

Company announcement no 3/2022

Interim Report Q4 2021

EBITDA fixed herd prices (FHP) for Q4 2021 decreased to -1.039 mEUR (Q4 2020: 486 kEUR), corresponding to an EBITDA margin FHP of -5.1% (Q4 2020: 2.1%). The quarterly EBITDA in Q4 2021 decreased by 1.525 kEUR (compared to Q4 2020). Comparing the periods changes in sales and feed prices neutralize each other, but missing volume from Ostrov farm impact the result with roughly 1,5 mEUR.

Impact of Ostrov out of production is that Russian production only is 67% of norm normal, but we still have various capacity cost in Ostrov of 0.5 mEUR. Sales prices in Q4 were 1.00 EUR/kg live weight, up from 0.92 EUR/kg (Q4 2020). The outlook is negative in EU/Lithuania for first half of 2021. Nevertheless, pork production in Northern Europe is currently being reduced, which is expected to impact sales prices positive from mid-2022 positively.

Feed prices in Q4 2021 were 251 EUR/T (compared to 240 EUR/T Q1-Q3 2021). That prices did not increase more is due to hedging policy, as market price increases were significant higher. Looking ahead is a significant amount of grain is hedged until harvest 2022 either in storage, on fields, or contracts, reducing future increases in feed price, as raw materials as grain have been increasing. End December 2021 4.3 mEUR hedging gains are included in Group equity in other reserves, which will be released into EBITDA during next 9 months.

The herd valuation in Q4 decreased by 2,125 kEUR (compared to 30.09.2021). The decrease is driven on price pressure in EU due to over production of pork, as the export from EU to China currently is on a minimum, due to low prices in China. FY2021 the herd prices are almost unchanged with increase of 271 kEUR. Free cash flow was 6,130 kEUR in Q4 2021 (Q4 2020: -748 kEUR), due to payment of insurance sum for Ostrov.

Net interest-bearing debt (NIBD) decreased to EUR 78.5m in 2021, being EUR 9.2m lower than in 2020 (87.9 mEUR). Nevertheless, the following need to be considered EUR 4,3 from hedging transactions which will be included in EBITDA in 2022 and cost to repopulate Ostrov, which will be made in 2022. Idavang has almost four years duration with the EUR 75m bond left, hence having very stable financing.

Post Balance Sheet Events

Tensions between Russia and Ukraine increased during February, as first Russia mobilized its military on the borders, and afterward, on the 24th February, Russia entered into Ukraine. EU, USA and other countries applied sanctions on Russia twice during this period. Idavang is currently not aware of any sanctions that will directly negatively impact Russia's operations. Nevertheless, Idavang might be negatively affected with either sanction unknown to Idavang already approved or future sanctions.

Idavang did withdraw 4,1 mEUR from Russia to Denmark at the beginning of February of the intercompany loan (after approval from Nordic Trustee and Jyske Bank). The withdrawn amount was for February/May interest on bonds and excess cash repayment on bonds after annual release. After the transfer, the management considers the short-term liquidity reserve in both Russia and Lithuania/Denmark strong. Still, it has further reserves in working capital e.g., implementing factoring in Lithuania (3 mEUR allowed in bond terms). Focus has also been on increasing operational stability, increasing inventories of everything from spare parts to feed components. Idavang Lithuania has hedged around half of the grain consumption for next harvest season (September 2022 - August 2023), limiting the impact of volatile world markets.

Selected financial highlights and key ratios

EUR millions	Q4 2021	Q4 2020	2021	2020
Total revenue	20.394	22.471	100.163	101.754
EBITDA	-3.165	-3.635	14.629	10.480
EBITDA margin	-15,5%	-16,2%	14,6%	10,3%
EBITDA fixed herd price	-1.039	486	14.358	19.744
EBITDA margin fixed herd price	-5,1%	2,2%	14,3%	19,4%
Net income	-5.486	-8.044	2.413	-7.761
Free cash flow	6.130	-748	16.033	24.420
Net interest-bearing debt	78.455	87.346	78.455	87.346

Further information

Bondholders - Claus Baltersen, CEO phone +370 (685) 34 104

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Finance Calendar 2022

31th May 2022: Q1 Interim report 2022

31th August 2022: Q2 Interim report 2022

30th November 2022: Q2 Interim report 2022

28th February 2023: Annual report 2022

Forward-looking statements

This interim report contains “forward-looking statements.” Undue reliance should not be placed on forward-looking statements because they relate to and depend on circumstances that may or may not occur in the future, and actual results may differ materially from those in forward-looking statements. Forward-looking statements include, without limitation, statements regarding our business, financial circumstances, strategy, results of operations, financing and other plans, objectives, assumptions, expectations, prospects, beliefs and other future events and prospects. We undertake no obligation and do not intend to publicly update or revise any of these forward-looking statements unless prescribed by law or by stock exchange regulation.

