



Q1 2022

REPORT

Nordic Aqua Partners A/S
Hundegade 1, 6760 Ribe, Denmark
Business Registration No. 38 18 30 01



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Nordic Aqua Partners in China

World's 1st producer of fresh Atlantic salmon in China

Nordic Aqua Partners

Nordic Aqua Partners is a Nordic land-based Atlantic salmon farming company, using cutting-edge technology and expertise to set up the first fully integrated and commercially scaled Recirculating Aquaculture System [RAS] farm for Atlantic salmon located in Ningbo, China. With operations in place, Nordic Aqua Partners will be the first local producer of truly sustainable Atlantic salmon to the Chinese market, positioned to deliver fresh and locally farmed Atlantic salmon to ~100 million of China's wealthiest consumers within 5 hours and 1.4 billion consumers within 24 hours.

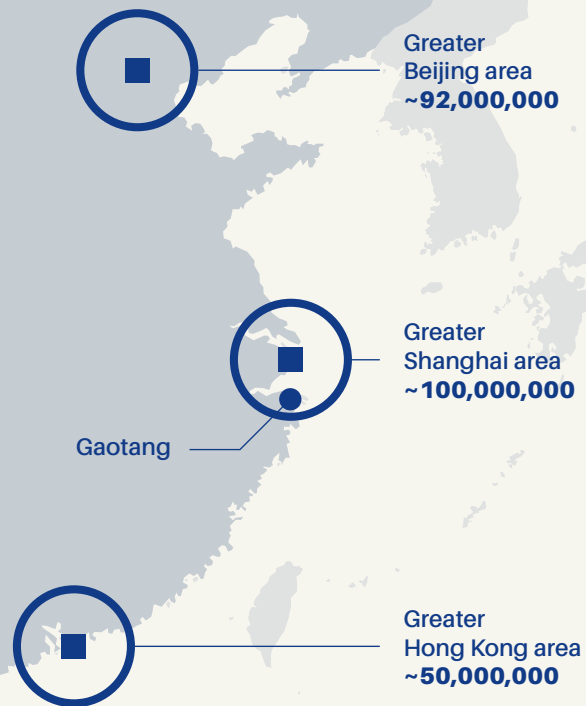
- Stage 1 under construction with 4,000 tonnes from 2024
- Fully funded to reach 4,000 tonnes, equity in place to reach 8,000 tonnes
- Existing plan for 20,000 tonnes and an ambition to reach 50,000 tonnes, including replications on other locations
- Uniquely located in greater Shanghai, with access to +100 million customers within 5 hours by car
- World class RAS team providing the best land-based Atlantic salmon farming experience and know-how and a management team with long experience from building businesses in China
- Dedicated support from local authorities and leading industry players

World's 1st producer
of fresh Atlantic
salmon in China

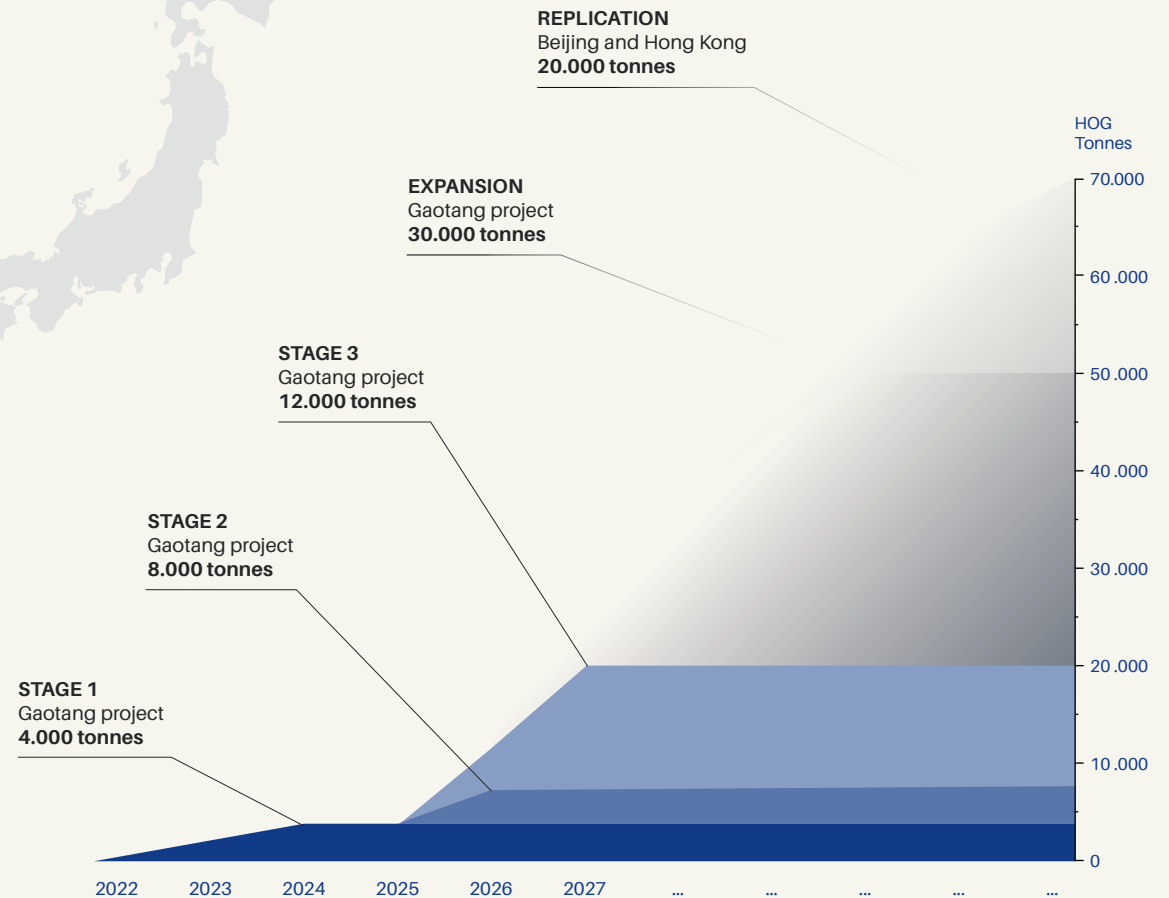


Pipeline with attractive upside

OPPORTUNITIES TO REPLICATE THE PROJECT



ILLUSTRATIVE PRODUCTION PROFILE



Highlights in Q1 2022

- Project on time and on budget – Hatchery and RAS 01 completed
- Inlay of first eggs in hatchery completed, feeding started May 17th
- Installation of RAS 02 and 03 progressing as per plan
- Record salmon price development in the Chinese market
- In process of transferring the jurisdiction of incorporation of NOAP from Denmark to Norway
- Capex of 20 MDKK in period Q1 2022 and 147 MDKK total out of total project capex of 370 MDKK
- Available liquidity of 476 MDKK as of 31.3.2022, including cash and undrawn credit facilities

Key figures

(figures in DKK 1000)	Q1 2022	Q1 2021
Other operating income	39	0
Cost of goods sold	0	0
Personnel expenses	-3,520	-1,241
Other operating expenses	-1,232	-1,738
EBITDA	-4,713	-2,979
Depreciations	-110	-5
Operating profit (EBIT)	-4,823	-2,984
Financial income	190	0
Financial expenses	-2,145	-2,073
Net financials	-1,955	-2,073
Profit/loss before tax	-6,778	-5,057
Income tax expense	0	0
Profit/loss for the period	-6,778	-5,057

