



# Hurtigruten Cruise AS

## Interim Financial Statements

First Quarter 2021

Published 27 May 2021

## Key figures<sup>1)</sup>

<i>(EUR 1 000)</i>	<b>Q1 2021</b>	Q1 2020	% Change	Full year 2020
Operating revenue	<b>10,733</b>	61,207	-82.5 %	120,671
Contractual revenues	<b>19,033</b>	21,090	-9.8 %	79,162
<b>Total revenue</b>	<b>29,767</b>	82,298	-63.8 %	199,833
<b>EBITDA</b>	<b>(23,724)</b>	(8,783)	-170.1 %	(79,695)
Other gains/(losses) – net	<b>(2,209)</b>	(10,339)	78.6 %	(19,486)
<b>EBITDA excl Other gains (losses)</b>	<b>(21,515)</b>	1,556	-1482.8 %	(60,209)

<sup>1)</sup> The figures presented in this report are unaudited

### About Hurtigruten Cruise AS

Hurtigruten Cruise AS, is the ship manager, operator and owner of the Hurtigruten Group cruise operations, which is the world leader expedition travel. With an operating fleet of 16 custom-built expedition cruise vessels in the Group.

### About Hurtigruten Group

Hurtigruten is the world's leading expedition cruise and adventure travel company, with a fleet of 16 small-size expedition cruise vessels. The new tailor-made expedition cruise vessel MS Roald Amundsen was delivered in June 2019, followed by her sister ship MS Fridtjof Nansen in December 2019. Hurtigruten opens a unique gateway to experiences all over the world, from the Arctic to warmer waters and Antarctica, as well as the Norwegian coast to global travelers. Hurtigruten's operations builds on a rich heritage, having connected the many coastal communities in Norway since 1893, and operated expedition cruises since 1896 - with the first sailing to Svalbard. Today, Hurtigruten combines a deeply rooted desire to offer genuine local experiences while leaving a smaller footprint when shaping the future of the growing expedition cruise market. For more information on Hurtigruten, please visit <http://www.hurtigruten.no/>.

# Interim financial statements

## Income statement

### Unaudited

<i>(EUR 1 000)</i>	<i>Note</i>	Q1 <b>2021</b>	Q1 2020	Full year 2020
Operating revenues		<b>10,733</b>	61,207	120,671
Contractual revenues		<b>19,033</b>	21,090	79,162
<b>Total Revenues</b>		<b>29,767</b>	82,298	199,833
Payroll costs		<b>(821)</b>	(3,479)	(9,274)
Depreciation, amortisation and impairment		<b>(8,369)</b>	(7,814)	(36,147)
Operating costs		<b>(50,460)</b>	(77,263)	(250,769)
Other (losses)/gains – net		<b>(2,209)</b>	(10,339)	(19,486)
<b>Operating profit/(loss)</b>		<b>(32,093)</b>	(16,597)	(115,842)
Finance income		<b>82</b>	1,250	6,682
Finance expenses		<b>(5,072)</b>	(1,906)	(4,025)
<b>Net financial items</b>	<b>2</b>	<b>(4,991)</b>	(655)	2,658
<b>Profit/(loss) before taxes</b>		<b>(37,084)</b>	(17,252)	(113,184)
Income taxes		-	-	(673)
<b>Net income</b>		<b>(37,084)</b>	(17,252)	(113,858)

## Statement of financial position

### Unaudited

<i>(EUR 1 000)</i>	<i>Note</i>	<b>31.3. 2021</b>	31.3. 2020	31.12. 2020
Property, plant and equipment		<b>423,926</b>	430,538	422,000
Intangible assets		<b>477</b>	343	307
Loans to Group companies		<b>3,785</b>	2,700	8,013
Other non-current assets		<b>15</b>	15	15
<b>Total non-current assets</b>		<b>428,202</b>	433,596	430,335
Inventories		<b>7,165</b>	6,727	6,656
Trade and other receivables		<b>17,979</b>	15,514	9,898
Trade and other receivables, group companies		<b>44,779</b>	136,894	39,080
Cash and cash equivalents		<b>19,178</b>	0	35,389
<b>Total current assets</b>		<b>89,101</b>	159,135	91,023
<b>Total assets</b>		<b>517,304</b>	592,731	521,358
Paid -in capital		<b>400,229</b>	400,229	400,229
Other equity		<b>(136,284)</b>	(17,997)	(99,201)
<b>Total equity</b>	3	<b>263,945</b>	382,232	301,029
Intragroup non-current interest bearing liabilities		<b>41,272</b>	44,499	42,097
Derivative financial instruments		-	1,998	-
<b>Total non-current liabilities</b>		<b>41,272</b>	46,497	42,097
Trade and other liabilities		<b>17,458</b>	49,058	18,613
Trade and other liabilities, group companies		<b>191,562</b>	100,410	154,348
Derivative financial instruments		<b>2,432</b>	14,384	4,564
Other current liabilities		<b>635</b>	149	706
<b>Total current liabilities</b>		<b>212,087</b>	164,001	178,232
<b>Total equity and liabilities</b>		<b>517,304</b>	592,731	521,358

