

Second quarter 2021 report



Second quarter 2021 highlights

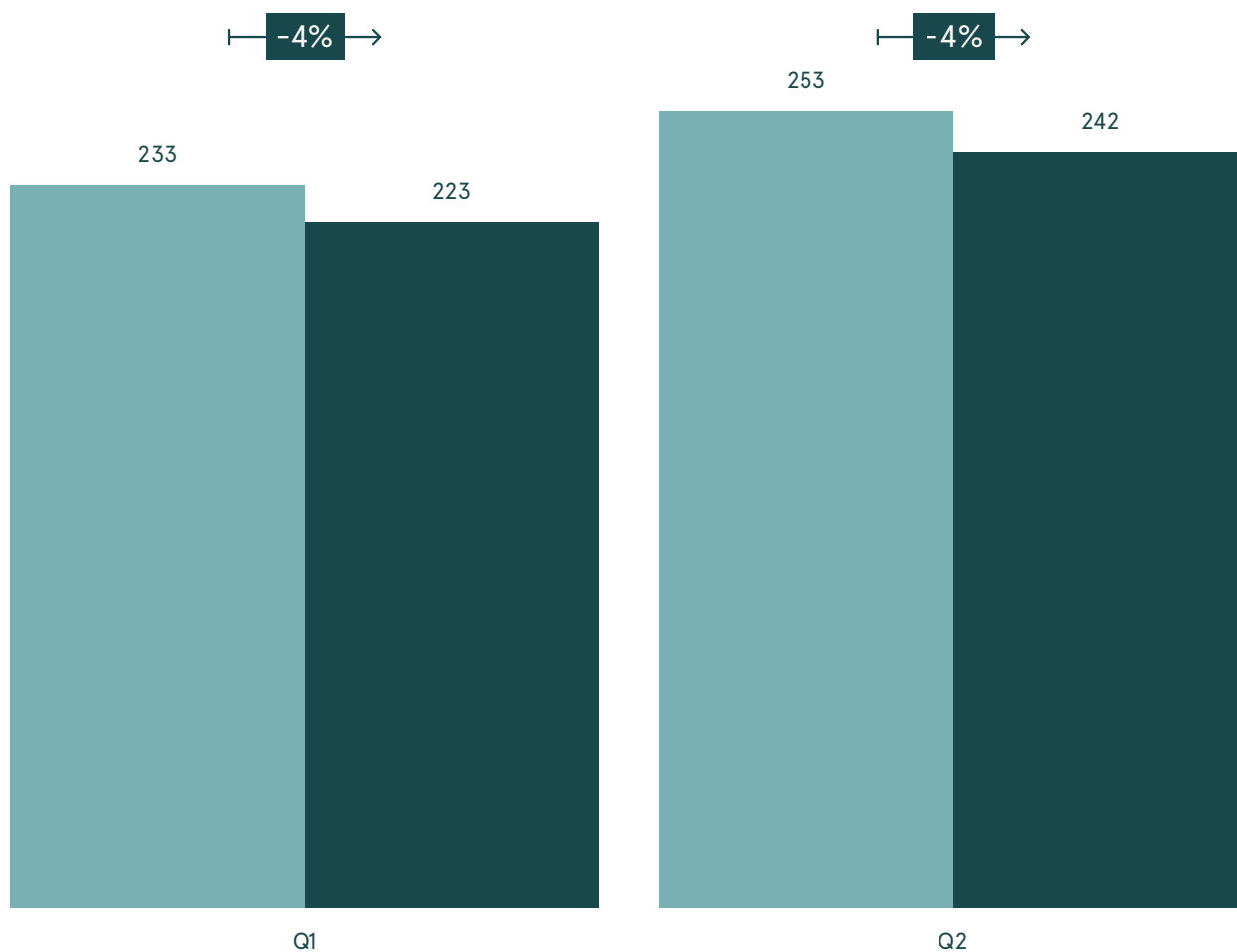
- Continued strong profitability performance, adjusted EBITDA of EUR 34.7 million compared with EUR 37.3 million in the second quarter of 2020, and an EBITDA margin of 14.3% compared with 14.7% in the second quarter of 2020.
- Revenue decreased by 4% compared with second quarter last year due to stockpiling in the initial phase of the pandemic. On a constant currency basis revenue decreased by 3%.
- Raw material price increases are starting to impact results. Most of the short-term exposure is secured by hedging.
- Elopak was listed on Oslo Børs 17 June 2021. The company's financial position was significantly strengthened post-IPO with additional EUR 50 million in new equity raised, resulting in a Leverage Ratio of 2.1 as of end of second quarter 2021.

Summary underlying financial and operating results and liquidity

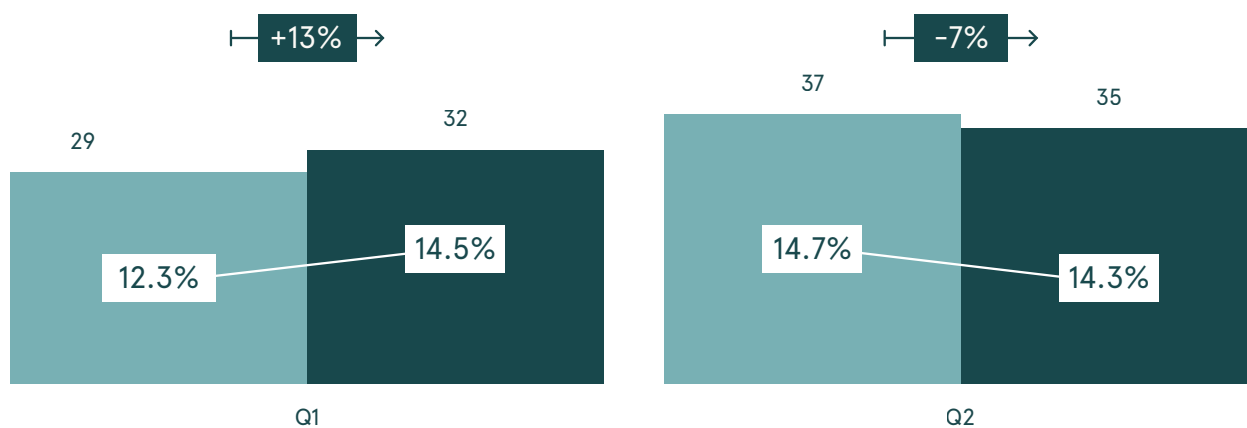
| (EUR 1,000,000) | Quarter ended 30 Jun | | | Year to date ended 30 Jun | | |
|--------------------------------------------------------|----------------------|--------|--------|---------------------------|--------|--------|
| | 2021 | 2020 | Change | 2021 | 2020 | Change |
| Revenues | 242.1 | 252.8 | -4% | 464.9 | 485.9 | -4% |
| EBITDA ¹⁾ | 29.4 | 36.0 | -18% | 60.1 | 63.1 | -5% |
| Adjusted EBITDA ¹⁾ | 34.7 | 37.3 | -7% | 67.1 | 66.1 | 2% |
| Adjusted EBITDA margin | 14.3 % | 14.7 % | -3% | 14.4 % | 13.6 % | 6% |
| Profit for the period | 12.4 | 13.4 | -7% | 23.4 | 29.2 | -20% |
| Adjusted profit for the period ¹⁾ | 15.8 | 14.9 | 6% | 27.3 | 30.6 | -11% |
| Leverage ratio ¹⁾ | 2.1 | N/A | - | 2.5 | N/A | - |
| Adjusted basic and diluted earnings per share (in EUR) | 0.06 | 0.06 | - | 0.11 | 0.12 | - |

¹⁾ Definition of Alternative Performance Measures, including specification of adjustments, at the end of this report

Revenues (EURm)



Adjusted EBITDA (EURm) and margin (%)



2020 2021

Business performance

Satisfactory business performance

In the first half of 2021 Elopak has continued to show resilient financial performance in a business environment still impacted by the Covid-19 pandemic. The total revenue for the first half of 2021 is slightly lower compared with the same period last year, primarily due to the stockpiling effects we experienced in Europe during the second quarter of 2020. We are pleased to see that our European business is performing in line with expectations, especially the strategically important aseptic business. The Americas business performance is slightly below last year, and still negatively impacted by the pandemic and the customer losses experienced in 2020.