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Review

Financial Highlights and Key Ratios

EUR '000	Q4 2021	Q4 2020	2021	2020
Income statement				
Revenue	20.394	22.471	100.163	101.754
EBITDA	-3.165	-3.635	14.629	10.480
EBITDA fixed herd price	-1.039	486	14.358	19.744
EBIT	-4.843	-5.740	7.497	2.781
Financial items, net	-1.212	-3.054	-5.469	-11.224
Profit/(loss) for the period	-5.486	-8.044	2.413	-7.761
Cash flow				
Operating activity	6.023	-2.065	11.396	21.768
Investing activity	-804	-1.466	-1.122	-4.217
Financing activity	889	9.366	-11.230	-5.996
Free cash flow	6.130	-748	16.033	24.420
Balance sheet				
Non-current assets	93.926	97.353	93.926	97.353
Net working capital	26.866	23.274	26.866	23.274
Net operating assets	120.792	120.627	120.792	120.627
Total assets	146.166	146.369	146.166	146.369
Equity	39.744	29.867	39.744	29.868
Net interest bearing debt	78.455	87.346	78.455	87.346
Key financials Group				
EBITDA margin	-15,5%	-16,2%	14,6%	10,3%
EBITDA margin - fixed herd prices	-5,1%	2,2%	14,3%	19,4%
Cash conversion - fixed herd prices	-590%	-154%	112%	124%
NIBD / EBITDA fixed price LTM	5,5	4,4	5,5	4,4
Equity ratio	27,2%	20,4%	27,2%	20,4%

Management's Review

Income statement

Revenue

The revenue for Q4 2021 was 20,394 kEUR (Q4 2020: 22,471 kEUR) down 9%. The lower sale (-17%) is mainly due to missing volume from Ostrov farm, which is partly compensated with higher sales prices.

Value adjustment, biological assets

The herd valuation in Q4 decreased by 2,125 kEUR (compared to 30.09.2021). The decrease is driven on price pressure in EU due to over production of pork, as the export from EU to China currently is on a minimum, due to low prices in China. FY2021 the herd prices are almost unchanged with increase of 271 kEUR.

EBITDA fixed herd prices (FHP)

EBITDA fixed herd prices (FHP) for Q4 2021 decreased to -1.039 mEUR (Q4 2020: 486 kEUR), corresponding to an EBITDA margin FHP of -5.1% (Q4 2020: 2.1%). The quarterly EBITDA in Q4 2021 decreased by 1.525 kEUR (compared to Q4 2020). Comparing the periods changes in sales and feed prices neutralize each other, but missing volume from Ostrov farm impact the result with roughly 1,5 mEUR. Impact of Ostrov out of production is that Russian production only is 67% of norm normal, but we still have various capacity cost in Ostrov of 0.5 mEUR. Sales prices in Q4 were 1.00 EUR/kg live weight, up from 0.92 EUR/kg (Q4 2020).

Feed prices in Q4 2021 were 251 EUR/T (compared to 240 EUR/T Q1-Q3 2021). That prices did not increase more is due to hedging policy, as market price increases were significant higher. Looking ahead is a significant amount of grain is hedged until harvest 2022 either in storage, on fields, or contracts, reducing future increases in feed price, as raw materials as grain have been increasing. End December 2021 4.3 mEUR hedging gains are included in Group equity in other reserves, which will be released into EBITDA during next 9 months.

Net financials

The net interest expenses FY2021 equals 5.469 kEUR which include 522 kEUR exchange rate gain. Net financials excluding exchange rate equals 5.991 kEUR of which, bond cost is 95% of interest expenses.

