11 810 385	13 505 707
Interest income	7 605 742	7 239 623
Interest expense	-167 167	-283 608
Total	**53 829 448**	**79 253 364**

* Other income relates to management fee, accounting services and other services provided to subsidiaries.

Note 2 Salary costs and benefits, remuneration to the chief executive, board and auditor

Salary costs	2024	2023
Salaries	6 882	7 545
Employment tax	1 161	1 266
Pension costs	484	0
Other benefits	418	981
Total	**8 945 317**	**9 791 856**
Average number of FTEs	7,6	7,9

Remuneration to Management

Remuneration to Management	Managing Director
Salary	2 095 170
Pension costs	123 488
Other benefits	8 216
Total	**2 226 874**

Pension liabilities

The company is obliged to have an occupational pension scheme in accordance with the Act on Mandatory Occupational Pensions. The company's pension schemes satisfy the requirements of this Act.

Remuneration to the board was TNOK 0 in 2023/2024

AS Parks has not provided loans to nor issued any financial guarantees in favor of the Managing Director. AS Parks has provided loan to the below listed shareholders to finance share purchases in AS Parks under the management incentive program. The interest rate is set to 3% p.a. These loans become due for payment once the employees sells their shares in AS Parks or in the employee's investment company.

Shareholder	2024	2023
Code Zero AS	0	2 008 377
EG Holding AS	391 977	391 977
Stray Invest AS	2 008 377	2 008 377
Snowy Consulting AS	0	339 444
Breiangen AS	0	707 175
Sum	**2 400 354**	**5 455 350**

Expensed remuneration to the auditor, excluding VAT, is as follows:

	2024	2023
Audit services	464 307	494 000
Other services	95 345	138 902
Total	**559 652**	**632 902**

Note 3 Non-current assets

	ERP-system	Total
+ Additions	610 000	610 000
= Acquisition cost 31.10.2023	**610 000**	**610 000**
Accumulated depreciation 31.10.2024	478 313	478 313
= Book value 31.10.2024	**131 687**	**131 687**
This year's ordinary depreciations	239 157	239 157
Economic life	3 years	
Depreciation plan	Straight-line	

Note 4 Tax

This year's tax expense	2024	2023
Tax on ordinary profit/loss:		
Calculated current tax payable	6 611 617	2 835 500
Changes in deferred tax	-32 411	-27 450
Tax expense on ordinary profit/loss	**6 579 206**	**2 808 050**
Taxable income:		
Result before tax	30 895 230	12 752 000
Permanent differences	-51 792 748	13 000
Changes in temporary differences	147 320	124 362
Received intra-group contribution	51 792 748	0
Provided intra-group contribution	-30 052 806	-12 889 000
Allocation of loss to be brought forward	-989 744	0
Taxable income	**0**	**362**
Payable tax in the balance:		
Payable tax on this year's result	-4 782 787	1 583 449
Payable tax on provided Group contribution	-6 611 617	-2 836 000
Payable tax on received Group contribution	11 394 405	6 890 000
Total calculated current tax payable in the balance	**0**	**5 637 449**
Calculation of effective tax rate		
Profit before tax	30 895 230	12 752 000
Calculated tax on profit before tax	6 796 951	2 805 000
Tax effect of permanent differences	0	2 860
Other changes	-217 744	0
Total	**6 579 207**	**2 807 860**
Effective tax rate	21,3 %	22,2 %

The tax effect of temporary differences that has formed the basis for deferred tax and deferred tax advantages, specified on type of temporary differences

	2024	2023	Difference
Tangible assets	-235 991	-88 670	147 320
Total	**-235 991**	**-88 670**	**147 320**
Basis for deferred tax assets	**-235 991**	**-88 670**	**147 320**
Deferred tax assets (22 %)	**-51 918**	**-237 251**	**185 333**

Note 5 Equity

	Share capital	Own shares	Share premium reserve	Retained earnings	Total
As at 01.11.2023	3 257 170	0	128 655 054	1 855 587	133 767 811
Result for the year	0	0	0	24 316 024	24 316 024
Purchase of own shares***	0	-217 000	0	-45 183 000	-45 400 000
Dividend	0	0	0	-18 734 177	-18 734 177
Group contribution paid*	0	0	0	-23 441 189	-23 441 230
Group contribution recieved**	0	0	30 052 806	0	30 052 806
As at 31.10.2024	**3 257 170**	**-217 000**	**158 707 819**	**-61 186 755**	**100 561 234**

* Group contribution paid is given to AS Vidsjå
** Group contribution recieved is from AS Vidsjå
*** Purchase of own shares from AS Parks Holding and minority shareholders

Note 6 Shares in subsidiaries

Investments in subsidiaries are booked according to the cost method.

Subsidiary	Location	Ownership	Profit/loss 2024	Equity 2024	Book value
TryvannWyller AS	Oslo	100%	35 801 281	143 402 084	107 777 247
Skimore AS	Oslo	100%	-937 259	17 336 051	5 099 948
Drammen Skisenter AS	Drammen	100%	-550 595	7 097 408	25 213 181
Kongsberg Skisenter AS	Kongsberg	100%	7 066 364	40 411 700	56 585 071
Skimore AG	Zollikon, Switzerland	100%	369 865	2 361 682	933 620
Total					**195 609 067**

On 1 November 2018 the shareholders entered into a shareholders' agreement pertaining to the joint ownership in Drammen Skisenter AS. The agreement provided AS Parks with several options (subject to certain conditions) to increase its ownership stake in Drammen Skisenter AS. On February 28th 2023 AS Parks bought the remaining 49,9% shares in Drammen Skisenter AS and now holds 100% of the ownership in Drammen Skisenter AS. AS Parks paid NOK 35 000 per share, which gives a total of NOK 12 460 000 which is the same price that AS Parks paid for the majority shares in 2018. The transaction was settled in cash and a seller credit in AS Parks.

