

SEGEZHA GROUP PJSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME (in thousands of Russian Rubles) (UNAUDITED)

	For three months, ended	
	31 March 2022	31 March 2021 года
Revenue	35 639 508	18 217 238
Cost of sales	(20 293 651)	(11 594 224)
Gross profit	15 345 857	6 623 014
Selling and administrative expenses	(6 706 315)	(3 516 756)
Other operating (expenses)/income, net	(228 871)	281 658
Operating profit	8 410 671	3 387 916
Interest income	359 164	49 443
Interest expense	(2 079 493)	(858 942)
Other finance (expenses)/ income, net	(11 591 474)	150 691
Foreign exchange differences, net	(5 025 132)	561 230
(Loss)/ profit before tax	(9 926 264)	3 290 338
Income tax	2 008 349	(885 203)
Net (loss)/profit for the reporting period	(7 917 915)	2 405 135
Other comprehensive income/(loss)		
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of foreign operations	500 774	(13 436)
Other comprehensive income/(loss)	500 774	(13 436)
Total comprehensive (loss)/income for the period	(7 417 141)	2 391 699
Net (loss)/profit attributable to:		
Shareholders of Segezha Group PJSC	(7 922 326)	2 401 717
Non-controlling interests	4 411	3 418
	(7 917 915)	2 405 135
Total comprehensive (loss)/income attributable to:		
Shareholders of Segezha Group PJSC	(7 421 552)	2 388 281
Non-controlling interests	4 411	3 418
	(7 417 141)	2 391 699

SEGEZHA GROUP PJSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(UNAUDITED)

(in thousands of Russian Rubles)

	31 March 2022	31 December 2021
ASSETS		
NON-CURRENT ASSETS:		
Property, plant and equipment	83 400 155	81 387 769
Right-of-use assets	50 386 691	49 105 235
Intangible assets	5 964 925	5 967 749
Goodwill	443 838	443 838
Investments in joint ventures and associates	843 055	593 036
Deferred tax assets	4 173 349	1 317 143
Prepayments for non-current assets, net	5 669 745	5 279 688
Loans issued to related parties	9 176 235	8 266 061
Other non-current assets	819 321	629 045
Total non-current assets	160 877 314	152 989 564
CURRENT ASSETS:		
Inventories, net	25 715 681	23 469 638
Contract assets	1 857 220	1 185 695
Trade and other receivables, net	11 711 709	8 224 944
Taxes receivable	7 120 562	7 712 461
Advances and other current assets	3 449 357	3 093 172
Cash and cash equivalents	3 842 819	12 633 628
Total current assets	53 697 348	56 319 538
TOTAL ASSETS	214 574 662	209 309 102
EQUITY AND LIABILITIES		
EQUITY:		
Share/charter capital	1 569 000	1 569 000
Additional paid-in capital	35 128 800	35 128 800
Retained (earnings)	(433 347)	7 757 982
Accumulated other comprehensive income	2 209 843	1 709 070
Equity attributable to the shareholders of Segezha Group PJSC	38 474 296	46 164 852
Non-controlling interest	30 962	26 628
Total equity	38 505 258	46 191 480
NON-CURRENT LIABILITIES:		
Loans and borrowings	54 982 203	52 361 914
Lease liabilities	21 517 016	19 256 015
Other financial liabilities	12 772 177	974 465
Pension obligations	790 386	737 137
Deferred tax liabilities	8 747 210	8 555 202
Consideration payable for business acquisition	4 204 255	3 714 630
Other non-current liabilities	5 379 358	4 296 183
Total non-current liabilities	108 392 605	89 895 546
CURRENT LIABILITIES:		
Loans and borrowings	41 841 003	21 364 349
Trade and other payables	15 900 723	14 430 964
Lease liabilities	2 362 932	3 184 023
Provisions	1 531 133	1 261 601
Taxes payable	2 399 695	3 391 242
Consideration payable for business acquisition	1 084 477	18 410 897
Dividends payable	48 521	6 591 137
Advances received	2 508 315	4 587 863
Total current liabilities	67 676 799	73 222 076
TOTAL EQUITY AND LIABILITIES	214 574 662	209 309 102

SEGEZHA GROUP PJSC**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****(UNAUDITED)*****(in thousands of Russian Rubles)***

	For three months, ended	
	31 March 2022	31 March 2021
Cash flows from operating activities:		
Net profit/(loss) for the reporting period	(7 917 915)	2 405 134
<i>Adjustments for:</i>		
Depreciation and amortisation	3 346 222	1 640 037
Interest income recognised in profit or loss	(359 164)	(49 443)
Interest expense recognised in profit or loss	2 079 493	858 943
Other finance expenses/(income)	11 591 474	(150 691)
Income tax recognised in profit or loss	(2 008 349)	885 203
Foreign exchange differences, net	5 025 132	(561 230)
Other	(63 728)	114 204
	11 693 165	5 142 157
Movements in working capital:		
Increase in trade and other receivables	(3 902 372)	(2 198 554)
Increase in inventories	(2 573 416)	(2 416 503)
(Increase)/decrease in other assets	(10 719)	484 526
Increase/(decrease) in trade and other payables	1 180 091	(1 033 102)
(Decrease)/increase in other liabilities	(1 716 306)	439 955
Cash generated from operating activities	4 670 443	418 479
Interest paid	(1 181 435)	(709 722)
Income taxes paid	(1 896 435)	(838 015)
Net cash from operating activities	1 592 573	(1 129 258)

SEGEZHA GROUP PJSC**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****(UNAUDITED)*****(in thousands of Russian Rubles)***

	For three months, ended	
	31 March 2022	31 March 2021
Cash flows from investing activities		
Payments for property, plant and equipment, intangible assets and right-of-use assets	(3 938 292)	(3 889 803)
Proceeds on disposal of property, plant and equipment	77 860	3 455
Loans issued to joint venture	(900 000)	(451 400)
Interest received	170 410	49 443
Investment in joint venture	(250 000)	(28 348)
Distribution to companies under common control	(269 000)	(16 896)
Net cash outflow on acquisition of Group companies	(18 389 558)	(2 488 690)
Net cash used in investing activities	(23 498 580)	(6 822 239)
Cash flows from financing activities		
Proceeds from loans and borrowings	12 493 980	7 827 402
Proceeds from bonds	9 000 000	-
Repayment of principal of loans and borrowings	(1 546 998)	(1 099 628)
Other finance income	206 493	204 113
Dividends paid	(6 582 781)	-
Lease liability payments	(869 994)	(294 290)
Net cash generated from financing activities	12 700 700	6 637 597
Net decrease in cash and cash equivalents	(9 205 307)	(1 313 900)
Cash and cash equivalents, beginning of the year	12 633 628	3 670 197
Effect of exchange rate changes on cash held in foreign currencies	414 498	184 297
Cash and cash equivalents, end of the period	3 842 819	2 540 594