Targeting 20,000 tonnes in 2027

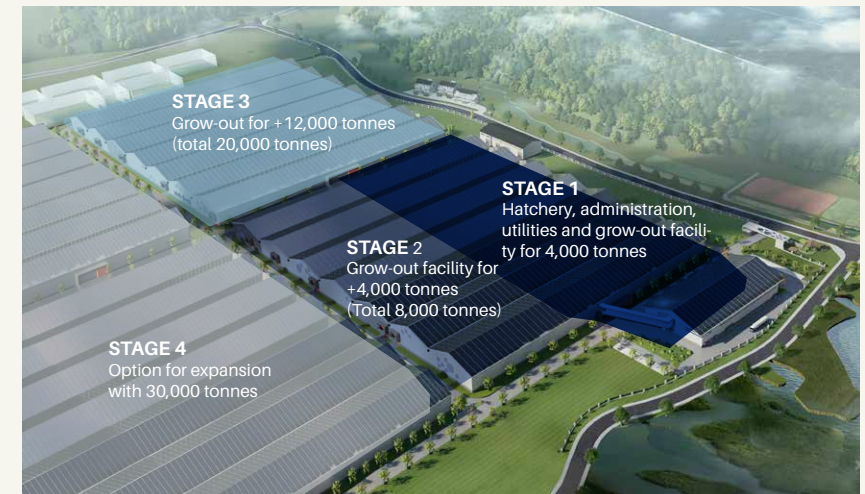
Nordic Aqua Partners A/S, through its 100% owned company in China, Nordic Aqua (Ningbo) Co. Ltd., is well underway to build a RAS based Atlantic salmon farm in Ningbo, the first of its kind in China, with an initial annual capacity of 4,000 tonnes. The company can expand up to 20,000 tonnes annual production on existing land, and have initiated the planning for such expansion. Underlying the company's targeted production volume is an assumption of 127 kg (lwe) per m³ tank capacity.

The local government is providing dedicated backing of the project, which has materialized in an attractive long-term lease agreement where the government provides infrastructure and facilities. The lease agreement is for an initial 8,000 tonnes. Initial discussions with the local government on principle terms and conditions to expand the annual capacity to reach 20,000 tonnes on current location and contracted land area are in process.

Based on the company's discussion with other land-based salmon producers, the achieved annual production capacity per tank volume is 100 - 135 kg(lwe) per m³. In the company's facility in China the assumed production capacity is 127 kg(lwe)/m³, which is within the range actually achieved by land-based salmon farmers today. If the farmers in Gaoting is able to increase output from 127 kg/m³ to 150 kg/m³, the total capacity of stage 2 would increase from 8,000 tonnes to 10,000 tonnes per year.

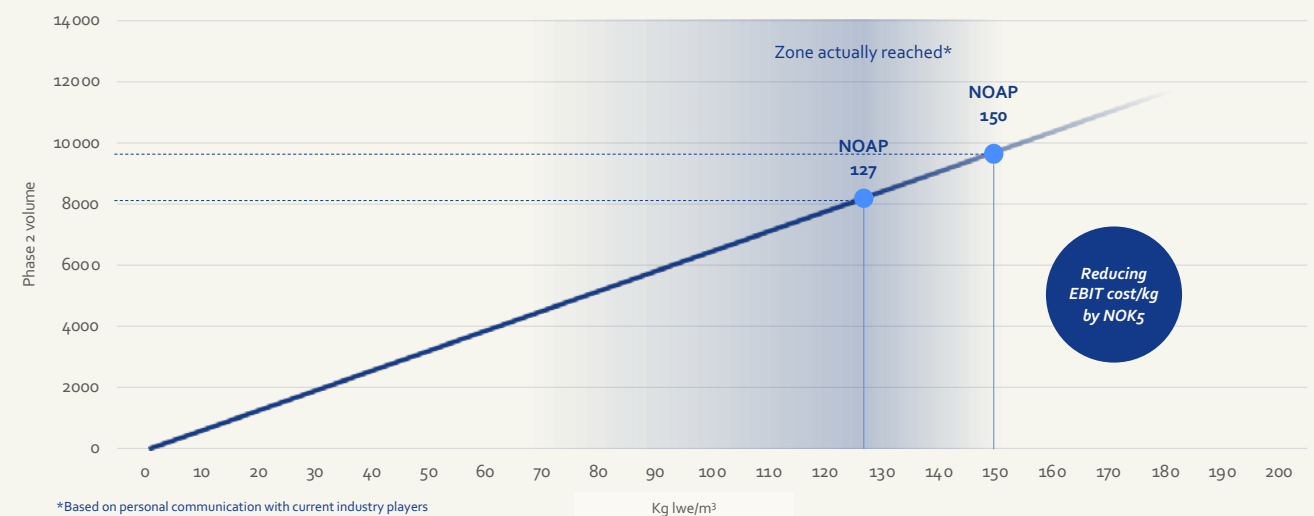
The overall objective is to start actual construction of such expansion within 2023, and therefore to gradually increase annual capacity to reach 20,000 tonnes capacity by end 2027.

Roadmap to 20,000 tonnes and beyond on Gaotang Island



ASSUMED PRODUCTION CAPACITY

Stage 2 production volume for different kg (lwe) / m³



Targeting 20,000 tonnes in 2027

Following completion of the equity financing in Q4 2020, construction commenced in Q2 2021. Infrastructure and building of the administration and the hatchery facility were completed in February 2022.

Eggs were introduced immediately after completion of the hatchery, and with estimated production of two years, this implies first harvest early 2024.

TIMELINE OF GAOTANG BUILDOUT

	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
Stage 1 4,000 tonnes			Q1 First eggs in hatchery		Q1 First harvest and steady state 4,000 tonnes harvest					
Stage 1+2 8,000 tonnes					Q2 Eggs for stage 2		Q2 First Harvest stage 2			
Stage 1+2+3 20,000 tonnes					Commences latest after stage 2			Q1 Expected steady state 20,000 tonnes		

Project review

STATUS

Stage 1 of the project continues to develop on time and within budget. Since completion of the building for administration, hatchery facility and RAS 1, 2 and 3 ("the small building") in late 2021, focus has been on installation and commission of the actual process equipment.

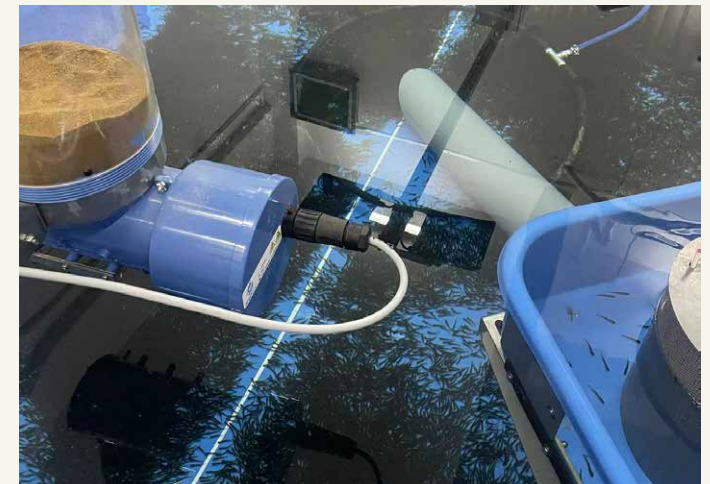
Project execution has been excellent. The Hatchery was completed on time for the first inlay of eggs in the first part of March, and RAS 1 was completed and commissioned on schedule, and fish was moved into RAS 01 in May. Installation of RAS 2 is in process, and installation of RAS 3 is scheduled to start in June. The small building is expected to be completed by Q2 2022, and relocation into new offices will be completed in August, all according to plan. All underground piping, filter basins and concrete tanks for RAS 11, 12

and 13 [first three RAS systems for Stage 2] will be completed in June, ready for installation of the RAS process equipment in due course.

The Covid-19 situation in China and the war in Ukraine has fortunately not impacted progress significantly. All equipment necessary for construction the coming 12 months is already on site, and the company has consequently not been impacted by logistical challenges. There has been no major Covid-19 outbreak at the construction site, allowing construction to progress as planned.

Construction of the large building, housing RAS 4-8, purging and processing plant, has also commenced. All piling and foundation work is now completed, and preparation work for installation of RAS 04 has started.

The local authorities are responsible for the construction of infrastructure and facilities through the lease agreement. Nordic Aqua Partners is very satisfied with the dedicated support shown by local authorities, which have delivered on time and with a committed interest in ensuring steady progress.



