

VG EcoFuel Oy

Comments on the earnings development and financial position during H1 2022

VG EcoFuel Oy's turnover for the 1.1. – 30.6.2022 period was €638 thousands (€492 thousands in 1.1 – 30.6.2021).

The improvement in the result can be ascribed, above all, increased market prices and increased volumes of end products. The prospects for markets for the ongoing financial year are good. The price for the VG-EcoFuel's products comes from the market demand, which is predicted to be at a very high level in the near future. Hence, competition is expected to rise in acquiring raw materials for production, possibly increasing costs.

Significant events during H1 2022

Total volume of sales was about 850 metric tons of bio-oil.

Significant events after 30 June 2022

On October 2022 Biolaite Oy; Meriaura Oy's subsidiary acquired business operations from VG EcoFuel Oy and will continue to develop VG MarineEcoFuel™ with the name of VG-EcoFuel Oy.

Accounting principles

Figures for H1 2022 are unaudited. Bookkeeping and reporting are based on Finnish Accounting Standards (FAS) using the same principles as in Financial Statements for 2021.

Currency EURO	30.6.2022	30.6.2021	31.12.2021
ASSETS			
NON-CURRENT ASSETS			
Intangible assets			
Development expenditure	219 999,78	260 000,00	240 000,00
Other long-term expenditure	4 950,54	5 878,74	5 414,64
Intangible assets total	224 950,32	265 878,74	245 414,64
Tangible assets			
Buildings	1 215 176,59	1 144 807,42	1 265 488,38
Machinery and equipment	60 884,56	15 048,82	66 470,80
Advance payments and construction in progress	6 165,43	164 567,99	0,00
Tangible assets total	1 282 226,58	1 324 424,23	1 331 959,18
NON-CURRENT ASSETS TOTAL	1 507 176,90	1 590 302,97	1 577 373,82
CURRENT ASSETS			
Stocks			
Finished goods	98 367,00	120 860,00	103 310,00
Short-term debtors			
Trade debtors	146 192,16	35 558,24	128 436,29
Receivables from group undertakings	0,00	174 792,20	0,00
Other receivables	12 000,00	20 153,81	25 570,42
Prepayments and accrued income	5 339,18	0,00	0,00
Short-term debtors total	163 531,34	230 504,25	154 006,71
Cash in hand and at banks	0,00	0,00	0,00
CURRENT ASSETS TOTAL	261 898,34	351 364,25	257 316,71
TOTAL ASSETS	1 769 075,24	1 941 667,22	1 834 690,53

Currency EURO	30.6.2022	30.6.2021	31.12.2021
LIABILITIES			
CAPITAL AND RESERVES			
Subscribed capital	2 500,00	2 500,00	2 500,00
Other reserves (limited liability co.)			
Reserve for invested free own capital (Inc.)	115 387,38	115 387,38	115 387,38
Retained earnings (loss)	-312 894,41	-312 894,41	-312 894,41
Profit (loss) for the financial year	14 648,61	-203 933,19	-0,66
CAPITAL AND RESERVES TOTAL	-180 358,42	-398 940,22	-195 007,69
APPROPRIATIONS			
Cumulative accelerated depreciation	152 011,68	204 811,68	152 011,68
APPROPRIATIONS TOTAL	152 011,68	204 811,68	152 011,68
CREDITORS			
Long-term creditors			
Capital loans	277 000,00	277 000,00	277 000,00
Loans from credit institutions	216 544,95	315 151,40	266 666,54
Amounts owed to group undertakings	424 225,00	424 225,00	424 225,00
Other creditors	619 615,00	619 615,00	619 615,00
Total long-term creditors	1 537 384,95	1 635 991,40	1 587 506,54
Short-term creditors			
Loans from credit institutions	96 969,72	96 969,72	96 969,72
Advances received	0,00	12 000,00	0,00
Trade creditors	92 998,58	115 042,87	97 543,54
Amounts owed to group undertakings	57 556,18	250 625,30	82 737,34
Amounts owed to participating interest undertakir	1 860,00	15 022,73	6 054,18
Other creditors	8 017,94	5 084,76	0,00
Accruals and deferred income	2 635,27	5 059,00	6 875,22
Total short term capital	260 037,69	499 804,38	290 180,00
CREDITORS TOTAL	1 797 422,64	2 135 795,78	1 877 686,54
TOTAL LIABILITIES	1 769 075,90	1 941 667,24	1 834 690,53
Number of shares outstanding	2500	2500	2500