Elopak Group profitability remains strong in the second quarter, despite inflationary pressure and rising raw material costs. For Europe, we expect the increasing raw material costs to further impact profitability into the second half of the year. Short term, our financial hedging and inventory positions provide some protection from the raw material hikes in the first half of 2021.

A number of regulatory measures were implemented in the second quarter, supporting the plastic-to-carton conversion trend driving more customers to consider sustainable packaging.

Europe

Our European business performed well during the second quarter. Sales in aseptic segments in both North and South Europe increased. The revenue decreased somewhat compared with the same period last year primarily as a result of high sales in the second quarter of 2020 due to stockpiling from our customers, and a decline in fresh dairy across Europe. Another contributor to the revenue decrease was challenging market conditions in Russia. The revenue decrease has primarily been in products with relatively lower margins, while margins are generally stronger in the aseptic segment.

We are currently seeing positive signs in the market with customers wanting to switch to carton from plastic packaging. Sustainability remains the key topic in most of our customer dialogues and our solutions aim to meet the demands of our customers and their consumers alike.

Americas

Our Americas business performed slightly below last year in the second quarter. The revenue decreased by 14% compared with the same period in 2020, but 6% on a constant currency basis. The main drivers for the revenue decrease was loss of customers in 2020. The closures business is performing well.

It has proved challenging to grow our business and place new filling machines in a restrictive Covid-19 environment.

Group

All-in-all we are pleased with the business performance in the second quarter of 2021, although our revenue was slightly behind expectations. Business operations in all our plants continue to perform well partly offsetting the raw material increases.

Sustainability – our key value driver

The business environment in which we operate, especially in Europe, is heavily impacted by the critical climate changes. Sustainable products and packaging solutions are a primary concern for all our customers across all markets. During the second quarter, the sustainability challenges were highlighted by several new regulations, reinforcing the importance of combating climate change. The Europe Forest Strategy was announced in the second quarter and will, together with the launch of the EU Taxonomy and the newly released UN Climate report, be important drivers going forward.

Elopak's commitment to the 1.5 degree target remains firm, and we believe the move from plastic to carton is an important contributor to a low carbon and circular economy. We monitor and respond to relevant new regulations and continue to drive sustainable innovations in the market. In the second quarter, Elopak launched the tethered cap to meet requirements of the single-use-plastics directive. Another key sustainability innovation is Pure-Pak® eSense, which will be made available to customers who want to replace the aluminum barrier in their aseptic cartons.

Elopak is well positioned to further drive the plastic-to-carton conversion in the liquid beverage packaging market, and we are working closely with customers, suppliers, NGOs and industry organisations to ensure that carton packaging is a part of the solution to the global climate challenges.

IPO strengthened our financial position

As a result of the IPO in June 2021, Elopak's financial position is strengthened through the capital raise of EUR 50 million. The listing resulted in a healthy balance sheet and strong liquidity position, providing the company with an excellent platform for further growth.

Outlook

Elopak expects to continue to perform as a resilient company through the pandemic and there are no changes to our mid-term targets. In the shorter term we believe the inflationary pressure and increased raw material prices will put pressure on our margins. Managing this will be a key focus area going forward. With the resurgence of infections from Covid-19, we also expect a slower recovery of our business in Americas compared with our previously stated anticipations.

Elopak is actively evaluating further growth opportunities and we are confident that we are well positioned to expand our business in the coming quarters, both organically and through value-accretive acquisition.

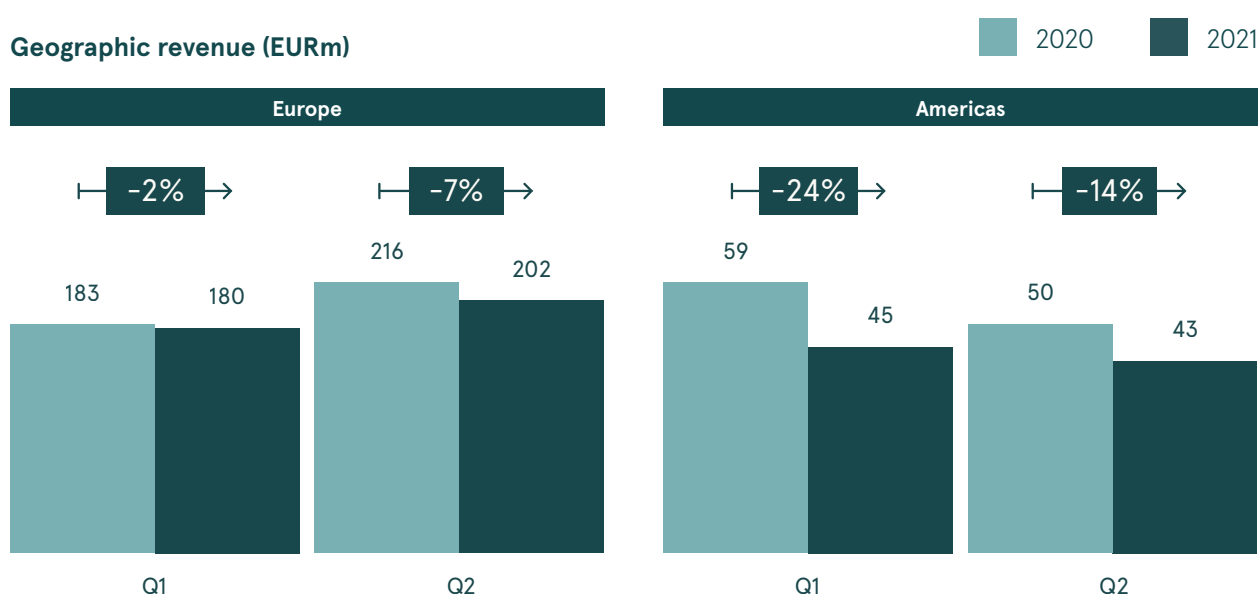


Pure-Pak®

**Chosen by people,
packaged by nature**

Financial review

Geographic revenue (EURm)



Revenues

In the second quarter of 2021, revenues decreased by 4%, or EUR 10.8 million. Currency effects (EUR to USD) represent EUR 4 million of this decrease.

In Europe, the revenue decrease was caused by artificially high revenues in the same period last year, due to stockpiling by retailers and customers following the Covid-19 pandemic outbreak. Revenues from sales of Pure-Pak® aseptic cartons grew, as we see positive volume development in both UHT and juice. The growth in juice comes from conversion from plastic to carton.

In Americas the main reason for the decrease was the loss of a Roll Fed customer to competition, in addition to the currency effects.

In the first half of 2021, revenues decreased by 4%, or EUR 21 million. In Europe volumes in the fresh dairy segment decreased, reflecting a longer term trend of mature European markets. However, in the aseptic segment volumes grew as a result of the increasing installed base of aseptic filling machines. In Americas revenues decreased by EUR 21 million. Currency effects had a EUR 7 million unfavourable impact, due to stronger Euro against USD. The remaining revenue reduction was primarily caused by the loss of a Roll Fed customer.

Overall, Elopak benefits from a diversified offering both in terms of geographical spread and products. Growth in sales of filling machines compensated somewhat for the weakness in carton sales.

Adjusted EBITDA distribution (EURm)



Adjusted EBITDA and EBITDA

Adjusted EBITDA in the second quarter of 2021, decreased by 7%, or EUR 2.6 million, from EUR 37.3 million in 2020 to EUR 34.7 million in 2021. The adjusted EBITDA margin at 14.3% is slightly below the comparative period, predominantly due to increasing raw material pricing. Lower waste in manufacturing and improvements in logistics contributed positively.

In Europe adjusted EBITDA decreased by EUR 2.6 million, mainly due to increased raw material pricing. The reduced sale of Roll Fed in Americas has an impact on European margin, as the cartons are supplied from European plants. Adjusted EBITDA margin in the quarter was 15.6%, slightly below the comparative period. Improved pricing, positive mix and production efficiencies compensated for the impact of reduced volume and increased raw materials. In addition, margins on sale of filling equipment improved. In Americas, adjusted EBITDA decreased by EUR 1.1 million, mainly due to the reduced revenues and the impact of currency translation. Adjusted

EBITDA margin was 15.8%, in line with last year, as improved efficiencies in the Montreal plant compensated for the impact of reduced volume.