TIMELINE

In April 2021, Longyuan Construction Group Co. Ltd., one of the leading construction companies in China, was selected main contractor for all infrastructure, utilities, and facilities, and the company is now fully mobilized on site with site offices and dormitory. Longyuan is aligning construction work with the dynamic and complex ongoing RAS installation work.

AKVA Group, the turnkey supplier of technology, process equipment and subsequent installation and commissioning of the RAS equipment mobilized on site during the fall of 2021. Their local sub supplier contracted to do the mechanical and electrical instal-

lation arrived at site during the same time. AKVA Group and its sub-suppliers share offices with Nordic Aqua Partners project team and meets with the contractor on regular basis.

On March 9th 2022 the company successfully completed first inlay of eggs to the hatchery. With this, the company entered the next phase, moving from project phase to early phase production. The eggs used in the hatchery are quality eggs produced by Benchmark Genetics Iceland and have been imported in accordance with the import license issued to the company by local authorities. The company has eggs

on site to reach an annual production of 1,000 tonnes, the next batch of eggs is expected to arrive early June 2022.

As the company is now entering the production phase, the senior RAS team is well into the process of strengthening the farming competence and capacity by recruiting and training additional local farming operators. The organization is now accounting 30 employees.

Timeline

2022 Q1	2022 Q2	2022 Q3	2022 Q4	2023 Q1	2023 Q2	2023 Q3
Hatchery	RAS 1	RAS 3	RAS 4	RAS 5	RAS 6	RAS 8
	RAS 2				RAS 7	RAS 9

Project review

TECHNOLOGY

Nordic Aqua Partners is applying leading RAS technology and knowhow to develop the land-based Atlantic salmon farming facility. Nordic Aqua Partners is very satisfied with the dedicated support shown by local authorities, which have delivered on time and with a committed interest in ensuring steady progress. More-over, Nordic Aqua Partners has employed an internal RAS team with extensive experience in successful operation of similar RAS systems.

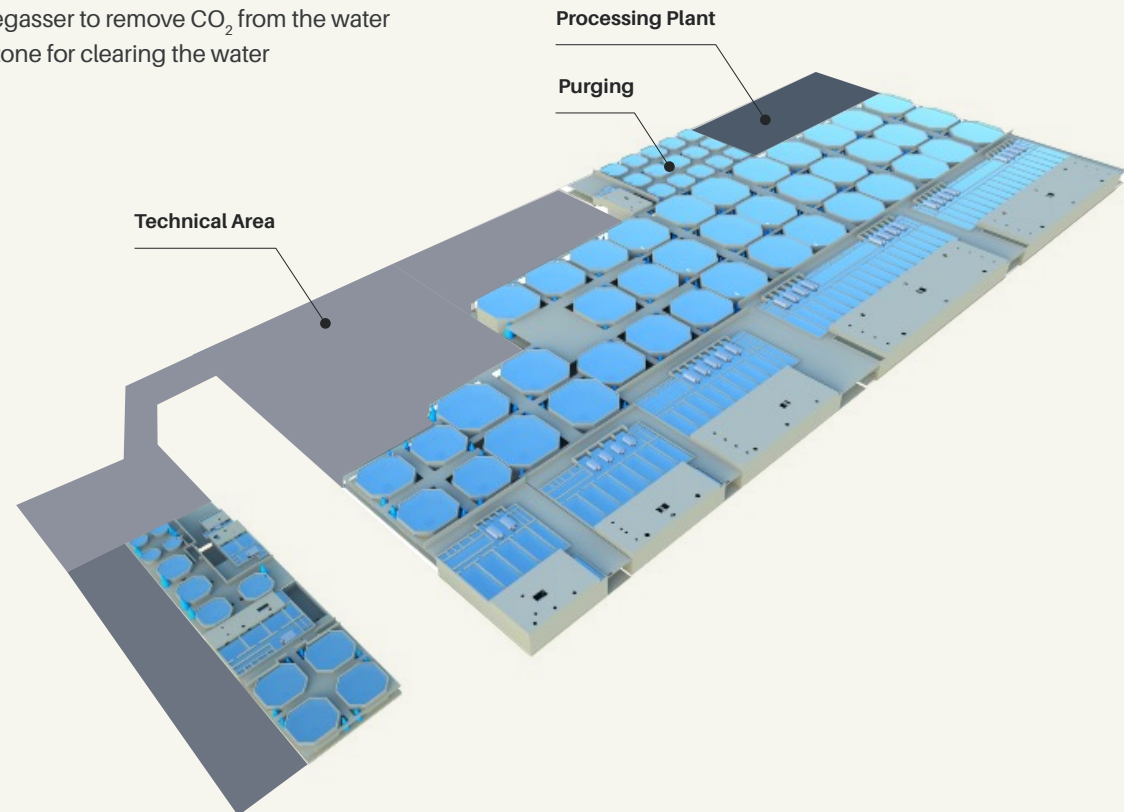
AKVA Group offers a complete solution where operating cost, user friendliness, maintenance cost and other factors are optimized. The system is a turnkey delivery with flexibility in assembling, allowing the company to utilize its long experience in building RAS facilities.

The first 4,000 tonnes facility is divided into 9 RAS departments, with hatchery and RAS 1-3 in a separate 6,200 m² smolt building over two floors, which also include offices, service functions, canteen, and accommodation facilities for future expansion. This facility also accommodate RAS 11-13, being RAS 1-3 for Phase 2 of the project. The larger RAS 4-8 units will be located in the larger 29,000 m² production building, where also the purging unit and processing plant will be located.

The basic idea with the AKVA RAS systems is to clean the water from the fish tanks so it can be reused and maintain an optimal water quality for the Atlantic salmon. The basic stages in the water cleaning process are:

- mechanical filter to remove particles
- biofilter to remove ammonia and keeping the water clear
- degasser to remove CO₂ from the water
- ozone for clearing the water

The water cleaning system is designed with focus to maintaining good water clearance for optimum fish performance. The mechanical filters are well dimensioned and the biofilters are fixed so they are used for cleaning out micro particles. Finally, ozone will be dosed at low levels also for keeping the water clean.