Balance Sheet

At 31st December 2021, Idavang's balance sheet amounted to 146,144 kEUR (December 2020: 146,219 kEUR). Equity on 31st December 2021 amounted to EUR 39.7m at an equity ratio of 27,2%. Net interest-bearing debt (NIBD) decreased to EUR 78.5m in 2021, being EUR 9.2m lower than in 2020 (87.9 mEUR). Nevertheless, the following need to be considered EUR 4,3 from hedging transactions which will be included in EBITDA in 2022 and cost to repopulate Ostrov, which will be made in 2022. Idavang has almost four years duration with the EUR 75m bond left, hence having very stable financing. The networking capital increased with 3,592 kEUR (to 26,866 kEUR 31.12.2021). The increase nevertheless cover decrease in commercial herd (mainly due to Ostrov with 2,2 mEUR) and increase of inventories and receivables (5,9 mEUR).

Cash flow

Cash flow from ordinary activities for Q4 2021 increased to 6.023 kEUR (Q4 2020: 2.065 kEUR). The increase of 3,958 kEUR is mainly due to receiving Ostrov insurance payment for the herd in Q4 2021 (5.664 kEUR), whereas the lower EBITDA FHP of 1.525 kEUR impact negative.

Post Balance Sheet Events

Tensions between Russia and Ukraine increased during February, as first Russia mobilized its military on the borders, and afterward, on the 24th February, Russia entered into Ukraine. EU, USA and other countries applied sanctions on Russia twice during this period. Idavang is currently not aware of any sanctions that will directly negatively impact Russia's operations. Nevertheless, Idavang might be negatively affected with either sanction unknown to Idavang already approved or future sanctions.

Idavang did withdraw 4,1 mEUR from Russia to Denmark at the beginning of February of the intercompany loan (after approval from Nordic Trustee and Jyske Bank). The withdrawn amount was for February/May interest on bonds and excess cash repayment on bonds after annual release. After the transfer, the management considers the short-term liquidity reserve in both Russia and Lithuania/Denmark strong. Still, it has further reserves in working capital e.g., implementing factoring in Lithuania (3 mEUR allowed in bond terms). Focus has also been on increasing operational stability, increasing inventories of everything from spare parts to feed components. Idavang Lithuania has hedged around half of the grain consumption for next harvest season (September 2022 - August 2023), limiting the impact of volatile world markets.

Development in segments in Q4 2021

Lithuania

EUR '000	Q4 2021	Q4 2020	2021	2020
Revenue	11.684	12.314	53.864	60.551
Value adjustment, biological assets	-551	-2.938	159	-11.270
Production costs	-14.288	-13.843	-56.338	-53.098
Administrative costs	-492	-519	-1.808	-1.844
Other income	1.047	208	2.818	1.615
Other expense	-333	4	-	2
Operating profit	-2.932	-4.774	-1.305	-4.044
Net Financials	-72	-358	-969	-1.056
Foreign exchange adjustments	14	-	14	-
Profit before tax	-2.990	-5.132	-2.260	-5.100
Tax on profit for the year	615	789	492	765
Profit for the period	-2.376	-4.343	-1.768	-4.335

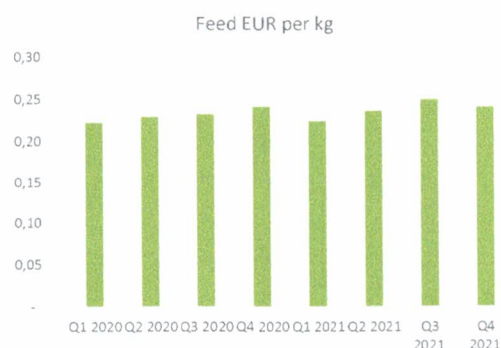
EUR '000	Q4 2021	Q4 2020	2021	2020
Depreciations included in production cost	-709	-956	-2.905	-3.182
EBITDA	-2.224	-3.818	1.600	-862
<i>EBITDA fixed herd prices</i>	<i>-1.673</i>	<i>-880</i>	<i>1.441</i>	<i>10.408</i>

Lithuania accounted for 54 % of Group revenue in FY2021 (FY 2020: 60 %).

The EBITDA fixed herd price for FY2021 amounted to 1,441 kEUR, corresponding to an EBITDA margin of 2.7% (FY2020: 10,408 kEUR and EBITDA margin 17.2 %). Hence, the EBITDA fixed herd price decreased compared to FY2020 of EUR 8,9m.

The sales price in FY2021 decreased 12 % compared to FY2020 to an average 0,99 EUR per kilo slaughter pigs' live weight in FY2020 (FY2020: 1,13 EUR per kilo live weight slaughter pigs) with an effect of EUR 7,2m, whereas higher feed prices impacted FY2021 negative (with EUR 1.7m). Cost per kg. (Excluding feed) was slightly lower than FY2020.