Adjusted EBITDA in the first half of 2021 increased by 2%, or EUR 1 million. The increase is a result of improved customer pricing, positive mix effects from the growth in aseptic and continued production efficiencies.

In Europe adjusted EBITDA increased by EUR 2.5 million. Adjusted EBITDA margin was 15.8%, up from 14.4% in the comparative period. In addition to the factors explained above, the customer price increases during the first quarter in 2020 had a significant impact.

In Americas adjusted EBITDA decreased by EUR 2.0 million, mainly due to the reduced revenues resulting from the Covid-19 pandemic and the loss of a Roll Fed customer. The relatively higher exposure to food service and school milk in Americas vs Europe

resulted in a net negative impact from the pandemic, which affected sales negatively from April 2020 and onwards. Adjusted EBITDA margin was 17.8%, up from 16.1% last year. In addition to the improved efficiencies, product mix is contributing positively, as Roll Fed cartons shipped from Europe had a lower margin in Americas EBITDA in 2020.

In the second quarter of 2021, earnings before depreciations and amortisations, financial items and tax (EBITDA) decreased by 18%, or EUR 6.5 million, from EUR 36.0 million in same period last year to EUR 29.4 million in 2021. Expenses incurred in relation to the IPO had a negative impact of EUR 4.3 million, predominantly fees to advisors reported as other operating expenses and a transaction bonus to management reported as payroll expenses.

The following table provides a reconciliation from reported operating profit to EBITDA and adjusted EBITDA. For further details and definitions, we refer to the APM section in the back of this report.

Reconciliation of EBITDA and adjusted EBITDA

| | Quarter ended 30 Jun | | Year to date ended 30 Jun | | Year ended |
|----------------------------------------------------------------------------------|-------------------------|---------------|------------------------------|---------------|----------------|
| (EUR 1,000) | 2021 | 2020 | 2021 | 2020 | 2020 |
| Operating profit | 14,774 | 22,954 | 31,932 | 36,744 | 70,656 |
| Depreciation, amortisation and impairment | 14,664 | 13,000 | 28,161 | 26,379 | 52,209 |
| EBITDA | 29,438 | 35,955 | 60,092 | 63,124 | 122,866 |
| Total adjusted items | 4,343 | - | 5,163 | - | -5,203 |
| Share of net income from joint ventures (continued operations) ^{1) 2)} | 945 | 1,336 | 1,827 | 2,937 | 4,627 |
| Impairments on joint ventures investment (continued operations) ^{1) 2)} | - | - | - | - | - |
| Adjusted EBITDA | 34,726 | 37,291 | 67,083 | 66,060 | 122,290 |

¹⁾ Share of net income and impairment on investment from joint ventures included in adjusted figures

²⁾ See reconciliation of net income from joint ventures

Operating profit

In the second quarter of 2021, operating profit decreased by EUR 8.2 million, from EUR 23.0 million in same period last year to EUR 14.8 million in 2021. The margin development is a result of the factors explained above. Depreciation and amortisation increased by EUR 1.7 million, primarily due to higher amortisation of intangible assets.

Profit for the quarter

In the second quarter of 2021, profit decreased by 7%, or EUR 1.0 million, from EUR 13.4 million in the same period of 2020 to EUR 12.4 million in 2021.

In the second quarter of 2021, share of income from joint ventures increased by EUR 1.1 million, from EUR -0.2 million in the same period last year to EUR 0.9 million in 2021. The increase was primarily due to recognition of a negative currency translation difference at EUR 1.5 million which was recognised last year upon disposal of the joint venture in Saudi Arabia. The underlying business in the remaining two joint ventures in Americas is relatively stable, however with some decline as the exposure to school milk has an impact on sales.

The effective tax rate changed from 30% in the second quarter of 2020, to 21% in 2021. The reduction in tax was primarily due to higher taxable profit in the quarter in 2020 caused by a calculated currency gain.

Cash flows

In the first half of 2021, cash flow from operations decreased by EUR 8.4 million. The decrease was primarily a function of the lower results as described above. Net cash flows relating to working capital is normally negative in the first six months, due to the seasonality of our business.

Net cash flows used in investing activities decreased by EUR 16.2 million. The decrease was primarily due to lower capex in the period, mainly related to filling machines. This is predominantly a timing effect, as we expect to place several filling machines as operating leases in the second half of the year. Related to manufacturing plants, investments were broadly in line with the comparable period. The activity level will increase in the second half of the year, with the UV flexo line in Montreal as the main project.

Net cash flows used in financing activities increased by EUR 7.8 million. The increase is predominantly due to the dividend paid to shareholders. During the second quarter of 2021 a total of EUR 10.0 million was paid to shareholders as dividends. In 2020 the dividend to shareholders was paid in the third quarter.

Cash flow

| (EUR 1,000) | Year to date ended 30 Jun | | |
|-----------------------------------------|---------------------------|------------|--------------|
| | 2021 | 2020 | Change |
| Net cash flow from operations | 27,252 | 35,622 | -23% |
| Net cash flow from investing activities | -3,680 | -19,888 | -81% |
| Net cash flow from financing activities | -20,323 | -12,489 | 63% |
| Foreign currency translation on cash | 635 | -3069 | -121% |
| Net increase/ decrease in cash | 3,885 | 176 | 2107% |

Capital structure

The balance sheet conditions remain satisfactory as of June 30, 2021. Net interest-bearing bank debt has decreased to EUR 171.5 million from EUR 223.2 million at year end 2020. The primary reason for the reduction is that proceeds from capital increase in relation to the IPO was used for repayment of long-term debt to financial institutions. Consequently, the Leverage Ratio as of June 30, 2021 ended at 2.1.

For a specification of the net debt, please refer to Alternative Performance Measures section.

Book equity increased by EUR 74.6 million, from EUR 185.4 million as of December 31, 2020 to EUR 260.1 million as of June 30, 2021. The increase was primarily due to issue of new shares in relation to the IPO, with net proceeds at EUR 48.7 million. Total comprehensive income was EUR 37.1 million.

The Board confirms that the accounts are presented under a going concern assumption.





Condensed consolidated interim financial statements

Condensed consolidated statement of comprehensive income

| (EUR 1,000) | Note | Quarter ended 30 Jun | | Year to date ended 30 Jun | |
|-----------------------------------------------|----------|----------------------|-----------------|---------------------------|-----------------|
| | | Unaudited | | Unaudited | |
| | | 2021 | 2020 | 2021 | 2020 |
| Revenues | 3 | 242,060 | 252,849 | 464,853 | 485,896 |
| Other operating income | | - | 6 | 2 | 8 |
| Total income | 4 | 242,060 | 252,855 | 464,855 | 485,904 |
| Cost of materials | | -154,361 | -164,519 | -292,928 | -315,802 |
| Payroll expenses | | -45,717 | -41,397 | -87,240 | -83,777 |
| Depreciation, amortisation and impairment | | -14,664 | -13,000 | -28,161 | -26,379 |
| Other operating expenses | | -12,544 | -10,985 | -24,594 | -23,201 |
| Total operating expenses | | -227,286 | -229,901 | -432,923 | -449,160 |
| Operating profit | 4 | 14,774 | 22,954 | 31,932 | 36,744 |
| Financial income and expenses | | | | | |
| Share of net income from joint ventures | | 945 | -154 | 1,827 | 1,465 |
| Financial income | | 2,224 | 451 | 3,747 | 3,973 |
| Financial expenses | | -2,186 | -4,052 | -6,035 | -8,438 |
| Profit before tax | | 15,756 | 19,199 | 31,471 | 33,744 |
| Income tax | | -3,349 | -5,821 | -8,114 | -4,577 |
| Profit | | 12,407 | 13,379 | 23,358 | 29,167 |
| Profit for the year attributable to: | | | | | |
| Elopak shareholders | | 12,407 | 13,379 | 23,358 | 29,167 |
| Basic and diluted earnings per share (in EUR) | | 0.05 | 0.05 | 0.09 | 0.12 |