Project review

ILLUSTRATION OF TECHNOLOGY

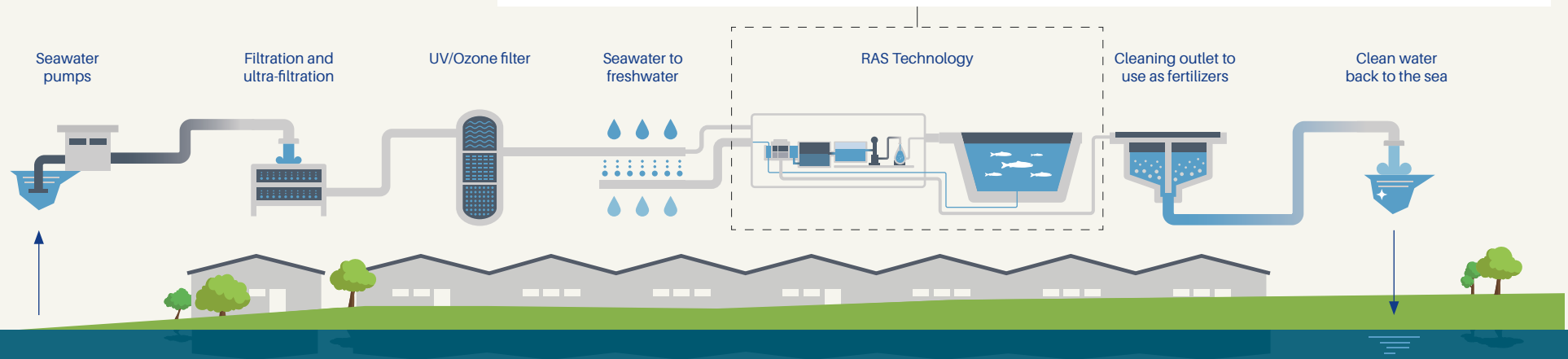
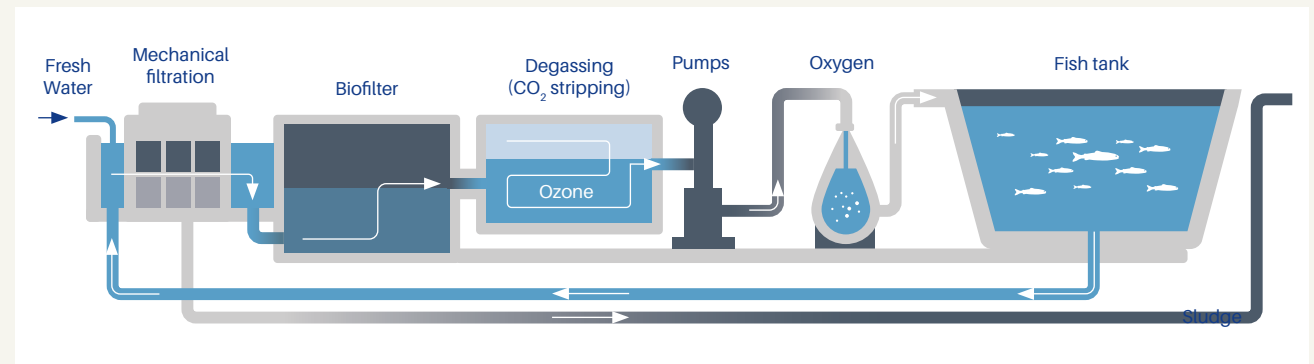
Nordic Aqua Partners will source the water from the ocean right next to the facility in the Gaotang Sound. After several years of monitoring and testing, the company is confident that the raw water is of superior quality for salmon farming. Before entering the fish farm, the raw water will be thoroughly filtered with sand filters and cartridge filter down to 5 microns before it is sterilized with UV/ozone for preventing diseases and parasites to enter the fish farm. Recent RAS history both in Norway and abroad has shown that incidents of fish mortality mostly occur with RAS systems with high saline water, which also is the reason for why Nordic Aqua Partners has chosen to run the systems with low salinity. This is accomplished by producing fresh-water from the seawater with reverse osmosis membrane filters. The internal RAS team in Nordic Aqua

Partners have decades of experience from operating RAS systems with low salinity, without any major incident of fish loss.

At the outlet of the fish farm and before the water leaves the RAS systems back to the ocean, it is filtered and cleaned to very high standards, and the discharged particles are excellent fertilizers for neighbouring agriculture.



The main energy source is the local 400 GWh solar and wind power facility. Moreover, the roofing of the salmon farm will be covered with solar panels to produce a considerable part of the energy consumption on site.



Project review

MILESTONES

Construction of stage 1 commenced in Q2 2021. This first stage includes a stepwise construction of a 4,000 tonnes grow out facility and a smolt facility.

Stage 2 and 3 are expected to bring total annual production to 20,000 tonnes by the end of 2027. The

company is leasing land, facilities, and infrastructure from the local government at a fixed price, consequently this is not included in the company's capex budget. Financials for stage 3 has not been formalized, but the company expect this to be on similar terms as for stage 2 resulting in a total project cost of

MDKK 1,840 million (excluding lease capex). Standardization and learning from phase 1, not included in the current budget, is expected to result in 15-20% lower capex on next phases, offsetting inflationary pressure. The capex budget consequently remains firm.

The Gaotang facility will be built out in three stages with a total production capacity of 20,000 tonnes

	Stage 1	Stage 2	Stage 3****	Total
RAS Capex	500 MNOK (370 MDKK)	500 MNOK (370 MDKK)	1,500 MNOK (1,100 MDKK)	2,500 MNOK (1,840 MDKK)
Paid in equity	600 MNOK (448 MDKK)			TBD
Secured bank financing**	250+50 MNOK (186+36 MDKK)			
Annual volume (HOG)	4,000	4,000	12,000	20,000
Capex/kg*** (HOG)	125 NOK (93 DKK)	125 NOK (93 DKK)	125 NOK (93 DKK)	125 NOK (93DKK)
WC/kg (HOG)	33 NOK (37 DKK)	31 NOK (27 DKK)	29 NOK (23 DKK)	29 NOK (23 DKK)
EBITDA cost / kg (HOG)	43 NOK (32 DKK)	41 NOK (30 DKK)	38 NOK (27 DKK)	38 NOK (27 DKK)
EBIT cost / kg (HOG)	51 NOK (38 DKK)	49 NOK (36 DKK)	46 NOK (33 DKK)	46 NOK (33 DKK)
Production Capacity (lwe)	127 Kg / m ³	127 Kg / m ³	127 Kg / m ³	127 Kg / m³

* Excluding lease with local government, including biomass and start-up costs

** Converted with EUR:DKK 745

*** Capex relates to processing equipment, building is leased

**** Not formalized, but estimated to similar to stage 2

Project review

PROJECT FINANCIALS

The company leases land, facilities, and infrastructure from the local government for a fixed price on a 20-year term (see funding section for details on lease agreement). Consequently, such costs are not included in the capex overview. This lease agreement further eliminates all risks related to possible cost overruns for such capex, which normally would account for 30-40% of total capex expenditure for similar project.

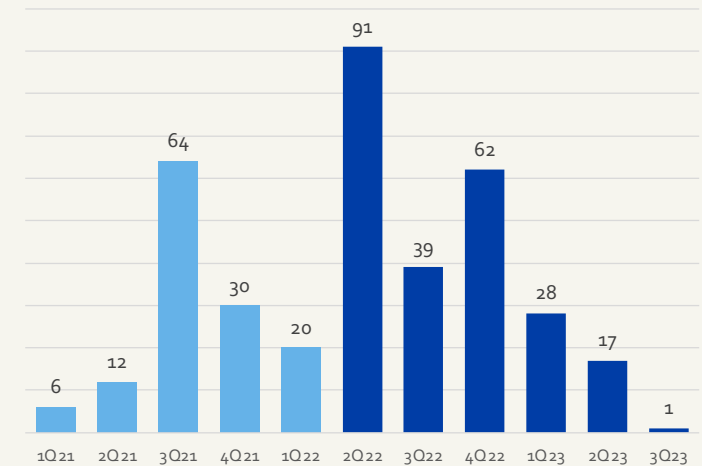
Capex payments are therefore related to RAS technology only. The contract with AKVA Group is a turn-key delivery contract, which means that the contract amount is fixed all the way to installation, commissioning, and handover of the complete RAS system. Since the IPO, the company has made some marginal capex savings due to a combination of optimization of design and local sourcing of part of the capex, and all such savings are used to further improve and optimize the design.

Capex overview stage 1

	DKK m
31.03.22	132
Before 2022	112
2022	20
<hr/>	
Remaining payments	DKK m
2022	192
2023	46

The RAS technology was started to be introduced during Q4 2021, and the company consequently made its first large capex payments during 2H 2021. Payment for equipment delivered throughout the quarter was paid early Q2 2022. Capex remains on budget.

Capex plan Gaotang Island stage 1 Total 370 MDKK



Project review

FUNDING

Total equity raised is DKK 448 million, of which DKK 418 million was raised in a private placement in connection with the company's IPO in Q4 2020.

Prior to the private placement, DKK 31 million of equity capital was invested in the company. The company expects to be fully equity funded to reach a production of 8,000 tonnes, but will need additional equity to scale production further. Timing of a potential equity issue depends on market sentiment and timing of upscaling. Stage 2 of the project is planned financed through a combination of debt and retained earnings from ongoing stage 1 operations.

Loan agreement signed

The Group has entered into a loan agreement with Eksfin - Export Finance Norway*, and Coöperative Rabobank U.A. ("Rabobank") for a senior secured export credit term loan and guarantee facility agreement, amounting to EUR 25 million. The loan amount will be split in 3 draw downs based on progress on Capex. The Facility shall be repaid in equal, consecutive quarterly instalments starting at date of finishing the Project, with maturity 10 years after the first draw-down date. Rabobank is the world's largest agriculture bank, with 25-year history in China - and a fully licensed branch in Shanghai.