Q4 EBITDA is historical low due to sales price / feed price relation of 3,5 – which is extremely low (feed alone is approximately 2,8 hereof). Nevertheless, this makes market capacity to adjust and in 2nd half of 2021 did number of pigs in Germany reduce with -10%, Polish -14% and Dutch -6%. All markets that indirectly influence Lithuanian prices.



Russia

EUR '000	Q4 2021	Q4 2020	2021	2020
Revenue	8.710	10.157	46.298	41.203
Value adjustment, biological assets	-1.574	-1.184	112	2.006
Production costs	-14.577	-10.111	-42.010	-35.516
Administrative costs	-324	-170	-1.287	-1.038
Other income	6.139	446	6.865	821
Other expense	-32	-14	-551	-67
Operating profit	-1.659	-875	9.428	7.409
Net Financials	-143	-391	-1.203	-1.444
Foreign exchange adjustments	-194	101	-209	-128
Profit before tax	-1.995	-1.166	8.016	5.837
Tax on profit for the year	-45	-39	-107	-83
Profit for the period	-2.040	-1.205	7.909	5.754

EUR '000	Q4 2021	Q4 2020	2021	2020
Depreciations included in production cost	-970	-1.150	-4.227	-4.514
EBITDA	-689	275	13.655	11.923
<i>EBITDA fixed herd prices</i>	<i>885</i>	<i>1.458</i>	<i>13.544</i>	<i>9.917</i>

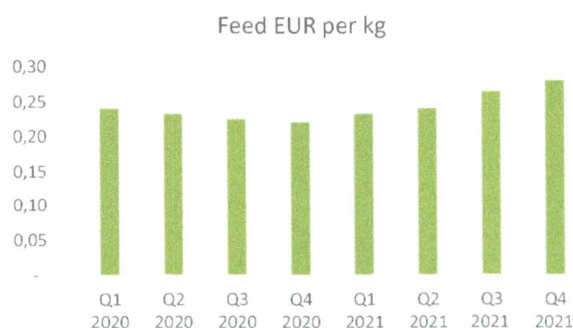
Russia accounted for 46 % of Group revenue in FY2021 (FY 2020: 40 %).

The EBITDA fixed herd price for FY2021 amounted to 13,543 kEUR, corresponding to an EBITDA margin of 29.3% (2020: 9,917 kEUR and EBITDA margin 24.1%). The EBITDA fixed herd price increased compared to 2020 of EUR 3,0m is negatively influenced by the ASF outbreak in Ostrov with approximately EUR 2,5m.

The sales price for FY2021 increased 16% compared to FY2020 to an average 1,28 EUR per kilo slaughter pigs' live weight in 2020 (2020: 1,10 EUR/kg) with a positive effect of EUR 6,4m, whereas higher feed prices impact negative (with EUR 2.2m), and lower volumes negative (EUR 0,9 m).

Feed prices increased 9% in FY2021 (with effect of EUR -2.2m compared to FY2020), but at the same time, high prices positively influenced the harvest, which increased in price (with EUR 1.2m).

Q4 EBITDA is low due as production only is 67% of norm normal production due to Ostrov ASF situation, but we still have various capacity cost in Ostrov of 0.5 mEUR.



Statement by the Board and the Executive Management

The Executive Board and the Board of Directors have presented the interim Report of Idavang A/S. The interim Report has today been considered and adopted.

The Interim Report, which has not been audited or reviewed by the Company's independent auditors, was prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU and additional Danish disclosure requirements for listed companies.

In our opinion, the Interim Financial Statements give a true and fair view of the financial position of the Group at 31th December 2021 as well as of the results of the Group operations and cash flows for the period 1st Jan – 31th December 2021.

In our opinion, Management's Review gives a true and fair account of the development in the activities and financial circumstances of the Group, of results of operations for the period and of the overall financial position of the Group, and a description of the key risks and uncertainties facing the Group.