Condensed consolidated statement of comprehensive income continued

| (EUR 1,000) | | Quarter ended 30 Jun | | Year to date ended 30 Jun | |
|---------------------------------------------------------------------------|-------------|----------------------|---------------|---------------------------|---------------|
| | | Unaudited | | Unaudited | |
| OTHER COMPREHENSIVE INCOME | Note | 2021 | 2020 | 2021 | 2020 |
| Items that will not be reclassified subsequently to profit or loss | | | | | |
| Net value gains / losses (-) on actuarial benefit plans, net of tax | | 12 | -28 | -18 | 33 |
| Items reclassified subsequently to net income upon derecognition | | | | | |
| Exchange differences on translation foreign operations | | 405 | 965 | 3,694 | -5,839 |
| Net value gains / losses (-) on cash flow hedges, net of tax | | 5,255 | 5,154 | 10,069 | -2,490 |
| Other comprehensive income, net of tax | | 5,673 | 6,091 | 13,745 | -8,296 |
| Total comprehensive income | | 18,080 | 19,470 | 37,103 | 20,871 |
| Total comprehensive income attributable to: | | | | | |
| Elopak shareholders | | 18,080 | 19,470 | 37,103 | 20,871 |

Condensed consolidated statement of financial position

(EUR 1,000)

| | | 30 Jun 2021 | 31 Dec 2020 |
|----------------------------------------------|----------|----------------|----------------|
| ASSETS | Note | Unaudited | Audited |
| Non-current assets | | | |
| Development cost and other intangible assets | | 58,886 | 61,211 |
| Deferred tax assets | | 21,364 | 23,544 |
| Goodwill | | 52,149 | 52,291 |
| Property, plant and equipment | | 178,462 | 188,429 |
| Right-of-use assets | 5 | 64,173 | 69,270 |
| Investment in joint ventures | | 28,207 | 26,956 |
| Other non-current assets | | 15,113 | 14,517 |
| Total non-current assets | | 418,355 | 436,217 |
| Current assets | | | |
| Inventory | | 134,317 | 135,523 |
| Trade receivables ¹⁾ | | 90,326 | 77,958 |
| Other current assets ¹⁾ | | 109,232 | 92,981 |
| Cash and cash equivalents | | 10,328 | 6,443 |
| Total current assets | | 344,204 | 312,906 |
| Total assets | 4 | 762,558 | 749,123 |

¹⁾ Contract assets of EUR 35,092 thousand are reclassified from trade receivables to other current assets as of December 31, 2020. Contract assets from similar transactions of EUR 39,806 thousand are classified as other current assets as of June 30, 2021.

Condensed consolidated statement of financial position continued

(EUR 1,000)

| | | 30 Jun 2021 | 31 Dec 2020 |
|---------------------------------------------------|-------------|------------------|----------------|
| EQUITY AND LIABILITIES | Note | Unaudited | Audited |
| EQUITY | | | |
| Share capital | 6 | 50,155 | 47,482 |
| Other paid-in capital | 6 | 69,906 | 15,332 |
| Currency translation reserve | | -38,236 | -41,930 |
| Cash flow hedge reserve | | 10,066 | -3 |
| Retained earnings | | 168,171 | 164,564 |
| Attributable to Elopak shareholders | | 260,061 | 185,444 |
| Total equity | | 260,061 | 185,444 |
| LIABILITIES | | | |
| Non-current liabilities: | | | |
| Pension liabilities | | 2,834 | 2,554 |
| Deferred taxes | | 12,061 | 11,994 |
| Non-current liabilities to financial institutions | 7 | 173,896 | 213,135 |
| Non-current lease liabilities | | 64,240 | 69,090 |
| Other non-current liabilities | | 4,494 | 5,982 |
| Total non-current liabilities | | 257,524 | 302,755 |
| Current liabilities: | | | |
| Current liabilities to financial institutions | 7 | 7,159 | 15,552 |
| Trade payables | | 111,929 | 114,273 |
| Taxes payable | | 9,843 | 8,978 |
| Public duties payable | | 19,082 | 20,125 |
| Current lease liabilities | | 18,746 | 19,085 |
| Other current liabilities | | 78,213 | 82,911 |
| Total current liabilities | | 244,973 | 260,923 |
| Total liabilities | | 502,497 | 563,678 |
| Total equity and liabilities | | 762,558 | 749,123 |

Skøyen, August 23, 2021



Jo Olav Lunder

Chairperson



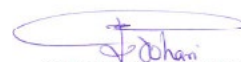
Trond Solberg

Board member



Anna Belfrage

Board member



Seyed Mehran Johari

Board member



Sanna Suvanto-Harsaee

Board member



Erlend Sveva

Board member



Anette Bauer Ellingsen

Board member



Thomas Körmeni

CEO

Condensed consolidated statement of cash flows

| (EUR 1,000) | Note | Year to date ended 30 Jun | |
|------------------------------------------------|------|---------------------------|----------------|
| | | 2021 | 2020 |
| | | Unaudited | Unaudited |
| Profit before tax | | 31,471 | 33,744 |
| Interest to financial institutions | | 1,606 | 3,170 |
| Lease liability interest | | 2,414 | 2,731 |
| Profit before tax and interest paid | | 35,491 | 39,645 |
| Other operating cash flows | | -8,239 | -4,023 |
| NET CASH FLOW FROM OPERATIONS | | 27,252 | 35,622 |
| Purchase of non-current assets | | -8,414 | -24,570 |
| Proceeds from sales of non-current assets | | 10 | 4 |
| Proceeds from sales of business | | - | 1,500 |
| Dividend from joint ventures | | 1,722 | - |
| Change in other non-current assets | | 3,002 | 3,178 |
| NET CASH FLOW FROM INVESTING ACTIVITIES | | -3,680 | -19,888 |
| Proceeds of loans from financial institutions | | 404,183 | 521,270 |
| Repayment of loans from financial institutions | | -452,213 | -520,376 |
| Interest to financial institutions | | -1,606 | -3,170 |
| Dividend paid | | -9,988 | - |
| Capital increase | | 49,582 | - |
| Lease payments | | -10,281 | -10,213 |
| NET CASH FLOW FROM FINANCING ACTIVITIES | | -20,323 | -12,489 |
| Foreign currency translation on cash | | 635 | -3,069 |
| Net increase/ decrease in cash | | 3,885 | 176 |
| Cash at beginning of year | | 6,443 | 15,507 |
| Cash at end of period | | 10,328 | 15,683 |

Condensed consolidated statement of changes in equity

(EUR 1,000)

| Year to date 30 Jun 2021 Unaudited | Note | Share capital | Other paid-in capital | Currency translation reserve | Cash flow hedge reserve | Retained earnings | Total equity |
|---------------------------------------------------------|----------|------------------|-----------------------------|------------------------------------|-------------------------------|----------------------|-----------------|
| Total equity 01.01 | | 47,482 | 15,332 | -41,930 | -3 | 164,564 | 185,444 |
| Profit for the period | | - | - | - | - | 23,358 | 23,358 |
| Other comprehensive income for the period net of tax | | - | - | 3,694 | 10,069 | -18 | 13,745 |
| Total comprehensive income for the period | | - | - | 3,694 | 10,069 | 23,340 | 37,103 |
| Dividend paid | | - | - | - | - | -9,988 | -9,988 |
| Purchase of treasury shares | | 58 | 1,112 | - | - | - | 1,170 |
| Settlement of share-based bonus | | 5 | -2,380 | - | - | - | -2,375 |
| Bonus issue and reclassification within equity | | 120 | 9,625 | - | - | -9,745 | - |
| Issue of new shares in IPO | | 2,490 | 47,308 | - | - | - | 49,798 |
| Share issue expenses | | - | -1,091 | - | - | - | -1,091 |
| Total capital transactions in the period | 6 | 2,673 | 54,573 | - | - | -19,733 | 37,513 |
| Total equity 30.06 | | 50,155 | 69,906 | -38,236 | 10,066 | 168,171 | 260,061 |

(EUR 1,000)

| Year to date 30 Jun 2020 Unaudited | | Share capital | Other paid-in capital | Currency translation reserve | Cash flow hedge reserve | Retained earnings | Total equity |
|---------------------------------------------------------|--|------------------|-----------------------------|------------------------------------|-------------------------------|----------------------|-----------------|
| Total equity 01.01 | | 47,482 | 13,188 | -30,932 | -2,139 | 126,290 | 153,889 |
| Profit for the period | | - | - | - | - | 29,167 | 29,167 |
| Other comprehensive income for the period net of tax | | - | - | -5,839 | -2,490 | 33 | -8,296 |
| Total comprehensive income for the period | | - | - | -5,839 | -2,490 | 29,200 | 20,871 |
| Total equity 30.06 | | 47,482 | 13,188 | -36,771 | -4,629 | 155,490 | 174,761 |

Note 1 – General information

The Elopak Group consists of Elopak ASA and its subsidiaries. Elopak ASA is a public limited company registered in Norway. The Group is a leading global supplier of carton packaging and filling equipment. The consolidated financial information has not been subject to audit or review.