Banking agreement and working capital facility

The company has an agreement with Bank of Ningbo, Xiangshan Branch, to provide banking services to its operation of the RAS based salmon farm in Ningbo, China. The agreement includes typical banking services for a company in rapid development and is based on a long-term partnership. The agreement also includes a conditional credit facility of MRMB 35 (MDKK 36) which is now used as a typical working capital facility.

Attractive lease with local government

The company has entered into a 20-year lease agreement in which the government of Xiangshan County will provide land area and construction of all infrastructure and buildings at a very attractive fixed monthly rental fee. The landlord is Xiangshan Strait Economic & Technological Cooperation Co., a 100% owned subsidiary of Xiangshan government. The structure of the lease agreement significantly reduces the risk to Nordic Aqua Partners, as any eventual cost overruns on the building side is with the landlord. The payment of rental fee will start January 1st, 2024, which concludes that no rental fee will be charged while the company is building up its biomass preparing for first harvest and sale. The Rental Contract also includes an option to acquire land, infrastructure, and facilities, all at agreed terms.

* Former Eksportkreditt Norge AS ("Eksportkreditt"), Garantiinstituttet for Eksportkreditt ("GIEK")

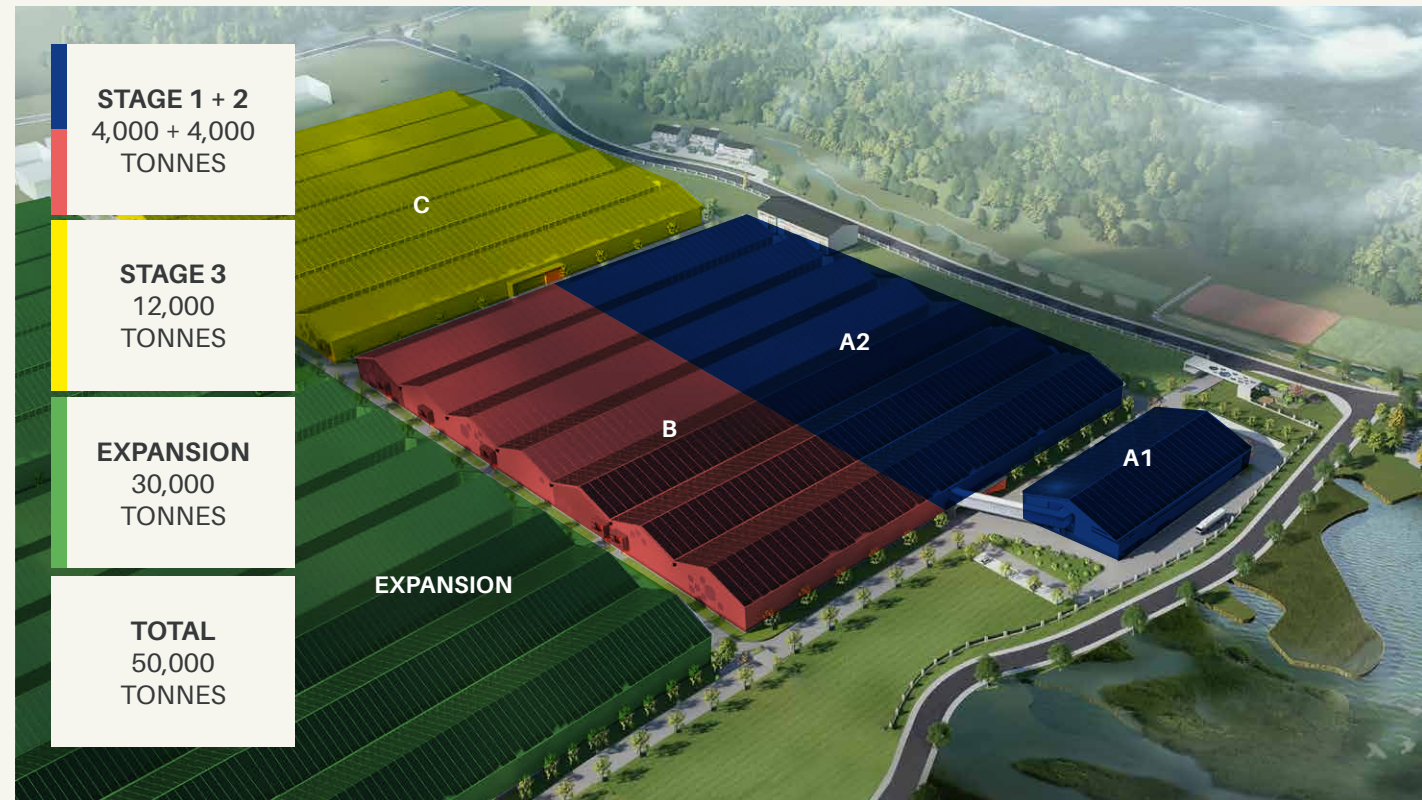


Project review

Overview of lease agreement

Step	M ²	Lease/kg DKK
Stage 1 / A	38,000	2.8
Stage 2 / B	19,000	1.4
Business plan	57,000	2.1

Expansion to reach an annual capacity of 20,000 tonnes is expected to be done at similar lease principles and terms currently being discussed between the company and the local government.



Financial review

SUMMARY OF RESULT

(figures in DKK 1000)

	Q1 2022	Q1 2021
Other operating income	39	0
Cost of goods sold	0	0
Personnel expenses	-3,520	-1,241
Other operating expenses	-1,232	-1,738
EBITDA	-4,713	-2,979
Depreciations	-110	-5
Operating profit (EBIT)	-4,823	-2,984
Financial income	190	0
Financial expenses	-2,145	-2,073
Net financials	-1,955	-2,073
Profit/loss before tax	-6,778	-5,057
Income tax expense	0	0
Profit/loss for the period	-6,778	-5,057

PROFIT AND LOSS

Personnel expenses for Q1 2022 totalled DKK 3.5 million (DKK 1.2 DKK million Q1 2021). The company has hired new personnel since last year which is the primary reason for the increase.

Other operating expenses totalled DKK 1,2 million during Q1 2022 (DKK 1.7 DKK million Q1 2021) and consisted mainly of consultants and advisors. Financial expenses are related to interest payment on the undrawn loan facility, negative interest on cash and exchange deviations.

CASH FLOW

Net cash flow from operating activities was DKK -7,6 million in Q1 (-7,4 million in Q1 2021).

Net cash flow from investing activities was DKK -23 million during Q1(-13 Q1 2021). Investments are related to AKVA technology and will gradually increase as construction accelerates.

Total net cash flow during Q1 2022 was -31 million (-21 Q1 2021). Cash and cash equivalents at the end of the period were DKK 253 million (381 Q1 2021).

FINANCIAL POSITION

The carrying amount of Nordic Aqua Partners' total fixed assets at March 31st, 2022, was DKK 146 million, compared to DKK 28 million at March 31st, 2021. The increase is mainly related to AKVA technology.

Consolidated non-interest-bearing liabilities totalled DKK 17,6 million.

Subsequent events

No significant events have been recorded after the balance sheet date.

Transactions with related parties

The Company has entered into the following contracts with two of its shareholders:

- Feed sales and delivery agreement with Skretting, a subsidiary company of Nutreco
- Trial and data access agreement with Skretting, a subsidiary company of Nutreco
- Technology supply contract with AKVA Group, a company where Knut Nesse—a member of the board of directors of the Company—is CEO.

The agreements with AKVA and Skretting (Nutreco) have been entered into at arm's length and at market terms.

Nutreco and AKVA Group is an indirect shareholder of the Company through Nordic Aqua Partners Holding ApS.

Other than set out above, the Company has not entered into any transactions with related parties during the last two financial years that may be material to assessing the admission to trading on Euronext Growth.

