

SEGEZHA GROUP PJSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

(unaudited)

(in millions of Russian Rubles)

	For the nine months ended	
	30 September 2023	30 September 2022*
Continuing operations		
Revenue	63,710	79,807
Operating expenses:		
Cost of goods sold	(48,109)	(51,523)
Selling and administrative expenses	(19,554)	(20,741)
Other operating income, net	1,098	904
Operating (loss)/profit	(2,855)	8,447
Interest income	1,297	1,202
Interest expense	(11,728)	(7,791)
Other finance income	-	2,554
Foreign exchange differences, net	1,566	4,275
(Loss)/profit before tax	(11,720)	8,687
Income tax	1,289	(2,362)
Net (loss)/profit for the period from continuing operations	(10,431)	6,325
Discontinued operations		
Net (loss)/profit for the period from discontinued operations	(466)	699
Net (loss)/profit for the period	(10,897)	7,024
Other comprehensive income/(loss)		
<i>Items that may be reclassified subsequently to profit and loss:</i>		
Exchange differences on translation of foreign operations	162	(1,087)
Less: Gain reclassified to profit or loss on disposal of foreign operation	(2,080)	-
Other comprehensive income/(loss)	(1,918)	(1,087)
Total comprehensive loss for the period	(12,815)	5,937
Net (loss)/profit attributable to:		
Shareholders of Segezha Group PJSC	(10,866)	7,023
Non-controlling interests	(31)	1
	(10,897)	7,024
Total comprehensive (loss)/income attributable to:		
Shareholders of Segezha Group PJSC	(12,784)	5,936
Non-controlling interests	(31)	1
	(12,815)	5,937

* Comparative information for the six months ended 30 June 2022 has been re-presented to disclose results of discontinued operations separately.

SEGEZHA GROUP PJSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(unaudited)

(in millions of Russian Rubles)

	30 September 2023	31 December 2022
ASSETS		
NON-CURRENT ASSETS:		
Property, plant and equipment	77,683	82,213
Right-of-use assets	57,628	60,591
Intangible assets	5,283	5,442
Goodwill	444	444
Investments in joint ventures and associates	421	386
Deferred tax assets	2,413	1,215
Prepayments for non-current assets	3,114	4,039
Loans issued	13,279	7,978
Other non-current assets	3,398	1,154
Total non-current assets	163,663	163,462
CURRENT ASSETS:		
Inventories	22,885	24,613
Trade and other receivables	11,586	8,522
VAT reimbursable and taxes receivable	2,925	2,573
Income tax receivable	541	928
Advances and other current assets	4,422	5,113
Cash and cash equivalents	7,440	22,879
Total current assets	49,799	64,628
TOTAL ASSETS	213,462	228,090
EQUITY AND LIABILITIES		
EQUITY:		
Share capital	1,569	1,569
Additional paid-in capital	35,122	35,129
(Accumulated deficit)/retained earnings	(7,407)	3,451
Accumulated other comprehensive (loss)/income	(101)	1,856
Equity attributable to the shareholders of Segezha Group PJSC	29,183	42,005
Non-controlling interest	32	49
Total equity	29,215	42,054
NON-CURRENT LIABILITIES:		
Loans and borrowings	83,810	86,584
Lease liabilities	18,956	19,562
Deferred tax liabilities	6,329	7,775
Other non-current liabilities	2,229	1,989
Total non-current liabilities	111,324	115,910
CURRENT LIABILITIES:		
Loans and borrowings	42,227	37,257
Trade and other payables	19,693	21,110
Lease liabilities	3,462	3,953
Provisions	2,584	2,070
Taxes payable	2,867	2,864
Income tax payable	6	856
Dividends payable	229	229
Advances received	1,855	1,787
Total current liabilities	72,923	70,126
TOTAL EQUITY AND LIABILITIES	213,462	228,090

SEGEZHA GROUP PJSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(unaudited)

(in millions of Russian Rubles)

	For the nine months ended	
	30 September 2023	30 September 2022*
Cash flows from operating activities:		
Net (loss)/profit for the period	(10,897)	7,024
<i>Adjustments for:</i>		
Depreciation and amortisation	9,929	10,637
Interest income recognised in profit and loss	(1,263)	(1,045)
Interest expense recognised in profit and loss	11,738	7,836
Other finance income	-	(2,554)
Income tax recognised in profit and loss	(1,859)	2,365
Allowance for expected credit losses	135	(98)
Foreign exchange differences, net	(1,590)	(3,995)
Loss on disposal of Group entities and other adjustments	813	64
	7,006	20,234
<i>Movements in working capital:</i>		
Increase in trade and other receivables	(3,667)	(4,856)
Increase in inventories	(299)	(2,524)
(Increase)/decrease in other assets	(352)	3,933
Increase in trade and other payables	(1,278)	(2,567)
Increase/(decrease) in other liabilities	1,244	(3,797)
Cash generated from operating activities	2,654	10,423
Interest paid	(10,182)	(7,094)
Income taxes paid	(1,370)	(1,697)
Net cash (used in)/generated from operating activities	(8,898)	1,632
Cash flows from investing activities		
Payments for property, plant and equipment and intangible assets	(5,484)	(8,997)
Loans issued to joint venture	(1,148)	(2,491)
Interest received	431	379
Investments in joint ventures	(35)	(1,141)
Net cash outflow on acquisition of Group companies	-	(18,390)
Other movements	(874)	(154)
Net cash used in investing activities	(7,110)	(30,794)
Cash flows from financing activities		
Proceeds from loans and borrowings	18,447	46,264
Proceeds from bonds	6,000	32,200
Repayment of principal of loans and borrowings	(15,680)	(40,033)
Repayment of bonds	(10,000)	-
Proceeds from cross-currency interest-rate swaps	-	1,579
Dividends paid	-	(16,614)
Lease liability payments	(986)	(1,156)
Net cash (used in)/generated from financing activities	(2,219)	22,240
Net decrease in cash and cash equivalents	(18,227)	(6,922)
Cash and cash equivalents at the beginning of the period	22,879	12,634
Effect of exchange rate changes on cash held in foreign currencies	2,788	727
Cash and cash equivalents at the end of the period	7,440	6,439

* Comparative information for the six months ended 30 June 2022 has been re-presented to disclose interest paid on lease liability within 'Interest paid' line.