Executive Management

Claus Baltersen
CEO



Michael Thuesen Henriksen
CFO



Board of Directors

Niels Hermansen
Chairman



Jytte Rosenmaj



Carsten Lund Thomsen



Claus Baltersen



Ole B. Hansen



Financial Statement

Income Statement

EUR '000	Q4 2021	Q4 2020	2021	2020
Revenue	20.394	22.471	100.163	101.754
Value adjustment, biological assets	-2.125	-4.121	271	-9.264
Production costs	-28.865	-23.953	-98.348	-88.616
Administrative costs	-1.075	-781	-3.721	-3.457
Other income	7.187	654	9.683	2.436
Other expense	-358	-10	-551	-72
Operating profit	-4.843	-5.740	7.497	2.781
Net Financials	-1.143	-3.560	-5.991	-7.683
Foreign exchange adjustments	-69	506	522	-3.541
Profit before tax	-6.055	-8.794	2.028	-8.443
Tax on profit for the year	570	750	385	682
Profit for the period	-5.486	-8.044	2.413	-7.761

EUR '000	Q4 2021	Q4 2020	2021	2020
Depreciations included in production cost	-1.678	-2.105	-7.132	-7.699
EBITDA	-3.165	-3.635	14.629	10.480
<i>EBITDA fixed herd prices</i>	<i>-1.039</i>	<i>486</i>	<i>14.358</i>	<i>19.744</i>

Statement of comprehensive income

EUR '000	Q4 2021	Q4 2020	2021	2020
Profit for the period	-5.486	-8.044	2.413	-7.761
Other comprehensive income				
Exchange adjustments, foreign subsidiaries	316	1.474	3.737	-12.349
Hedge accounting	255	132	3.726	535
Other comprehensive income to be reclassified to profit or loss in subsequent periods	571	1.606	7.463	-11.814
Other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-	-	-
Total comprehensive income	-4.915	-6.438	9.876	-19.575

Assets

EUR '000	Q4 2021	Q4 2020	2021	2020
Intangible assets	1.222	1.226	1.222	1.226
Property, Plant and Equipment	79.404	79.451	79.404	79.451
Biological Assets, Breeding herd	12.094	15.469	12.094	15.469
Deferred tax	761	760	761	760
Financial fixed assets	446	446	446	446
Total non-current assets	93.926	97.353	93.926	97.353
Inventories	15.007	12.195	15.007	12.195
Biological Assets, Commercial herd	14.889	17.116	14.889	17.116
Biological Assets, Arable	1.004	1.099	1.004	1.099
Biological Assets	15.892	18.215	15.892	18.215
Trade receivables	4.404	3.369	4.404	3.369
Other receivables	494	429	494	429
Prepayments	2.280	901	2.280	901
Income taxes receivables	618	-	618	-
Receivables	7.796	4.699	7.796	4.699
Assets held for sale	-	-	-	-
Cash	13.545	13.757	13.545	13.757
Total current assets	52.240	49.017	52.240	48.867
Total Assets	146.166	146.369	146.166	146.219

Liabilities and Equity

EUR '000	Q4 2021	Q4 2020	2021	2020
Share capital	800	800	800	800
Exchange adjustments	-34.840	-38.577	-34.840	-38.577
Other reserves	4.273	547	4.273	547
Retained earnings	69.511	67.098	69.511	67.098
Equity	39.744	29.868	39.744	29.868
Borrowings	74.157	80.282	74.157	80.282
Grants	1.563	1.598	1.563	1.598
Deferred tax	1.029	1.519	1.029	1.519
Provisions	-	-	-	-
Other non-current liabilities	760	39	760	39
Non current liabilities	77.509	83.437	77.509	83.437
Borrowings	17.844	21.268	17.844	21.268
Trade payables	7.937	8.396	7.937	8.396
Income taxes payables	-	559	-	559
Other payables	3.132	2.841	3.132	2.841
Current liabilities	28.913	33.064	28.913	33.064
Total liabilities	106.422	116.501	106.422	116.501
Total Equity and Liabilities	146.166	146.369	146.166	146.369

Cash Flow Statement

EUR '000	Q4 2021	Q4 2020	2021	2020
Operating profit/loss	- 4.843	- 5.740	7.497	2.782
Adjustment for non-cash operating items	3.856	6.205	10.384	17.344
	- 988	465	17.881	20.126
Change in working capital incl. herd	9.126	330	558	8.472
Cash flow from ordinary activities before financials	8.139	795	18.439	28.598
Net financials	- 911	2.784	- 5.759	6.869
Corporate tax paid	- 1.204	76	- 1.284	39
Cash flow from ordinary activities	6.023	- 2.065	11.396	21.768
Cash flow from investing activities	- 804	- 1.466	- 1.122	- 4.217
Proceeds from borrowings	400	81.290	13.066	88.578
Repayments of borrowings	489	- 78.646	- 24.296	- 101.296
Dividends paid to shareholders	-	-	-	-
Surplus on Escrow account	-	6.722	-	6.722
Cash flow from financing activities	889	9.366	- 11.230	- 5.996
Cash and cash equivalents primo priod	7.433	9.094	13.757	5.524
Change in cash and cash equivalents	6.108	5.834	- 956	11.555
Exchange adjustments	4	- 1.172	744	- 3.322
Cash and cash equivalents end priod	13.545	13.757	13.545	13.757