20 LARGEST SHAREHOLDERS 31.03.22

Rank	Number of shares held	Ownership percentage	Navn
1	5.168.922	50,26%	NORDIC AQUA PARTNERS HOLDING APS
2	886.778	8,62%	KONTRARI AS
3	430.627	4,19%	J.P. Morgan SE
4	269.960	2,63%	IMMOB INVEST AS
5	233.513	2,27%	SILVERCOIN INDUSTRIES AS
6	209.108	2,03%	VERDIPAPIRFONDET NORDEA NORGE VERD
7	188.497	1,83%	VERDIPAPIRFONDET NORDEA AVKASTNING
8	187.943	1,83%	The Bank of New York Mellon SA/NV
9	167.944	1,63%	VERDIPAPIRFONDET NORDEA KAPITAL
10	110.702	1,08%	VERDIPAPIRFONDET NORDEA NORGE PLUS
11	110.217	1,07%	SPAREBANK 1 MARKETS AS
12	101.000	0,98%	SONSTAD AS
13	100.770	0,98%	SOUTH WINDS AS
14	100.000	0,97%	KEWA INVEST AS
15	91.329	0,89%	SN SAMLEREN AS
16	83.360	0,81%	EQUINOR PENSJON
17	72.136	0,70%	Nordea Bank Abp
18	66.255	0,64%	Danske Bank A/S
19	65.000	0,63%	MØSBU AS
20	60.843	0,59%	J.P. Morgan SE
8.704.904		84,65%	Total for 20 largest shareholders
1.579.080		15,35%	Other 542 shareholders
10.283.984		100,00%	Total number of shares

Share information

Per March 31st, 2022, Nordic Aqua Partners had 10,283,984 issued shares, held by 593 shareholders.

Nordic Aqua Partners Holding ApS is the company's largest shareholder with 5,168,922 shares, corresponding to 50.26% of total number of share outstanding. Nordic Aqua Partners Holding ApS is owned by Nutreco, key personnel and others.

On the Annual General Meeting on May 27th, 2021, it was decided that the Board of Directors were authorized to grant and issue warrants to key personnel of up to 5% of the Company's share capital.

The Board of Directors has allocated 437,070 warrants to the Company's employees, which have been subscribed by the relevant holders. Each warrant gives the holder a right to subscribe for one share in the Company at a strike price of NOK 81 per share.

The closing price for the company's share was NOK 63.10 per share as per March 31st, which corresponds to a market capitalization of NOK 649 million.

Market development

Nordic Aqua Partners finds it encouraging that prices have rebounded to record levels, driven by very solid consumption by the retail segment and tight supply. However, as a local farmer of Atlantic salmon to the Chinese market, we are focusing on the domestic market and how that is expected to develop.

China is by far the largest consumer and producer of seafood in the world, and according to OECD China is expected to account for 51% of global consumption growth over the next 8 years. Atlantic salmon is still relatively new to the Chinese consumers, resulting in a modest relative consumption of ~100,000 tonnes in 2020/2021. However, Kontali expects consumption to grow with a CAGR of 15% over the next 5 years, reaching 250,000 tonnes by 2025. A key demand driver is familiarization of Atlantic salmon as a healthy source of protein in the normal Chinese household. Today, all Atlantic salmon is imported, mostly by air, resulting in fresh Atlantic salmon being 4 days old when introduced to the market, and with a high carbon footprint.

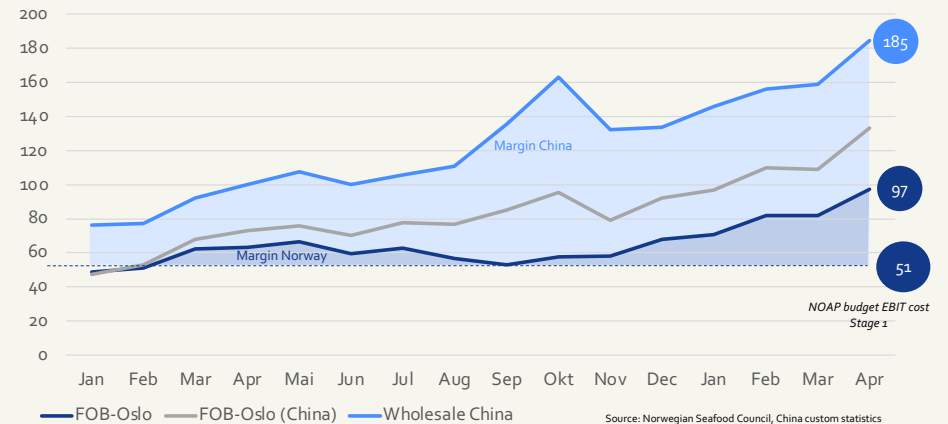
Due to the fact that Atlantic salmon is now becoming a more common source of protein in the normal Chinese household, we see a continuous growth in the on-line and home delivery market for fresh seafood, including Atlantic salmon. We believe that our locally farmed Atlantic salmon, offering a 24/7 delivery program of fresh salmon, will be an attractive supplier to this market segment, in addition to the more tradition-

- Market prices for fresh Atlantic salmon is expected to remain high also after current pandemic restrictions have been eased
- We do therefore expect to see attractive margins for our locally farmed Atlantic salmon also in 2024, our first year on full capacity
- In March Wholesales prices in China were 159 NOK/kg HOG and with an EBIT cost/kg at 51 NOK the implied margin would be 108 NOK/kg.
- Relative to FOB-Oslo prices at 82 NOK/kg HOG the extra margin in China was in December 99 NOK/kg HOG.

al HORECA market segments, which also continues to grow. The company's view is that the Covid pandemic has also significantly impacted the import of food to China in general, and fresh seafood in particular, both with respect to import restrictions, regularity, freshness, and freight cost, thus realizing the benefits of being more self-sufficient within the food chain.

China customs statistics has official data on import prices of fresh salmon before customs clearance. By adding import taxes and handling costs it is possible to project wholesale prices. The Export Price graph illustrates the strong market prices in China during 2021. Market prices peaked in October with 163 NOK/kg HOG and by year end the prices were at 134 NOK/kg. By using projected forward salmon price to China of NOK 91/kg from Fish pool 2022, this concludes with a cost to importer of NOK 126-133/kg. This corre-

Export prices 2021 and 2022 from Norway to China, NOK/kg HOG



sponds well with whole selling prices, that management observes to be varying from NOK 140-154/kg based on various market sources and freshness.

It is the company's view that a locally produced Atlantic salmon could achieve a premium pricing on top of the cost advantage, when considering freshness and 24/7 delivery capacity which eliminates importer risk of having to place spot orders ahead of sales.

Company believes that marketing and sales of its locally farmed Atlantic salmon, securing both stable offtake and premium prices, will be done in cooperation with local partners already well positioned in relevant market segments, and have therefore started to hold initial talks with market leaders, to assure that such agreements and partnerships are in place prior to first harvest.

Outlook

At listing in Q4 2020, Nordic Aqua Partners secured equity funding for expansion up to 8,000 tonnes. Since then, site preparations have been completed, and construction of the smolt facility for Stage 1 and Stage 2 will be completed in Q2-2022. As land, infrastructure, and buildings, including concrete tanks and filter basins are leased from the local government in China, they are currently responsible for the work being conducted on the site. The first milestone was completed in early March 2022, with inlay of the first eggs. The first juveniles were moved into RAS 1 and first feed in May, and the second inlay of eggs is scheduled for early June. Production cycle is estimated to two years, which means the company is on time for first harvest in Q1 2024.

By the end of the first quarter 2022, the organisation counts 30 employees. The company continues to recruit both foreign and local expertise, management and staff to fill the many positions needed to meet our ambitious expansion and development plans.

The financial expectation for 2022 is that Nordic Aqua's result will be a loss on MDKK 30-35, Nordic Aqua expects a positive result for the year 2024, when harvest will be initiated.

The company has initiated a project to investigate all aspects of a possible accelerated expansion plan to reach a capacity of 20,000 tonnes by 2027. This process is expected to be concluded by end 2022.

Responsibility Statement

From the Board of Directors and CEO of Nordic Aqua Partners A/S

We confirm, to the best of our knowledge, that the condensed set of financial statements for the period 1 Januar to 31 March 2022 has been prepared in accordance with IAS 34 – Interim Financial Reporting, and gives a true and fair view of the (Company’s and) group’s assets, liabilities, financial position and profit or loss as a whole. We also confirm, to the best of our knowledge, that the interim management report in-

cludes a fair review of important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements, a description of the principal risks and uncertainties for the remaining six months of the financial year, and major related parties’ transactions.