Currency EURO	1.1.-30.6.2022	1.1.- 30.6.2021	1.1.- 31.12.2021
NET TURNOVER	638 488,87	492 148,50	1 274 863,65
Other operating income	0,00	0,00	12000,00
Raw materials and services			
Raw materials and consumables			
Purchases during the financial year	-227 350,49	-252 651,40	-486 726,70
Variation in stocks (increase +, decrease -)	-4 943,00	-85 431,00	-102 981,00
External services	-93 922,73	-125 013,31	-257 256,46
Raw materials and services total	-326 216,22	-463 095,71	-846 964,16
Depreciation and reduction in value			
Depreciation according to plan	-80 250,00	-66 672,12	-144 315,63
Depreciation and reduction in value total	-80 250,00	-66 672,12	-144 315,63
Other operating charges	-210 014,42	-157 040,92	-332 086,07
OPERATING PROFIT (LOSS)	22 008,23	-194 660,25	-36 502,21
Financial income and expenses			
Other interest and financial income			
From other	3,74	0,00	0,00
Interest and other financial expenses			
Others	-7 363,36	-9 272,94	-16 298,45
Financial income and expenses total	-7 359,62	-9 272,94	-16 298,45
PROFIT BEFORE TAX AND APPROPRIATIONS	14 648,61	-203 933,19	-52 800,66
Appropriations			
Change in cumulative accelerated depreciation	0,00	0,00	52 800,00
Appropriations total			
Income taxes	0	0,00	0,00
PROFIT (LOSS) FOR THE FINANCIAL YEAR	14 648,61	-203 933,19	-0,66

	30.6.2022	30.6.2021	31.12.2021
Cash flow from operations			
Profit (Loss) before taxes and appropriations	14 648,61	-203 933,19	-52 800,66
Adjustments:			
Sales profit of fixed assets	0,00	0,00	0,00
Depreciations according to plan	80 250,00	66 672,12	144 315,63
Financial income and expenses	7 359,62	9 272,94	16 298,45
Cash flow from operations before change in working capital:	102 258,23	-127 988,13	107 813,42
Change in working capital:			
Change in short-term non-interest debtors, increase (-)/ decrease (+)	-9 524,63	140 804,64	217 302,18
Change in stocks, increase (-) /decrease (+)	4 943,00	85 431,00	102 981,00
Change in short-term non-interest creditors, increase (+)/ decrease (-)	-30 142,31	-19 265,45	-228 889,83
Cash flow from operations before financials and taxes	67 534,29	78 982,06	199 206,77
Paid interests and other financial expenses	-7 363,36	-9 272,94	-16 298,45
Interest and financial income	3,74	0,00	0,00
Paid taxes	0,00	0,00	0,00
Cash flow from operations altogether	60 174,67	69 709,12	182 908,32
Cash flow from operations (A)	60 174,67	69 709,12	182 908,32
Cash flow from investments:			
Investments to tangible and intangible assets	-10 053,08	-46 946,54	-111 660,88
Capital gains from tangible and intangible assets	0,00	0,00	0,00
Other investments	0,00	0,00	0,00
Repayment of given debts	0,00	0,00	0,00
Cash flow from investments (B)	-10 053,08	-46 946,54	-111 660,88
Cash flow from financing			
Increase in short-term loans	0,00	0,00	0,00
Repayments of short-term loans	0,00	0,00	0,00
Increase in long-term loans	0,00	0,00	0,00
Repayments of long-term loans	-50 121,59	-24 242,43	-72 727,29
Cash flow from financing (C)	-50 121,59	-24 242,43	-72 727,29
Change in liquid assets (A+B+C) increase (+)/ decrease (-)	0,00	-1 479,85	-1 479,85
Liquid assets in the beginning of accounting period	0,00	1 479,85	1 479,85
Liquid assets at the end of accounting period	0,00	0,00	0,00