All numbers are presented in EUR 1,000 unless otherwise is clearly stated.

The Board of Directors approved the condensed consolidated interim financial statements for the three months ended June 30, 2021 on August 23, 2021.

Note 2 – Basis of preparation

The consolidated condensed interim financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS), IAS 34 “Interim Financial Reporting”. The condensed interim financial statements do not include all information and disclosures required in the annual financial statement and should be read in conjunction with the Group’s Annual Report for 2020, which has been prepared according to IFRS as adopted by EU. The accounting policies applied in the preparation of the consolidated interim financial statement are consistent with those applied in the preparation of the annual IFRS financial statement for the year ended December 31, 2020.

The preparation of interim financial statements requires the Group to make certain estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates and judgements are continually evaluated by the company based on historical experience and other factors, including expectations of future events that are deemed to be reasonable under the circumstances. Actual results may differ from these estimates. The most significant judgements used in preparing these interim financial statements and the key areas of estimation uncertainty are the same as those applied in the consolidated annual report for 2020.

Note 3 – Revenues

The Group's revenues consist of revenue from contracts with customers (99%) and rental income from lease of filling equipment (1%). Revenues are primarily derived from the sale of cartons and closures, sales and rental income related to filling equipment and service.

Revenues specified by geographical area

| (EUR 1,000) | Quarter ended 30 Jun | | Year to date ended 30 Jun | |
|-----------------------|----------------------|----------------|---------------------------|----------------|
| | 2021 | 2020 | 2021 | 2020 |
| Germany | 39,370 | 41,297 | 76,255 | 76,832 |
| USA | 32,673 | 35,349 | 64,409 | 72,625 |
| Russia | 19,329 | 21,257 | 35,449 | 39,531 |
| Netherlands | 14,569 | 13,344 | 27,056 | 25,705 |
| Norway | 5,745 | 6,292 | 12,334 | 12,626 |
| Other | 130,374 | 135,309 | 249,350 | 258,576 |
| Total revenues | 242,060 | 252,849 | 464,853 | 485,896 |

The revenues are specified by location (country) of the customer.

Revenues by product and operating segment

(EUR 1,000)

| Quarter ended 30 Jun 2021 | EMEA | Americas | Other and eliminations | Total |
|------------------------------------|----------------|---------------|------------------------|----------------|
| Cartons and closures ¹⁾ | 169,792 | 40,070 | -634 | 209,228 |
| Equipment | 15,036 | 2,521 | - | 17,558 |
| Service | 10,678 | - | -118 | 10,560 |
| Other | 6,258 | 386 | -1,930 | 4,714 |
| Total revenues | 201,764 | 42,978 | -2,682 | 242,060 |

| Quarter ended 30 Jun 2020 | EMEA | Americas | Other and eliminations | Total |
|---------------------------|----------------|---------------|------------------------|----------------|
| Cartons and closures | 177,740 | 49,829 | -4,837 | 222,733 |
| Equipment | 18,690 | 8 | -6,319 | 12,379 |
| Service | 10,461 | 108 | -2 | 10,567 |
| Other | 9,103 | 48 | -1,979 | 7,171 |
| Total revenues | 215,994 | 49,993 | -13,137 | 252,849 |

Note 3 – Revenues continued

| Year to date ended 30 Jun 2021 | EMEA | Americas | Other and eliminations | Total |
|---------------------------------------|----------------|-----------------|-----------------------------------|----------------|
| Cartons and closures ¹⁾ | 328,144 | 84,670 | -930 | 411,884 |
| Equipment | 20,282 | 2,529 | - | 22,811 |
| Service | 21,792 | - | -239 | 21,553 |
| Other | 11,220 | 764 | -3,380 | 8,604 |
| Total revenues | 381,438 | 87,963 | -4,549 | 464,853 |

| Year to date ended 30 Jun 2020 | EMEA | Americas | Other and eliminations | Total |
|---------------------------------------|----------------|-----------------|-----------------------------------|----------------|
| Cartons and closures | 339,164 | 108,856 | -11,781 | 436,239 |
| Equipment | 26,978 | 17 | -7,205 | 19,791 |
| Service | 21,327 | 406 | -8 | 21,725 |
| Other | 11,465 | 106 | -3,430 | 8,141 |
| Total revenues | 398,933 | 109,385 | -22,422 | 485,896 |

¹⁾ Decrease in cartons and closures in Americas is mainly due to the loss of a Roll Fed customer and the impact of currency translation.

Note 4 – Operating segments

Information reported to the Group's chief operating decision makers, the Group Leadership Team, for the purpose of resource allocation and assessment of segment performance is focused on two key geographical regions – EMEA (including Commonwealth of Independent States) and Americas. Key figures representing the financial performance of these segments are presented in the following:

Operating segments

(EUR 1,000)

| Quarter ended 30 Jun 2021 | EMEA | Americas | Other and eliminations | Total |
|------------------------------------------|---------------|-----------------|-------------------------------|---------------|
| Total revenue and other operating income | 201,764 | 42,978 | -2,682 | 242,060 |
| Operating expenses | -170,706 | -37,249 | -4,667 | -212,622 |
| Depreciation and amortisation | -11,698 | -1,531 | -630 | -13,859 |
| Impairment | -806 | - | - | -806 |
| Operating profit | 18,555 | 4,198 | -7,979 | 14,774 |

| | | | | |
|---------------------------------------------------|---------|---------|--------|---------|
| Total assets | 608,897 | 120,920 | 32,741 | 762,558 |
| Purchase of non-current assets during the quarter | 3,893 | 239 | 727 | 4,859 |

| Quarter ended 30 Jun 2020 | EMEA | Americas | Other and eliminations | Total |
|------------------------------------------|---------------|-----------------|-------------------------------|---------------|
| Total revenue and other operating income | 216,000 | 49,993 | -13,137 | 252,855 |
| Operating expenses | -181,910 | -43,441 | 8,451 | -216,900 |
| Depreciation and amortisation | -10,954 | -1,092 | -871 | -12,917 |
| Impairment | -83 | - | - | -83 |
| Operating profit | 23,052 | 5,460 | -5,557 | 22,954 |

| | | | | |
|---------------------------------------------------|---------|---------|--------|---------|
| Total assets | 652,841 | 125,634 | 11,907 | 790,382 |
| Purchase of non-current assets during the quarter | 10,840 | 555 | 3,231 | 14,626 |

| Year to date ended 30 Jun 2021 | EMEA | Americas | Other and eliminations | Total |
|------------------------------------------|---------------|-----------------|-------------------------------|---------------|
| Total revenue and other operating income | 381,440 | 87,963 | -4,549 | 464,855 |
| Operating expenses | -321,775 | -74,278 | -8,709 | -404,763 |
| Depreciation and amortisation | -23,144 | -2,848 | -1,305 | -27,296 |
| Impairment | -865 | - | - | -865 |
| Operating profit | 35,657 | 10,838 | -14,563 | 31,932 |

| | | | | |
|------------------------------------------------|---------|---------|--------|---------|
| Total assets | 608,897 | 120,920 | 32,741 | 762,558 |
| Purchase of non-current assets during the year | 6,742 | 430 | 1,242 | 8,414 |

Note 4 – Operating segments continued

| Year to date ended 30 Jun 2020 | EMEA | Americas | Other and eliminations | Total |
|------------------------------------------------|---------------|-----------------|-----------------------------------|---------------|
| Total revenue and other operating income | 398,941 | 109,385 | -22,422 | 485,904 |
| Operating expenses ¹⁾ | -341,381 | -94,671 | 13,271 | -422,780 |
| Depreciation and amortisation | -21,787 | -2,519 | -1,805 | -26,111 |
| Impairment | -268 | - | - | -268 |
| Operating profit | 35,505 | 12,195 | -10,956 | 36,744 |
| Total assets | 652,841 | 125,634 | 11,907 | 790,382 |
| Purchase of non-current assets during the year | 18,775 | 813 | 4,982 | 24,570 |

¹⁾ Operating expenses include cost of materials, payroll expenses, and other operating expenses.