The group furthermore has 9.0 mEUR overdraft facilities not utilized at period-end (partly Jyske Bank and partly Raiffeisen Bank, Russia) and own 3.7 mEUR Idavang Bonds.

Statement of changes in equity

EUR '000	Share capital	Exchange adjustment	Other reserves	Retained earnings	Total
Equity at 1st January 2021	800	- 38.577	547	67.098	29.868
Profit/Loss for the period				2.413	2.413
Other comprehensive income		3.737	3.726		7.463
Total comprehensive income	-	3.737	3.726	2.413	9.876
Equity at 31st December 2021	800	- 34.840	4.273	69.511	39.744

EUR '000	Share capital	Exchange adjustment	Other reserves	Retained earnings	Total
Equity at 1st January 2020	1.000	- 26.228	12	92.564	67.348
Profit/Loss for the period				- 7.761	- 7.761
Other comprehensive income		- 12.349	535		- 11.814
Total comprehensive income	-	- 12.349	535	- 7.761	- 19.575
Dividend					-
Repurchase shares	- 200			- 17.705	- 17.905
Equity at 31st December 2020	800	- 38.577	547	67.098	29.868

Notes

Note 1 Basis of preparation and changes to the Group's accounting policies

The interim condensed consolidated financial statements for the 12 months ended 31st December 2021 have been prepared in accordance with Idavang A/S' accounting policies as stated in the latest financial statements for the company and in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU and additional Danish disclosure requirements for interim financial reporting of listed companies.

The consolidated financial statements are presented in thousand EUR.

The Interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31st Dec 2021.

The Group's accounting policies is unchanged compared with the Group's annual financial statements as at 31st Dec 2021.

Note 2 Biological assets measured at fair value

The change in the value of biological assets for Q4 2021 is stated in the below table. The total change in fair value is included in revenue reported in the income statement.

EUR '000	Q4 2021	Q4 2020	2021	2020
Commercial herd primo	17.144	20.165	17.116	27.662
Change in fair value	-2.111	-3.442	-2.772	-8.197
Exchange adjustments	-145	393	545	-2.349
Commercial herd ultimo	14.889	17.116	14.889	17.116
Breeding herd primo	12.023	16.033	15.469	15.772
Change in fair value	-38	-845	-3.780	1.551
Exchange adjustments	109	281	405	-1.854
Breeding herd ultimo	12.094	15.469	12.094	15.469
Herd total primo	29.168	36.198	32.585	43.434
Change in fair value due to volume	-24	-167	-6.824	2.617
Change in fair value due to price	-2.125	-4.121	271	-9.263
Exchange adjustments	-36	675	950	-4.203
Herd total ultimo	26.982	32.585	26.982	32.585
Crop primo	634	611	1.099	1.589
Change in fair value due to volume	134	480	-175	-128
Change in fair value due to price	-	-	-	-
Exchange adjustments	236	9	80	-362
Crop ultimo	1.004	1.099	1.004	1.099
Total Biological Assets primo	29.801	36.809	33.684	45.023
Change in fair value due to volume	110	313	-6.999	2.489
Change in fair value due to price	-2.125	-4.121	271	-9.263
Exchange adjustments	200	684	1.030	-4.565
Total Biological Assets ultimo	27.986	33.684	27.986	33.684

Note 3 Segment reporting

The group's results break down as follows on segments:

