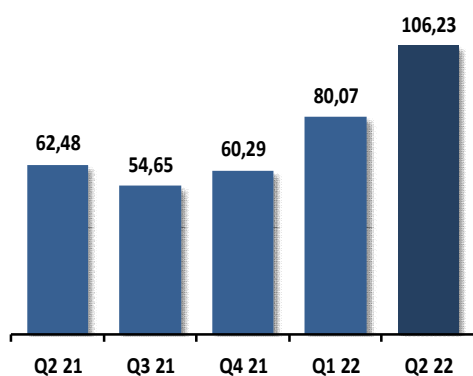


Interim Report

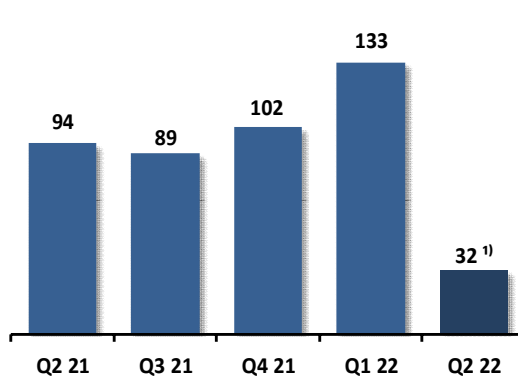
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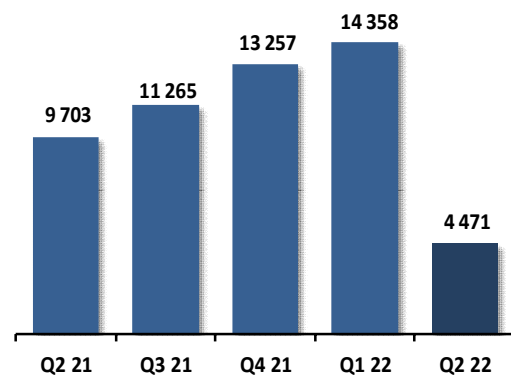
Salmon Price (NASDAQ) (NOK/kg)



Operational EBIT (MNOK)



Harvested volume (HOG)



HIGHLIGHTS Q2 2022

- Operational EBIT before depreciation of offshore equipment of MNOK 32¹⁾
 - Farming Norway: Operational EBIT per kg of NOK 10.11 (NOK 48.16 before loss on contracts)
 - Farming Iceland: Operational EBIT per kg of NOK 36.84
- The operational result is affected by:
 - A high hedging share resulted in a low-price achievement and a high loss on open fixed price contracts of MNOK 131
 - Two cages at the site Baltsfjord were culled due to fish welfare reasons, resulting in non-recurring costs of MNOK 19 in Farming Norway
- The extraordinary general meeting on 30 June 2022 approved the merger plan for SalMar ASA and NRS ASA
- Farming Norway acquired new production capacity through the traffic light system and increased the MAB from 36 085 tonnes to 36 455 tonnes

NORWAY ROYAL SALMON - KEY FIGURES (NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operating revenues	1 679 956	1 336 832	3 332 510	2 764 629	5 800 895
Operational EBITDA	76 750	129 817	225 047	226 424	494 157
Operational EBIT before depreciation of offshore equipment ¹⁾	31 664	93 995	165 041	153 934	344 260
Income from associates	29 215	-743	58 478	9 940	35 356
EBIT	237 457	219 985	329 444	394 632	472 178
EBT	198 779	326 418	284 954	681 953	735 245
EPS (NOK) – before fair value adjustments	-0,69	3,90	2,49	9,24	12,43
Net cash flow from operating activities	293 283	239 487	800 262	397 547	275 423
Investments in fixed assets/licenses	182 205	266 559	357 665	675 161	1 115 604
NIBD according to covenant			1 866 806	1 718 932	2 288 586
Equity ratio			52,9 %	54,9 %	52,6 %
Volume harvested (HOG)	4 471	9 703	18 829	25 119	49 640
Operational EBIT per kg ²⁾	16,26	11,74	19,61	8,47	9,55

¹⁾ Operational EBIT before depreciation Offshore equipment see Alternative Performance Measures for specification.