Copenhagen, June 2nd, 2022

EXECUTIVE BOARD

Ole Juul Jørgensen
CEO

BOARD OF DIRECTORS

Ragnar Joensen
Chairman

Tore Hopen
Board member

Ove Nodland
Board member

Knut Nesse
Board member

Vegard Gjerde
Board member



Interim Financial Statements

Interim Financial Statements

Consolidated Statement of Comprehensive Income

Summary of result		
kDKK	Q1 2022	Q1 2021
Revenue	0	
Other operating income	39	0
Other external expenses	-1,232	-1,738
Gross profit/(Loss)	-1,193	-1,738
Staff costs	-3,520	-1,241
Operating profit/(loss) before amortisation and depreciation	-4,713	-2,979
Depreciations	-110	-5
Operating profit/ (loss) before tax	-4,823	-2,984
Financial income	190	0
Financial expenses	-2,145	-2,073
Financial expense - net	-1,955	-2,073
Profit/loss before tax	-6,778	-5,057
Income tax expense	0	0
Profit/loss for the period	-6,778	-5,057
Other comprehensive income		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods (net of tax):		
Exchange differences on translation of foreign operations	5,357	-420
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	-1,420	-5,477
Adjustments to prior period	0	0
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	0	0
Other comprehensive income	5,357	-420
Total other comprehensive income for the period	-1,420	-5,477
Earnings per share		
Basic	-0.66	-8.70
Diluted	-0.66	-8.70

Interim Financial Statements

Statements of financial position

(Figures in DKK 1000)	Q1 2022	Q1 2021	12/31/2021
Assets			
Assets under construction	133,790	5,644	111,141
Property, plant & equipment	1,495	12,539	1,290
Deposits	10,565	9,682	10,296
Total non-current assets	145,850	27,865	122,727
Biological assets (Biomass)	765	0	0
Other current receivables	13,825	1,366	4,656
Receivables	1,275	0	1,234
Receivables from owners and management	99	0	0
Cash and cash equivalents	252,798	380,509	277,345
Total current assets	268,762	381,875	283,235
Total assets	414,613	409,739	405,962
Equity and liabilities			
Share capital	10,284	10,284	10,284
Other equity	386,752	399,058	388,172
Total equity	397,036	409,342	398,456
Long-term interest-bearing debt	0	0	0
Lease liabilities - long term	0	0	0
Total non-current liabilities	0	0	0
Short-term interest-bearing debt	0	0	0
Trade payables	13,315	9	6,687
Other current liabilities	4,273	389	820
Total current liabilities	17,588	398	7,506
Total liabilities	17,588	398	7,506
Total equity and liabilities	414,623	409,739	405,962

Interim Financial Statements

Statement of cash flow

(Figures in DKK 1000)	Q1 2022	Q 2021
Cash flow from operations		
Operating profit/loss	-4,823	-2,984
Adjustments for:		
Depreciation	110	5
Changes in working capital:		
Change in other current receivables	-10,543	-738
Change in trade payables	10,081	-1,577
Cash generated from operations	-5,175	-5,294
Interest paid	-2,666	-2,073
Interest received	190	0
Net cash flow from operations	-7,651	-7,367
Cash flow from investment activities		
Payments for fixed assets and other capitalizations	-22,855	-13,147
Payments for intangible assets	-269	0
Net cash flow from investment activities	-23,124	-13,147
Cash flow from financing activities		
Proceeds from capital increase	0	0
Transaction cost of issue of shares	0	0
Proceeds from new borrowings	0	0
Net cash flow from financing activities	0	0
Net change in cash and cash equivalents	-30,775	-20,514
Foreign exchange differences	6,399	1,435
Cash and cash equivalents at the beginning of the period	277,345	399,588
Cash and cash equivalents at the end of the period	252,969	380,509

Interim Financial Statements

Statement of Changes in Equity

	Share capital	Currency translation differences	Retained earnings	Total Equity
kDKK				
Equity January 1 st 2022	10,284	12,428	375,744	398,456
Net profit/(loss) for the period			-6,778	-6,778
Exchange adjustment		5,357		5,357
Other comprehensive income			0	0
Balance March 31th 2022	10,284	17,786	368,966	397,036

	Share capital	Currency translation differences	Retained earnings	Total Equity
kDKK				
Equity January 1 st 2021	10,284	-282	402,957	412,959
Net profit/(loss) for the period			-5,057	-5,057
Exchange adjustment		1,842	-401	1,440
Other comprehensive income			0	0
Balance March 31th 2021	10,284	1,559	397,498	409,342

Selected notes to the quarterly financial statements

NOTE 1 STATEMENT OF COMPLIANCE

This Condensed Consolidated Interim Report has been prepared in accordance with International Financial Reporting Standards (IFRS) IAS 34 Interim Financial Reporting as adopted by the EU. It does not include all the information required for the full Annual and Consolidated Report and Accounts and should be read in conjunction with the Annual and Consolidated Report and Accounts for the Group as of March 31st 2021.

This interim report has not been subject to any external audit.

The consolidated financial statements are presented in thousand Danish kroner (kDKK) which is the functional currency of Nordic Aqua Partners A/S.

The Group's general accounting policies are described below.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group in this Condensed Consolidated Interim Report are the same as those applied in the Annual Report as at and for the year ended March 31st 2021, to which we refer for a full understanding on applied accounting policies. Accounting policies, application of estimates, methods of compilation and presentation are unchanged as compared to the last financial statements.

NOTE 3 PROPERTY, PLANT, AND EQUIPMENT

kDKK	Other plant, fixtures and operating equipment	Construction in progress	Total
Cost at 1 January 2022	1,509	114,043	115,552
Exchange rate adjustment	0	0	0
Additions	281	19,746	20,027
Cost at 31 December 2022	1,790	133,790	135,579
Depreciation and impairment at 1 January 2022	-185	0	-185
Depreciation For the year	-110	0	-110
Depreciation and impairment at 31 March 2022	-295	0	-295
Carrying amount	1,495	133,790	135,284
Cost at 1 January 2021	8	0	8
Additions	19	5,412	5,431
Cost at 31 December 2021	27	5,412	5,439
Depreciation and impairment at 1 January 2021	-2	0	-2
Depreciation For the year	-3	0	-3
Depreciation and impairment at 31 March 2021	-5	0	-5
Carrying amount 31 March 2021	22	5,412	5,434

Selected notes to the quarterly financial statements

NOTE 4 BIOLOGICAL ASSETS

kDKK	Q1 2022	Q1 2021
Biological assets carrying amount 01.01	0	0
Increase due to production or purchase	765	0
Biological assets carrying amount at the end of the period	765	0

Total number of fish as of 31. March 2022 341 thousand.

NOTE 5 INTEREST-BEARING LOANS AND BORROWINGS

The Group has entered into a loan agreement with Eksfin – Export Finance Norway*, and Coöperative Rabobank U.A. ("Rabobank") for a senior secured export credit term loan and guarantee facility agreement, amounting to EUR 25 million. Loan amount will be split in 3 drawings based on progress on Capex. The Facility shall be repaid in equal, consecutive quarterly instalments starting of finishing date of the Project and the facility matures 10 years after the first drawdown date. First drawing is planned to take place in second half 2022.

Nordic Aqua has an agreement with Bank of Ningbo, Xiangshan Branch, to provide a conditional credit facility of MRMB 35 (MDKK 37) which will be used as a typical working capital facility

Cash and loan facility is primarily held in EUR to match the coming Capex-payments. Loan facility is based on fixed interest rate.