Note 7 Intercompany balances

31.10.2024	AS Parks Holding	Skimore AS	Drammen Skisenter	Tryvann Wyller	Kongsberg Skisenter	Ski-service*	Sum
Long-term loan	3 711 556	0	22 559 132	0	94 856 721	0	121 127 408
Group contribution	0	0	0	19 151 059	1 599 139	0	20 750 198
Trade receivables	0	183 219	229 024	1 168 020	526 754	0	2 107 017
Total	**3 711 556**	**183 219**	**22 788 155**	**20 319 079**	**96 982 614**	**0**	**143 984 623**

31.10.2023	AS Parks Holding	Skimore AS	Drammen Skisenter	Tryvann Wyller	Kongsberg Skisenter	Ski-service*	Sum
Long-term loan	3 452 288	0	21 153 908	0	96 856 789	0	121 462 985
Receivable/ liability cashpool	0	-11 284 431	-15 630 276	-39 730 095	9 179 408	1 700 611	-55 764 783
Group contribution	0	3 991 119	0	25 624 718	0	0	29 615 837
Short-term receivables	0	0	792 093	1 148 218	633 674	0	2 573 985
Trade payables	0	0	0	0	-61 797	0	-61 797
Total	**3 452 288**	**-7 293 312**	**6 315 725**	**-12 957 159**	**106 608 074**	**1 700 611**	**97 826 227**

*Skiservice Tomm Murstad Jr. AS

Note 8 Cash and cash equivalents

	2024	2023
Restricted cash deposits related to taxes withheld from employees	431 925	598 911

Note 9 Shareholders

The share capital of -3 257 170 NOK consists of 10 507 shares with a par value of 310 NOK per share.

Shareholder overview as of 31.10.2024:

Shareholder	Ordinary shares	Ownership share	Voting share
AS Parks Holding	9 500	90,42 %	90,42 %
Stray Invest AS	71	0,68 %	0,68 %
EG Holding AS *	71	0,68 %	0,68 %
Storstein AS	167	1,59 %	1,59 %
One Communication AS *	33	0,31 %	0,31 %
AS Parks owned shares	665	6,33 %	6,33 %
Total	**10 507**	**100,00 %**	**100,00 %**

* Shares are held by management.
** Shares are held by board member

Note 10 Loans to financial institutions

	2024	2023
Short-term debt to financial institutions	6 970 637	0
Long-term debt to financial institutions	215 500 000	186 625 000
Total	**222 470 637**	**186 625 000**

The company has refinanced and extended all its loans with external financial institutions, Danske Bank, in February 2024. The new loan facilities are refinancing of previous debt thorugh a serial loan of MNOK 184,0 and the establishment of an additional financing agreement of up to 80 000 000 NOK in the form of a revolving credit facility (RCF). Additionally, there is a renewed agreement regarding the existing working capital credit facility of 12 000 000 NOK associated with the corporate cash pool agreement within the group.

The new loan terms, in the form of financial covenants measured at the group level, are consistent with the previous loan conditions and encompass requirements related to net interest-bearing debt/EBITDA, book equity ratio and total nominal value equity. The Group was per 31.10.2024 in compliance with loan covenants agreed with Danske Bank.

Existing pledges on the group's subsidiaries are maintained as collateral for the overall financing in the Group.

	Book value 31.10.2024	Maturity	Instalment < 1 year	Instalment 1-5 years	Instalments over 5 years
Danske Bank	-40 000 000	01.02.2027	0	40 000 000	0
Danske Bank	-175 500 000	01.02.2027	17 000 000	158 500 000	0
	-215 500 000		**17 000 000**	**198 500 000**	**0**

As collateral for long-term loans, there are liens and mortgages on fixes assets, shares in subsidiaries, trade receivables and inventories in AS Parks and it's subsidiaries.

The Group has a group cash pool scheme where AS Parks is the main account holder. AS Parks, Drammen Skisenter AS, Kongsberg Skisenter AS, Skiservice Tomm Murstad AS, TryvannWyller AS and Skimore AS participate in this scheme. The group cash pool scheme includes a net drawing right limited to 12 000 000 NOK with Danske Bank. In the event of there is a net drawn amount on this group credit facility, the Group is charged a 3-month NIBOR + a margin. All the subsidiaries included in the scheme are joint and several liable for the net drawn amount on the credit facility for a total nominal value of 12 000 000 NOK.

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Independent Auditor's Report

Opinion

We have audited the financial statements of AS Parks, which comprise:

- the financial statements of the parent company AS Parks (the Company), which comprise the balance sheet as at 31 October 2024, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and
- the consolidated financial statements of AS Parks and its subsidiaries (the Group), which comprise the balance sheet as at 31 October 2024, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements,
- the financial statements give a true and fair view of the financial position of the Company as at 31 October 2024, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and
- the consolidated financial statements give a true and fair view of the financial position of the Group as at 31 October 2024, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company and the Group as required by relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Board of Directors and the Managing Director (management) are responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but

Other Information

The Board of Directors and the Managing Director (management) are responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

In connection with our audit of the financial statements, our responsibility is to read the Board of Directors' report. The purpose is to consider if there is material inconsistency between the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or whether the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

Based on our knowledge obtained in the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable statutory requirements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's and the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error. We design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's and the Group's internal control.

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's and the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

  However, future events or conditions may cause the Company and the Group to cease to continue as a going concern.

- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Oslo, 30 January 2025

KPMG AS

John Thomas Sørhaug
State Authorised Public Accountant

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