²⁾ Operational EBIT per kg from Farming and Sales (before non-recurring items)

FINANCIAL PERFORMANCE

(Figures in brackets = 2021, unless otherwise specified)

Revenues and results

Norway Royal Salmon posted operating revenues of NOK 1 680.0 million (NOK 1 336.8 million) in the second quarter of 2022, an increase of 25.7 per cent from the corresponding prior-year period. The Group achieved an operational EBIT before depreciation of offshore equipment of NOK 31.7 million (NOK 94.0 million), a decrease of NOK 62.3 million compared to corresponding quarter in 2021. The decrease in operational EBIT is due to low harvest volumes in the quarter and a loss on open fixed-price contracts compared to the level of Fish Pool prices of NOK 131.0 million (NOK 2.1 million). Overhead costs for the quarter amounted to NOK 56.8 million (NOK 19.9 million). The overhead costs for the quarter are impacted by a non-recurring incident at the site Baltsfjord in Troms and Finnmark. Farming Norway had to cull fish in two cages due to fish welfare reasons. The overhead costs also include start-up costs of Arctic Offshore Farming and depreciation of offshore equipment of NOK 16.0 million. The Group recognised a positive fair value adjustment of NOK 194.7 million (NOK 131.2 million), an increase of NOK 63.4 million compared to the corresponding quarter in 2021.

The farming business harvested 4 471 tonnes (9 703 tonnes) gutted weight in the quarter, a decrease of 54 per cent. Farming and Sales achieved an operational EBIT per kg of NOK 16.26 (NOK 11.74). The decrease in operational EBIT per kg is due to the loss on fixed-price contracts and increased production costs. Total sold volumes in the second quarter were 16 434 tonnes (20 599 tonnes).

Financial items and share of profit from associates

Result from associates amounted to NOK 29.2 million (loss NOK 0.7 million) in the second quarter. NRS' share of fair value adjustments to the biomass after tax amounted to NOK 8.7 million (loss NOK 1.2 million). Associated Norwegian farming companies harvested 2 679 tonnes, 1 693 tonnes more than in the corresponding period last year. NRS' share of the above figure amounts to 1 005 tonnes, an increase of 675 tonnes.

Net financial expenses for the period were NOK 38.7 million (NOK 26.4 million), an increase of NOK 12.3 million. The increase in finance expenses is mainly explained by an increased currency impact from Arctic Fish.

Balance sheet

At the end of the reporting period, total assets amounted to NOK 8 802.6 million, an increase of NOK 514.3 million from the prior quarter's end. The change in total assets is attributable to several factors. Licenses and intangible assets increased by NOK 53.5 million, property, plant and equipment increased by NOK 70.8 million and non-current financial assets increased by NOK 35.9 million. Fair value adjustments of the biomass increased by NOK 237.5 million, and inventories and biomass at cost increased by NOK 202.7 million; hence, the total increase in inventories and biological assets was NOK 440.0 million. Bank deposits decreased with NOK 80.1 million and receivables decreased by NOK 5.9 million in the quarter.

The Group's net interest-bearing debt decreased by NOK 91.1 million, from NOK 2 243.7 million at the end of the previous quarter to NOK 2 152.6 million on 30 June 2022. The decrease is attributable to a positive operational EBITDA of NOK 76.8 million and decreased working capital of NOK 215.2 million. Acquisition of licenses of NOK 62.0 million, investments in fixed assets of NOK 120.6 million and interest payments of NOK 18.7 million had the opposite effect. The Group had an unused credit facility of NOK 1 693.9 million at the end of the quarter, and bank deposits of NOK 79.8 million.

On 30 June, the Group's equity totalled NOK 4 656.5 million, an increase of NOK 136.5 million from the end of the previous quarter. The increase is attributable to a total comprehensive income of NOK 133.6 million that is adjusted with NOK 1.0 million in option costs and NOK 2.3 million equity transactions associated companies. The equity ratio at the end of the quarter is 52.9 per cent.

Statement of cash flow

The Group's operating activities generated a positive cash flow of NOK 293.0 million during the quarter, which represents an increase of NOK 53.8 million compared with the corresponding prior-year quarter. The positive cash flow is attributable to a positive operational EBITDA of NOK 76.8 million and decreased working capital items of NOK 215.2 million.