Q4 2021				
EUR '000	Lithuania	Russia	Other / Eliminations	Group
Revenue	11.684	8.710	-	20.394
Value adjustment, biological assets	- 551	- 1.574	-	- 2.125
Production costs	- 14.288	- 14.577	-	- 28.865
Administrative costs	- 492	- 324	- 266	- 1.082
Other income	1.047	6.139	-	7.187
Other expense	- 333	- 32	14	- 351
Operating profit	- 2.932	- 1.659	- 252	- 4.843
Net Financials	- 72	- 143	- 929	- 1.144
Foreign exchange adjustments	14	- 194	111	- 69
Profit before tax	- 2.990	- 1.995	- 1.070	- 6.055
Tax on profit for the year	615	- 45	-	570
Profit for the period	- 2.376	- 2.040	- 1.070	- 5.486
EUR '000				
Depreciations included in production cost	- 709	- 970	-	- 1.678
EBITDA	- 2.224	- 689	- 252	- 3.165
<i>EBITDA fixed herd prices</i>	<i>- 1.673</i>	<i>885</i>	<i>- 252</i>	<i>- 1.039</i>
Q4 2020				
EUR '000	Lithuania	Russia	Other / Eliminations	Group
Revenue	12.314	10.157	-	22.471
Value adjustment, biological assets	- 2.938	- 1.184	-	- 4.121
Production costs	- 13.843	- 10.111	2	- 23.953
Administrative costs	- 519	- 170	- 92	- 781
Other income	208	446	-	654
Other expense	4	- 14	-	- 10
Operating profit	- 4.774	- 875	- 91	- 5.740
Net Financials	- 358	- 391	- 2.811	- 3.560
Foreign exchange adjustments	-	101	405	506
Profit before tax	- 5.132	- 1.166	- 2.496	- 8.794
Tax on profit for the year	789	- 39	-	750
Profit for the period	- 4.343	- 1.205	- 2.496	- 8.044
EUR '000				
Depreciations included in production cost	- 956	- 1.150	2	- 2.105
EBITDA	- 3.818	275	- 92	- 3.635
<i>EBITDA fixed herd prices</i>	<i>- 880</i>	<i>1.458</i>	<i>- 92</i>	<i>486</i>

2021				
EUR '000	Lithuania	Russia	Other / Eliminations	Group
Revenue	53.864	46.298	-	100.163
Value adjustment, biological assets	159	112	-	271
Production costs	- 56.338	- 42.010	-	- 98.348
Administrative costs	- 1.808	- 1.287	- 626	- 3.721
Other income	2.818	6.865	-	9.683
Other expense	-	551	-	- 551
Operating profit	- 1.305	9.428	- 626	7.497
Net Financials	- 969	- 1.203	- 3.819	- 5.991
Foreign exchange adjustments	14	209	718	522
Profit before tax	- 2.260	8.016	- 3.728	2.029
Tax on profit for the year	492	107	-	385
Profit for the period	- 1.768	7.909	- 3.728	2.413
EUR '000				
Depreciations included in production cost	- 2.905	- 4.227	-	- 7.132
EBITDA	1.600	13.655	- 626	14.629
<i>EBITDA fixed herd prices</i>	<i>1.441</i>	<i>13.544</i>	<i>- 626</i>	<i>14.358</i>
2020				
EUR '000	Lithuania	Russia	Other / Eliminations	Group
Revenue	60.551	41.203	-	101.754
Value adjustment, biological assets	- 11.270	2.006	-	- 9.264
Production costs	- 53.098	- 35.516	- 2	- 88.616
Administrative costs	- 1.844	- 1.038	- 574	- 3.457
Other income	1.615	821	-	2.436
Other expense	2	67	7	72
Operating profit	- 4.044	7.409	- 584	2.781
Net Financials	- 1.056	- 1.444	- 5.183	- 7.683
Foreign exchange adjustments	-	128	3.413	- 3.541
Profit before tax	- 5.100	5.837	- 9.180	- 8.443
Tax on profit for the year	765	83	-	682
Profit for the period	- 4.335	5.754	- 9.180	- 7.761
EUR '000				
Depreciations included in production cost	- 3.182	- 4.514	- 2	- 7.699
EBITDA	- 862	11.923	- 581	10.480
<i>EBITDA fixed herd prices</i>	<i>10.408</i>	<i>9.917</i>	<i>- 581</i>	<i>19.744</i>