Note 5 – Leases

The Group as lessee

The Group leases several assets including buildings, plants, cars and filling machines.

Right-of-use assets

(EUR 1,000)

| | Property and buildings | Machinery | Office and transport | Total |
|------------------------------------------|---------------------------|-----------------|-------------------------|-----------------|
| 30 Jun 2021 | | | | |
| Cost at 1.1 | 52,636 | 27,141 | 18,231 | 98,007 |
| Net additions (disposals) | 169 | - 177 | 2,053 | 2,045 |
| Cost at 30.06 | 52,805 | 26,964 | 20,283 | 100,052 |
| Accumulated depreciation at 1.1 | - 10,133 | - 11,496 | - 7,108 | - 28,737 |
| Current year depreciation charge | - 2,487 | - 2,838 | - 1,817 | - 7,143 |
| Accumulated depreciation at 30.06 | - 12,621 | - 14,334 | - 8,925 | - 35,880 |
| Carrying amount at 30.06 | 40,184 | 12,630 | 11,358 | 64,173 |

| | Property and buildings | Machinery | Office and transport | Total |
|------------------------------------------|---------------------------|-----------------|-------------------------|-----------------|
| 31 Dec 2020 | | | | |
| Cost at 1.1 | 56,375 | 24,708 | 13,353 | 94,436 |
| Net additions (disposals) | - 3,739 | 2,433 | 4,878 | 3,571 |
| Cost at 31.12 | 52,636 | 27,141 | 18,231 | 98,007 |
| Accumulated depreciation at 1.1 | - 5,018 | - 5,583 | - 3,386 | - 13,986 |
| Current year depreciation charge | - 5,116 | - 5,913 | - 3,722 | - 14,751 |
| Accumulated depreciation at 31.12 | - 10,133 | - 11,496 | - 7,108 | - 28,737 |
| Carrying amount at 31.12 | 42,502 | 15,645 | 11,123 | 69,270 |

The Group has no significant purchase options. Terminations in the first half of 2021 and the year ended 2020 are less than 1% of the right of use assets. The gross additions to right-of-use assets, excluding adjustments to existing contracts, were EUR 2,092 thousand in the first half of 2021 and EUR 9,111 thousand in 2020. The expired and terminated contracts in 2021 were replaced by new leases for similar underlying assets. In the first half of 2021 changes in closures moulding lease agreements resulted in a negative adjustment in machinery.

Note 5 – Leases continued

The Group has signed a lease agreement for a High Bay warehouse adjacent to its existing warehouse in Terneuzen, Netherlands. The lease is for 20 years with a nominal value of EUR 46,720 thousand, with the commencement date in 2022. Additionally, the Group has signed a contract for Tethered Cap lines with a lease term of 5 years and a nominal value of EUR 13,801 thousand for the signed contract. The commencement dates are expected to be from the second half of 2021 to the end of 2022. Finally, the Group has amended an existing lease agreement for closure moulding in Canada, which will change the production of an existing line. The total nominal investment is EUR 1,430 thousand, with the targeted commencement date in the fourth quarter of 2021.

Other off-balance sheet commitments and contingencies

(EUR 1,000)

| | 30 Jun 2021 | 31 Dec 2020 |
|------------------------------------------------------------------|---------------|---------------|
| Commitments for the acquisition of property, plant and equipment | 5,237 | 4,485 |
| Commitments for the acquisition of goods | 10,643 | 7,283 |
| Guarantees issued in relation to operational activities | 4,208 | 5,562 |
| Total | 20,088 | 17,329 |

Note 6 – Equity and shareholder information

As of June 30, 2021, the share capital is NOK 376,906,620 (EUR 50,155,321) and the total number of shares outstanding for Elopak ASA was 269,219,014, each with a face value of NOK 1.4 (EUR 0.19). All shares have equal voting rights and all authorised shares are issued and fully paid.

Share-based bonus:

The provision for share based bonus per December 31, 2020 was settled in the second quarter of 2021 through the issuance of 8,959 new shares to members of the Management. The provision of EUR 2,388 thousand in other paid-in capital was reversed, whereas the issuance of shares increased share capital by EUR 63 thousand and the other paid-in capital by EUR 1,120 thousand.

The Group acquired 422,772 shares from Ferd AS in the second quarter of 2021 for EUR 1,170 thousand. All shares purchased from Ferd AS were re-issued during the second quarter as part of settling share-based bonuses to members of the Management.

Stock split and reclassification within equity:

Prior to the IPO, the Group issued 246,061,634 new shares in a stock split and transferred EUR 120 thousand from retained earnings to share capital. Additionally, the Group made a reclassification from retained earnings to other paid-in capital.

Issue of shares in IPO:

The Group issued 18,135,714 new shares for the IPO for NOK 28 (EUR 2.75) per share, resulting in gross proceeds from the IPO of EUR 49,798 thousand. The shares were issued with a face value of NOK 1.4 (EUR 0.14), which increased the share capital by EUR 2,490 thousand and the other paid-in capital by EUR 47,308 thousand. Transaction costs (net of tax) of EUR 1,091 thousand were directly attributable to the issue of new shares and have been recognised as a reduction of other paid-in capital. Net proceeds from the IPO amounted to EUR 48,707 thousand.

Dividend:

The Board approved a dividend of NOK 20 per share for the financial year 2020 on May 6, 2021. The dividend payment was EUR 9,988 thousand based on 5,021,666 outstanding shares, of which EUR 9,960 thousand was paid to Ferd AS.

Note 6 – Equity and shareholder information continued

Share capital

2021

| (EUR 1,000 except number of shares) | Ordinary shares issued | Treasury shares | Ordinary shares outstanding |
|-------------------------------------|---------------------------|-----------------|--------------------------------|
| Beginning of financial year | 5,012,707 | - | 5,012,707 |
| Shares issued for share-based bonus | 8,959 | - | 8,959 |
| Shares issued in stock split | 246,061,634 | - | 246,061,634 |
| Shares issued in IPO | 18,135,714 | - | 18,135,714 |
| Treasury shares purchased | - | -422,772 | -422,772 |
| Treasury shares re-issued | - | 422,772 | 422,772 |
| End of financial period | 269,219,014 | - | 269,219,014 |

2020

| (EUR 1,000 except number of shares) | Ordinary shares issued | Treasury shares | Ordinary shares outstanding |
|-------------------------------------|---------------------------|-----------------|--------------------------------|
| Beginning of financial year | 5,012,707 | - | 5,012,707 |
| End of financial year | 5,012,707 | - | 5,012,707 |

Basic and diluted earnings per share

| (EUR 1,000 except number of shares) | Quarter ended 30 Jun | | Year to date ended 30 Jun | |
|---------------------------------------------------------------------------------------|----------------------|--------------------|---------------------------|--------------------|
| | 2021 | 2020 | 2021 | 2020 |
| Profit attributable to Elopak shareholders | 12,407 | 13,379 | 23,358 | 29,167 |
| Issued ordinary shares at beginning of period, adjusted for share split in the period | 250,635,350 | 250,635,350 | 250,635,350 | 250,635,350 |
| Effect of shares issued | 2,797,100 | | 1,406,277 | |
| Weighted-average number of ordinary shares in the period | 253,432,450 | 250,635,350 | 252,041,627 | 250,635,350 |
| Basic and diluted earnings per share (in EUR) | 0.05 | 0.05 | 0.09 | 0.12 |

Note 6 – Equity and shareholder information continued

The Group's top 20 shareholders as of June 30, 2021

| Shareholder's name | Total shareholding |
|------------------------------------------|--------------------|
| Ferd AS | 58.16% |
| Nippon Paper Industries Co. Ltd. | 5.00% |
| Folketrygdfondet | 3.34% |
| Artemis Investment Management LLP | 3.13% |
| Handelsbanken Fonder AB | 2.33% |
| SPSW Capital GmbH | 1.72% |
| Pareto Asset Management AS | 1.46% |
| Neuberger Berman Investment Advisers LLC | 1.41% |
| Boldhaven Management LLP | 1.03% |
| Syz Asset Management (Europe) Ltd. | 0.93% |
| JPMorgan Asset Management (UK) Ltd. | 0.92% |
| Blackwell Partners LLC – Series E | 0.83% |
| Alfred Berg Kapitalforvaltning AS | 0.78% |
| Eika Kapitalforvaltning AS | 0.64% |
| UBS Asset Management Switzerland AG | 0.56% |
| Arctic Fund Management AS | 0.56% |
| Skagen AS (Investment Management) | 0.54% |
| Forsvarets Personellservice | 0.52% |
| Sp-Fund Management Co. Ltd. | 0.48% |
| DNB Asset Management AS | 0.42% |