	March 31 th 2022	March 31 th 2021
kDKK		
Credit facility	223,228	220,137
Undrawn credit facility	-223,228	-220,137
Total financial liabilities	0	0
Included in the balance sheet:		
Non-current liabilities	0	0
Current liabilities	0	0
Total bank loans	0	0

* Former Eksportkreditt Norge AS ("Eksportkreditt"), Garantiinstituttet for Eksportkreditt ("GIEK")

Selected notes to the quarterly financial statements

NOTE 6 FINANCIAL RISKS AND FINANCIAL INSTRUMENTS

Capital management

The Group's Management assesses whether the Group's capital structure is in line with the interests of the Group and its shareholders. The overall objective is to ensure a capital structure that supports long-term profitable growth.

On March 31st 2021, the Group has no interest-bearing debt net, but has entered into agreement with Xiangshan Strait Economic & Technological Cooperation Co., Ltd, on lease of land, infrastructure, utilities and all facilities.

Furthermore, the Group has entered into a loan agreement with Eksfin - Export Finance Norway*, and Coöperative Rabobank U.A. ("Rabobank") for a senior secured export credit term loan and guarantee facility agreement, amounting to EUR 25 million.

Following this further to the private placement which took place in 2020, the financial facilities in the Group is considered sufficient to run the business for the coming years.

The Group has entered into a lease agreement with Xiangshan Strait Economic & Technological Cooperation Co., Ltd,

Liquidity risk

The purpose of the Group's cash management policy is to maintain adequate cash resources to meet financial liabilities. The Group's cash resources consist of cash and cash equivalents, and undrawn credit facilities. The Group continuously monitors the cash flows in order to manage the liquidity risk.

The Group has cash of MDKK 253 and undrawn bank loan facility of MDKK 186 and an undrawn credit facility of MDKK 37 as of March 31st-2022.

The following table reflects all contractually fixed pay-offs for settlement, repayments and interests resulting from recognised financial liabilities.

Maturity of the Group's financial liabilities:

	Less than 1 year	Between 1-5 years	More than 5 years
kDKK			
31 March 2022			
Trade Payables	13,315	0	0
Other Payables	3,937	0	0
Total	17,252	0	0
31 March 2021			
Trade Payables	87	0	0
Other Payables	1,888	0	0
Total	1,975	0	0

Foreign exchange risk

The Group is only insignificantly affected by exchange rate fluctuations. The Group has in all material aspects only transactions in EUR, DKK and RMB. Present there is insignificant currency risk exposure, hence that the turnkey contract, cash and undrawn loan is in EUR.

Interest rate risk

Interest rate risks refer to the influence of changes in market interest rates on future cash flows concerning the Group's interest-bearing assets and liabilities.

The Group's interest rate rights relate to interest on external loans and is deemed insignificant.

Selected notes to the quarterly financial statements

Categories of financial assets and liabilities

The fair value of financial assets and liabilities does not differ significantly from the carrying amount.

KDKK	March 31th 2022	March 31th 2021
Financial assets measured at amortised cost:		
Other receivables	13,835	1,366
Receivables	1,275	0
Cash and cash equivalents	252,798	380,509
Total cash and cash equivalents	267,909	381,875
Financial liabilities measured at amortised cost:		
Trade payables	13,315	9
Other payables	3,937	389
Total financial liabilities	17,252	398

NOTE 7 CONTINGENT LIABILITIES AND SECURITY FOR DEBT

Security for debt

As of March 31th, no assets have been pledged.

Assets in property, plant and equipment will be pledged as security for bank loan facility.

Nordic Aqua (Ningbo) Co., Ltd. has entered into an agreement with Xiangshan Strait Economic & Technological Cooperation Co., Ltd, in which they will provide land, infrastructure, utilities and all facilities on a 10 + 10 years' lease, with a contracted option for the Group to purchase land, infrastructure, utilities and all facilities during the lease term. The annual lease amounts to 10.4 MDKK for Stage 1.

NOTE 8 RELATED PARTIES

Transactions with related parties

A company where the Chairman of the Board has significant influence has received advising fee for assistance to the Company KDKK 432 in Q1 2022 (Q1 2021: 413 kDKK).

There were no further transactions with the Board of Directors or the Executive Board, besides remuneration. For information on remuneration, please refer to the Annual report for 2021.

Parent Company Details

Parent Company

Nordic Aqua Partners A/S
Hundegade 1
6760 Ribe
Denmark

Business Registration No.:
38 18 30 01

Registered office:
Esbjerg

Organisation number
+298 221222

Contact:
E-mail: hjalti@nordicaquapartners.com

Web:
www.nordicaquapartners.com

Board of Directors

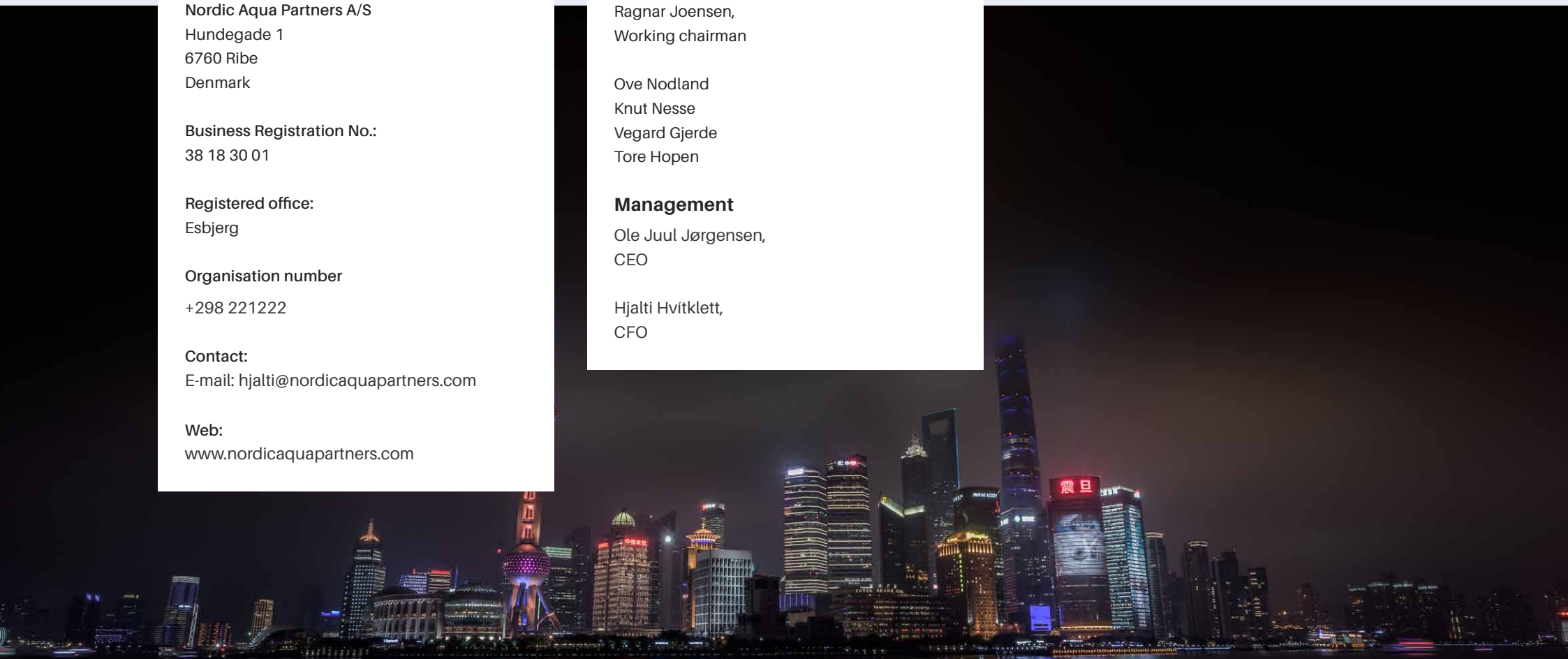
Ragnar Joensen,
Working chairman

Ove Nodland
Knut Nesse
Vegard Gjerde
Tore Hopen

Management

Ole Juul Jørgensen,
CEO

Hjalti Hvitklett,
CFO





Nordic Aqua Partners A/S

Hundegade 1
6760 Ribe
Denmark

www.nordicaquapartners.com