## Cash flow statement

### Unaudited

<i>(EUR 1 000)</i>	<i>Note</i>	<b>Q1 2021</b>	Q1 2020	Full year 2020
<b>Cash flows from operating activities</b>				
Profit/(loss) before income tax		<b>(37,084)</b>	(17,252)	(113,185)
Adjustments for:				
Depreciation, amortisation and impairment losses		<b>8,369</b>	7,814	36,147
Interest expenses	2	<b>921</b>	1,906	3,631
Unrealised currency and derivatives gains/losses		<b>2,037</b>	12,780	17,707
Change in working capital		<b>16,607</b>	(8,429)	115,381
<b>Net cash flows from (used in) operating activities</b>		<b>(9,149)</b>	(3,182)	59,681
<b>Cash flows from investing activities</b>				
Purchase of property, plant, equipment and intangibles		<b>(10,312)</b>	(47,265)	(66,907)
Purchase of intangible assets		<b>(153)</b>	(126)	(243)
Other adjustments		-	(2)	(3)
<b>Net cash flows from (used in) investing activities</b>		<b>(10,465)</b>	(47,394)	(67,153)
<b>Cash flows from financing activities</b>				
Repayment of borrowings from group companies		<b>3,403</b>	(3,477)	(11,191)
<b>Net cash flows from (used in) financing activities</b>		<b>3,403</b>	(3,477)	(11,191)
Net (decrease)/increase in cash, cash equivalents and bank overdrafts		<b>(16,211)</b>	(54,052)	(18,663)
Cash and cash equivalents at the beginning of period		<b>35,389</b>	54,050	54,050
<b>Cash and cash equivalents at end of period</b>		<b>19,178</b>	-2	35,387
Restricted cash		-	2	3
<b>Cash and cash equivalents in statement of financial position</b>		<b>19,178</b>	1	35,389

## Notes to the interim financial statements

### Note 1 Accounting policies

The interim financial report for the company is prepared in accordance with Norwegian Accounting Act and generally accepted accounting principles. The interim financial report does not include all information which will appear in the annual financial report, which is prepared in accordance with all effective GAAP, and this report should therefore be read in connection with the annual report for Hurtigruten Cruise AS for 2020.

The annual report for 2020 for the company can be obtained through a request to the company's main office. The accounting policies applied in the interim financial reporting are described in the note of accounting policies in the annual report for 2020.

In the preparation of the interim financial report, estimates and assumptions have been applied, which has affected assets, liabilities, revenues and costs. Actual figures can deviate from estimates applied.

### Note 2 Net financial items

Unaudited

<i>(EUR 1 000)</i>	<b>Q1 2021</b>	Q1 2020	Full year 2020
Foreign exchange gains	-	1,250	6,289
Other financial income	<b>82</b>	-	393
<b>Finance income</b>	<b>82</b>	1,250	6,682
Interest expense	<b>(976)</b>	(910)	(3,940)
Foreign exchange losses	<b>(4,069)</b>	-	-
Other finance expenses	<b>(27)</b>	(995)	(85)
Finance expenses	<b>(5,072)</b>	(1,906)	(4,025)
<b>Net Financial items</b>	<b>(4,991)</b>	(655)	2,658

### Note 3 Equity

Unaudited

	<b>01.01-31.03.2021</b>		
	<b>Attributable to shareholders of Hurtigruten Cruise AS</b>		
<i>(EUR 1 000)</i>	<b>Paid -in capital</b>	<b>Other equity</b>	<b>Total Equity</b>
<b>Equity at beginning of the period</b>	<b>400,229</b>	<b>(99,201)</b>	<b>301,029</b>
Profit/loss for the year	-	(37,084)	<b>(37,084)</b>
<b>Equity at the close of the period</b>	<b>400,229</b>	<b>(136,284)</b>	<b>263,945</b>

	<b>01.01-31.03.2020</b>		
	<b>Attributable to shareholders of Hurtigruten Cruise AS</b>		
<i>(EUR 1 000)</i>	<b>Paid -in capital</b>	<b>Other equity</b>	<b>Total Equity</b>
<b>Equity at beginning of the period</b>	<b>400,229</b>	<b>12,174</b>	<b>412,403</b>
Profit/loss for the year	-	(17,252)	(17,252)
Cash flow hedges attributed directly to equity	-	(12,919)	(12,919)
<b>Equity at the close of the period</b>	<b>400,229</b>	<b>-17,997</b>	<b>382,232</b>

### Note 4 Covid-19

From the latter part of March in 2020 and through first quarter this year, Hurtigruten Group has seen impact from the global spread of Covid-19 on the performance, as mobility restrictions and lockdown measures were implemented throughout the world. Thus, the COVID-19 pandemic has created challenging business environment for the Company, and an unprecedented uncertainty of potential negative impact on the financial performance. For the Company, these events are impairment triggers, and as such, as of the end of fourth quarter of 2020, the Group has assessed the carrying values of the Groups assets for impairment according to IAS 36. The value in use has been estimated for the ships on a cash generating unit level and has been calculated based on the present value of estimated future cash flows. The projected cash flows represent managements best estimate for future ramp-up in operations after the COVID-19 effects on the travel industry. As of year-end, the estimated value in use was equal to or higher than the carrying value of the assets, and no impairment were recognized in the financial statements.

### Note 5 Events after the balance sheet date

There are no material events after balance sheet date that would affect the financial statements for Hurtigruten Cruise AS per first quarter 2021.