Note 4 Summary of bond terms

Issuer	Idavang A/S
Security package:	(i) share pledges over Guarantors and Russian operating companies, (ii) mortgages over substantially Lithuanian real estate, (iii) Danish registered negative pledges, (iv) account pledge over IFC Deposit account and (v) assignment over intra-group loan (RUB 0.5bn - reduced from 0.9b RUB) from the
Original Guarantors:	Rus Invest Aps, Rurik A/S, Pskov Invest Aps, Idavang Russia A/S, UAB Idavang
Status of the bond:	Senior secured
Currency:	EUR
Initial debt amount:	EUR 75 millions
Other facilities:	Super senior RCF up to 9 mEUR, governed under an inter-
Tenor	5 years
Pricing:	3m EURIBOR + 725 bps p.a., quarterly interest payments, EURIBOR floor of 0.0%
Rating:	Unrated
Call options:	Non call during the first 30 months, then 50/33/25/10/0 after 30/36/42/48/57 Cash sweep of 50% of Free cash flow at 102.3925, starting from 2021
Incurrence test	NIBD/EBITDA LTM fixed herd price (net leverage) of 3.00 and
Restricted payments	No financial support (by way of loans, capital or similar) by the Issuer to Russian subsidiaries, except if funded by the super senior facility or if the incurrence test is met (excluding the IFC Deposit from Net Interest Bearing Debt)
Information covenants:	Annual audited statements, quarterly unaudited reports
Change of control:	Investor put at 101%
Listing of bonds:	Nasdaq Copenhagen
Trustee:	Nordic Trustee
Governing law:	Danish law

Quarterly Financial Highlights and Key Ratios

EUR '000	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Income statement						
Revenue	20.394	26.703	28.305	24.760	22.471	24.728
EBITDA	- 3.165	2.637	3.667	11.490	- 3.635	3.432
EBITDA fixed herd price	- 1.039	7.536	6.111	1.750	486	7.253
EBIT	- 4.843	786	1.836	9.718	- 5.740	1.648
Financial items, net	- 1.212	- 1.539	- 1.285	- 1.433	- 3.054	- 3.628
Profit/(loss) for the period	- 5.486	- 46	543	7.401	- 8.044	- 1.477
Cash flow						
Operating activity	6.023	- 323	5.136	560	- 2.065	3.120
Investing activity	- 804	1.298	- 1.686	70	- 1.466	- 739
Financing activity	889	- 5.611	- 2.446	- 4.062	9.366	- 1.504
Free cash flow	6.130	2.640	4.735	2.528	- 748	3.771
Balance sheet						
Non-current assets	93.926	94.257	96.811	96.497	97.353	97.979
Net working capital	26.866	36.684	32.364	32.928	23.274	24.266
Net operating assets	120.792	130.941	129.175	129.425	120.627	122.245
Total assets	146.166	149.962	155.033	152.206	146.369	167.393
Equity	39.744	44.658	41.065	38.231	29.867	54.211
Net interest bearing debt	78.455	82.653	83.800	86.688	87.346	63.995
Key financials Group						
EBITDA margin	-15,5%	9,9%	13,0%	46,4%	-16,2%	13,9%
EBITDA margin - fixed herd prices	-5,1%	28,2%	21,6%	7,1%	2,2%	29,3%
Cash conversion	-589,8%	35,0%	77,5%	144,5%	-153,8%	52,0%
NIBD / EBITDA fixed price LTM	5,5	5,2	5,4	6,1	4,4	2,5
Equity ratio	27,2%	29,8%	26,5%	25,1%	20,4%	32,4%

Appendix / Production information

Idavang Group

	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Number of Sows average					
Lithuania	15.247	15.104	15.180	15.247	15.344
Russia	6.993	9.124	10.194	10.314	10.335
Total	22.240	24.228	25.374	25.561	25.679

Pigs sold (slaughterpigs, Weaners and Sows)

Lithuania	123.861	119.534	119.392	119.931	125.688
Russia	57.190	80.074	87.681	89.239	85.836
Total	181.051	199.608	207.073	209.170	211.524

Displacement

Lithuania	- 8.269	710	262	619	- 4.177
Russia	- 677	- 2.832	- 3.583	- 4.128	- 472
Total	- 8.946	- 2.122	- 3.321	- 3.509	- 4.649
Russia, Ostrov		- 53.489			

Total production

Lithuania	115.592	120.244	119.654	120.550	121.511
Russia	56.513	77.242	84.098	85.111	85.364
Total	172.105	197.486	203.752	205.661	206.875

Feed cost kEUR

Lithuania	- 9.487	- 10.136	- 9.326	- 8.798	- 8.952
Russia	- 5.686	- 6.911	- 6.882	- 7.123	- 6.934
Total	- 15.174	- 17.048	- 16.208	- 15.921	- 15.886

Feed conversion kg/kg

	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Lithuania	2,86	2,88	2,81	2,79	2,78
Russia	2,90	2,89	2,82	2,99	2,96
Group	2,87	2,89	2,81	2,87	2,86