Note 7 – Interest-bearing loans and borrowings

Interest-bearing loans and borrowings

| (EUR 1,000) | 30 Jun 2021 | | 31 Dec 2020 | |
|---------------------------------------------------|-------------|----------------|-------------|----------------|
| | Available | Utilised | Available | Utilised |
| Current liabilities to financial institutions | 56,566 | 7,159 | 56,354 | 15,552 |
| Non-current liabilities to financial institutions | 400,000 | 173,896 | 400,000 | 213,135 |
| Total | - | 181,055 | - | 228,687 |

Note 8 – Financial risk management

Balance sheet management

The Group manages the balance sheet to ensure a healthy financial position and liquidity. This is done through an annual budgeting process followed by performance management and forecasting updates to ensure adequate financial flexibility and liquidity for the company. The Group's main bank covenants, especially the net interest bearing debt/ EBITDA, are monitored closely on a continuous basis to ensure compliance at all times.

Financial risk policy

The Group is exposed to market risk, credit risk and liquidity risk. Risk management activities are governed by appropriate policies and procedures. Risks are identified, measured and managed in accordance with the Group's policies and risk objectives. It is the Group's policy that no trading in derivatives for speculative purposes shall be undertaken. There have been no significant changes in the management of risks related to financials during the period.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency risk, commodity price risk and interest rate risk. Elopak buys derivatives in order to manage market risks, and seeks to apply hedge accounting in order to manage volatility in profit or loss.

Derivatives

| (EUR 1,000) | 30 Jun 2021 | | | 31 Dec 2020 | | |
|-----------------------|---------------|--------------|---------------|--------------|--------------|----------------|
| | Assets | Liabilities | Total | Assets | Liabilities | Total |
| Currency derivatives | 2,275 | 2,636 | - 361 | 1,871 | 1,692 | 179 |
| Commodity derivatives | 13,466 | - | 13 466 | 267 | 232 | 35 |
| Interest derivatives | 144 | 3,113 | - 2 969 | - | 4,286 | - 4 286 |
| Total | 15,884 | 5,749 | 10 136 | 2,138 | 6,210 | - 4 072 |

The full fair value of a derivative is classified as "Other non-current assets" or "Other non-current liabilities" if the remaining maturity of the derivative is more than 12 months and, as a "Other current assets" or "Other current liabilities", if the maturity of the derivative is less than 12 months. The fair value estimation of derivative financial instruments has been arrived at by applying a level 2 valuation methodology which uses inputs other than unadjusted quoted prices for identical assets and liabilities. No other material financial assets or liabilities are measured at fair value through profit or loss.

Where eligible, derivatives used for hedging are designated in cash flow hedge accounting relationships.

Note 9 – Related parties

Elopak ASA has entered into transactions with related parties in 2021. Related party transactions are carried out in accordance with the arm's length principle.

Transactions in 2021 are listed below:

- Transactions with Tech2M, a company owned by Seyed Mehran Johari, have been carried out as part of normal operations at market terms. Seyed Mehran Johari is a member of the Board of Directors of Elopak ASA. Purchase of services from Tech2M of EUR 4 thousand in 2021 and EUR 9 thousand in 2020 were for participation in a steering group. The consultancy agreement with Tech2M has been terminated.
- The Chief Executive Officer, Chief Financial Officer, and members of the Group Leadership Team received a share based bonus of EUR 2,000 thousand for services provided in 2021.

Note 10 – Income tax

Due to NOK recognition for tax purposes of Group financing, the currency effects in the second quarter of 2021 and 2020 decreased the tax expense by EUR 383 thousand and increased the tax expense by EUR 1,425 thousand respectively. The year to date currency effects for 2021 increased the tax expense by EUR 628 thousand and decreased the 2020 tax expense by EUR 2,914 thousand.

A dividend distribution from Elopak Systems AG to Elopak ASA, formerly Elopak AS, in 2011 and 2014 was deemed to be taxable income for Elopak ASA in a decision by Norwegian tax office in 2017. The full tax cost of NOK 69,600 thousand was recognised and paid in accordance with the ruling at that time. A subsequent appeal to the tax tribunal resulted in a ruling on June 16, 2021 supporting the 2017 conclusion from the tax office. The company does not agree with the ruling and has initiated an appeal through the courts in Norway.

Note 11 – Subsequent events

There were no significant events that occurred subsequent to the balance sheet date that would have an impact on the interim financial statements.

The annual report for 2020 provides a description of the uncertainties and potential business impact from the Covid-19 pandemic outbreak.

Alternative Performance Measures (APMs)

The Group prepares and reports its consolidated financial statements in accordance with International Financial Reporting Standards as issued by the IASB and as endorsed by the EU (IFRS). In addition, the Group presents several Alternative Performance Measures (APMs).

In accordance with European Securities and Market Authority (ESMA) guidelines dated May 10, 2015, an APM is understood as a financial measure of historical or future financial performance, financial position, or cash flows, other than a financial measure defined or specified in the applicable financial reporting framework (IFRS). It should be noted that these measures do not have any standardised meaning prescribed by IFRS and therefore are not necessarily comparable to the calculation of similar measures used by other companies. The APMs are regularly reviewed by the Group's management. The APMs are reported in addition to but are not substitutes for the Group's consolidated financial statements, prepared in accordance with IFRS.

The APMs provide supplementary information to measure the Group's performance and to enhance comparability between financial periods. The APMs also provide measures commonly reported and widely used by investors, lender and other stakeholders as an indicator of the Group's performance. These APMs are among other, used in planning for and forecasting future periods, including assessing our ability to incur and service debt including covenant compliance. APMs are defined consistently over time and are based on the Group's consolidated financial statements (IFRS).

EBITDA

EBITDA is a measure of earnings before interest, taxes, depreciation, amortisation and impairments. The Group presents this APM because management considers it to provide useful supplemental information for understanding the overall picture of profit generation in the Group's operating activities and for comparing its operating performance with that of other companies.

Adjusted EBITDA

Adjusted EBITDA is a measure of EBITDA adjusted for certain items affecting comparability (the Adjustment items) and further including the Group's share of net income from joint ventures (continued operations) presented as part of financial income and expenses. The Group presents this APM because management considers it to be an important supplemental measure for understanding the underlying profit generation in the Group's operating activities and comparing its operating performance with that of other companies.

Adjusted profit attributable to Elopak shareholders

Adjusted profit attributable to Elopak shareholders represents the Group's profit attributable to Elopak shareholders adjusted for certain items affecting comparability, taking into account the Adjustment items, related estimated calculatory tax effects based on a 23% tax rate and excluding historical share of net income from joint ventures that have been discontinued. The Group presents this APM because management considers it to provide useful supplemental information for understanding the Group's profit attributable to Elopak shareholders and for comparability purposes with other companies.

Adjusted basic and diluted earnings per share (Adjusted EPS)

Represents adjusted profit attributable to Elopak shareholders divided by weighted average number of ordinary

shares – basic and diluted. Elopak presents adjusted basic and diluted earnings per share because management considers it to be an important supplemental measure for understanding the Group's underlying profit for the year (period) on a per share basis and comparing its profit for the year (period) on a per share basis with that of other companies in the industry.

Net debt

Net debt is a measure of borrowings (including liabilities to financial institutions before amortisation costs, and also including lease liabilities) less cash and cash equivalents for the period. The Group presents this APM because management considers it as a useful indicator of the Group's indebtedness, financial flexibility and capital structure because it indicates the level of borrowings after taking into account cash and cash equivalents within the Group's business that could be utilised to pay down outstanding borrowings. Net debt is also used for monitoring the Group's financial covenants compliance by management.

Net debt / adjusted EBITDA (Leverage ratio)

Leverage ratio is a measure of net debt divided by adjusted EBITDA. The Group presents this APM because management considers it as a useful indicator of the Group's ability to meet its financial obligations. Net debt / adjusted EBITDA is also used for monitoring the Group's financial covenants compliance by management.

Adjusted EBITDA

Items excluded from adjusted EBITDA

| | Quarter ended 30 Jun | | Year to date ended 30 Jun | | Year ended 31 Dec |
|----------------------------------------|-------------------------|----------|------------------------------|----------|----------------------|
| (EUR 1,000) | 2021 | 2020 | 2021 | 2020 | 2020 |
| Gain on sale of property Speyer | - | - | - | - | -5,203 |
| Transaction costs | 4,343 | - | 5,163 | - | - |
| Total adjusted items | 4,343 | - | 5,163 | - | -5,203 |
| Calculatory tax effect ¹⁾ | -999 | - | -1,187 | - | 1,197 |
| Total adjusted items net of tax | 3,344 | - | 3,976 | - | -4,006 |

Reconciliation of EBITDA and adjusted EBITDA

| | | | | | |
|----------------------------------------------------------------------------------|---------------|---------------|---------------|---------------|----------------|
| Operating profit | 14,774 | 22,954 | 31,932 | 36,744 | 70,656 |
| Depreciation, amortisation and impairment | 14,664 | 13,000 | 28,161 | 26,379 | 52,209 |
| EBITDA | 29,438 | 35,955 | 60,092 | 63,124 | 122,866 |
| Total adjusted items | 4,343 | - | 5,163 | - | -5,203 |
| Share of net income from joint ventures (continued operations) ^{2) 3)} | 945 | 1,336 | 1,827 | 2,937 | 4,627 |
| Impairments on joint ventures investment (continued operations) ^{2) 3)} | - | - | - | - | - |
| Adjusted EBITDA | 34,726 | 37,291 | 67,083 | 66,060 | 122,290 |

¹⁾ Calculatory tax effect on adjusted items at 23% affecting net income

²⁾ Share of net income and impairment on investment from joint ventures included in adjusted figures

³⁾ See reconciliation of net income from joint ventures

Adjusted profit attributable to Elopak shareholders

| (EUR 1,000) | Quarter ended | | Year to date ended | | Year ended |
|-------------------------------------------------------------------------------------------|---------------|---------------|--------------------|---------------|---------------|
| | 30 Jun | | 30 Jun | | 31 Dec |
| | 2021 | 2020 | 2021 | 2020 | 2020 |
| Profit | 12,407 | 13,379 | 23,358 | 29,167 | 47,828 |
| Total adjusted items net of tax | 3,344 | - | 3,976 | - | -4,006 |
| Excluding share of net income from joint ventures (discontinued operations) ¹⁾ | - | 1,490 | - | 1,472 | 1,472 |
| Adjusted profit | 15,751 | 14,869 | 27,333 | 30,639 | 45,293 |

¹⁾ See reconciliation of net income from joint ventures

Net debt and leverage ratio

| (EUR 1,000) | Quarter ended | Year ended |
|-------------------------|----------------|----------------|
| | 30 Jun | 31 Dec |
| | 2021 | 2020 |
| Bank debt ¹⁾ | 174,662 | 214,102 |
| Overdraft facilities | 7,159 | 15,552 |
| Cash and equivalents | -10,328 | -6,443 |
| Lease liabilities | 82,986 | 88,175 |
| Net debt | 254,480 | 311,385 |

¹⁾ Bank debt is excluding amortised borrowing costs of EUR 767 thousand for the quarter ended June 30, 2021 and EUR 967 thousand for the year ended December 31, 2020

| | | |
|-------------------------------------|------------|------------|
| Leverage ratio ²⁾ | 2.1 | 2.5 |
|-------------------------------------|------------|------------|

²⁾ Leverage ratio per June 30, 2021 is calculated based on last twelve months adjusted EBITDA of EUR 124,195 thousand

Adjusted EPS

| (EUR 1,000 except number of shares) | Quarter ended | | Year to date ended | | Year ended |
|--------------------------------------------------------------|---------------|-------------|--------------------|-------------|-------------|
| | 30 Jun | | 30 Jun | | 31 Dec |
| | 2021 | 2020 | 2021 | 2020 | 2020 |
| Weighted-average number of ordinary shares | 253,432,450 | 250,635,350 | 252,041,627 | 250,635,350 | 250,635,350 |
| Profit | 12,407 | 13,379 | 23,358 | 29,167 | 47,828 |
| Adjusted profit | 15,751 | 14,869 | 27,333 | 30,639 | 45,293 |
| Basic and diluted earning per share (in EUR) | 0.05 | 0.05 | 0.09 | 0.12 | 0.19 |
| Adjusted basic and diluted earning per share (in EUR) | 0.06 | 0.06 | 0.11 | 0.12 | 0.18 |

Reconciliation of net income from joint ventures

| (EUR 1,000) | Quarter ended | | Year to date ended | | Year ended |
|--------------------------------------------------------------|---------------|--------------|--------------------|--------------|--------------|
| | 30 Jun | | 30 Jun | | 31 Dec |
| | 2021 | 2020 | 2021 | 2020 | 2020 |
| Share of net income joint ventures | | | | | |
| Al-Obeikan Elopak factory for Packaging Co | - | -1,490 | - | -1,472 | -1,472 |
| Lala Elopak S.A. de C.V. | 644 | 614 | 1,422 | 1,526 | 2,595 |
| Impresora Del Yaque | 301 | 722 | 406 | 1,411 | 2,032 |
| Elopak Nampak Africa Ltd | - | - | - | - | - |
| Total share of net income joint ventures | 945 | -154 | 1,827 | 1,465 | 3,155 |
| Share of net income joint ventures discontinued operations | - | -1,490 | - | -1,472 | -1,472 |
| Share of net income joint ventures continued operations | 945 | 1,336 | 1,827 | 2,937 | 4,627 |
| Impairment on joint ventures investment continued operations | - | - | - | - | - |
| Share of net income continued operations | 945 | 1,336 | 1,827 | 2,937 | 4,627 |

Responsibility statement

We confirm to the best of our knowledge that the condensed set of financial statements for the period January 1 to June 30, 2021 has been prepared in accordance with IAS 34 – Interim Financial Reporting, and gives a true and fair view of the Elopak Group's assets, liabilities, financial position and result for the period. We also confirm to the best of our knowledge that the financial review includes a fair review of significant events that have occurred during the first six months of the financial year and their impact on the financial statements, any significant related parties transactions and a description of the principal risks and uncertainties for the remaining six months of the financial year.

Elopak Group Consolidated Financial Statements

Skøyen, August 23, 2021
Board of Directors in Elopak ASA



Jo Olav Lunder

Chairperson



Trond Solberg

Board member



Anna Belfrage

Board member



Seyed Mehran Johari

Board member



Sanna Suvanto-Harsa

Board member



Erlend Sveva

Board member



Anette Bauer Ellingsen

Board member



Thomas Körmendi

CEO

Additional Information

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FINANCIAL CALENDAR 2021

November 4, Third quarter results

Elopak reserves the right to revise the date

Cautionary note

Certain statements included in this announcement contain forward-looking information, including, without limitation, information relating to (a) forecasts, projections and estimates, (b) statements of Elopak management concerning plans, objectives and strategies, such as planned expansions, investments, divestments, curtailments or other projects, (c) targeted production volumes and costs, capacities or rates, start-up costs, cost reductions and profit objectives, (d) various expectations about future developments in Elopak's markets, particularly prices, supply and demand and competition, (e) results of operations, (f) margins, (g) growth rates, (h) risk management, and (i) qualified statements such as "expected", "scheduled", "targeted", "planned", "proposed", "intended" or similar.

Although we believe that the expectations reflected in such forward-looking statements are reasonable, these forward-looking statements are based on a number of assumptions and forecasts that, by their nature, involve risk and uncertainty. Various factors could cause our actual results to differ materially from those projected in a forward-looking statement or affect the extent to which a particular projection is realized. Factors that could cause these differences include, but are not limited to: our continued ability to reposition and restructure our upstream and downstream businesses; changes in availability and cost of energy and raw materials; global supply and demand for aluminium and aluminium products; world economic growth, including rates of inflation and industrial production; changes in the relative value of currencies and the value of commodity contracts; trends in Elopak's key markets and competition; and legislative, regulatory and political factors. No assurance can be given that such expectations will prove to have been correct. Elopak disclaims any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.