Net cash outflows related to investing activities in the second quarter amounted to NOK 182.6 million (NOK 118.6 million). Acquisition of licenses through the traffic light system of NOK 62.0 million and investments in fixed assets of NOK 120.6 million had a negative effect on the cash flow.

The cash outflows from financing activities totaled NOK 190.5 million (NOK 391.3 million) in the second quarter. The negative cash outflow is attributable to a decreased overdraft facility of NOK 181.4 million, paid instalments on non-current debt of 35.3, instalments and interest on the right to use liabilities of NOK 22.0 million, and finance costs of NOK 12.1 million. Increased non-current debt of NOK 54.6 had the opposite effect on the cash flow.

Profit and loss first half 2022 and summary of events YTD 2022

The Group posted operating revenues of NOK 3 332.5 million (NOK 2 764.6 million) in the first half of 2022, an increase of 20.5 per cent compared with the corresponding prior-year period. During the same period, the Group posted an operational EBIT before depreciation of offshore equipment of NOK 165.0 million (NOK 153.9 million). The group had a positive operational cash-flow of NOK 800.3 million (NOK 397.5 million) in the first half of 2022. At the end of the second quarter the Group had an equity ratio of 52.9 per cent (54.9 per cent). The Group decreased its net interest-bearing debt by NOK 428.9 million in the first half of 2022 to NOK 2 152.6 million.

Farming harvested 18 829 tonnes (25 119 tonnes) in the first half of 2022 and posted an EBIT per kg of NOK 19.61 (NOK 8.47). The Group sold 38 223 tonnes (46 469 tonnes) in the first half of 2022.

Norway Royal Salmon has not identified any additional risk exposure beyond the risks described in the 2021 annual report. Norway Royal Salmon is exposed to the salmon price and the biological condition of the biomass in the sea. Reference is made to the Outlook section of this report for other comments to NRS's risk exposure. Transactions with related parties are made at arm length prices. Reference is made to Note 6 of this report for further information regarding related parties.

SEGMENT INFORMATION

The Group is organised into two business areas: Farming and Sales. The performance of the two business areas are monitored with the overall objective of maximising Operational EBIT and margins.

Norway Royal Salmon monitors the overall value creation from operations based on the salmon's source of origin. Consequently, external reporting focuses on measuring the overall profitability of the harvested volume based on source of origin (Operational EBIT/kg). For this reason, the contribution from sales operations in Norway is allocated to Farming Norway.

In the first quarter of 2021, NRS increased its ownership in Arctic Fish to 51.28 per cent and achieved control over the company. Consequently, the Farming business was divided into two geographical segments: Farming Norway and Farming Iceland.

The group owns 58 255 tonnes MAB to produce salmon, divided between 36 455 tonnes MAB for salmon farming in Norway, located in Troms and Finnmark, and 21 800 tonnes MAB for salmon farming in Iceland, located in the Westfjords area. In addition, the group owns 5 300 tonnes MAB for trout farming in Iceland that is currently applied for conversion to salmon licenses.

FARMING NORWAY

Operational EBIT came in at NOK 34.8 million (NOK 96.3 million), a decrease of NOK 61.5 million compared with the same quarter last year. Operational EBIT (ex. contracts) per kg amounted to NOK 48.16 (NOK 12.49). Loss on fixed-price contracts of NOK 38.05 per kg (NOK 0.27) resulted in an operational EBIT per kg of NOK 10.11 (NOK 12.22).

3 442 tonnes (7 879 tonnes) were harvested in the previous quarter, a decrease of 4 437 tonnes compared with the same quarter last year. The achieved price for the farming operations was NOK 20.76 higher per kg than achieved in the first quarter of 2022 and NOK 32.89 higher per kg than in the corresponding period last year. The timing of the harvest in the quarter contributed positively to the price achievement, while the quality of the fish had negative impact.

Total production cost per kg for harvested fish was NOK 49.19, which is NOK 2.93 higher than in the first quarter of 2022 and NOK 2.78 higher than in the corresponding period last year. The production cost for Q3 22 is expected to around the same level as in the previous quarter.

The biomass in sea increased with 1 697 tonnes (9.5 per cent) compared to the previous quarter and decreased by 1 642 tonnes (7.7 per cent) compared to the corresponding quarter in 2021. During the latter stages of the first quarter NRS experienced a significant amount of winter wounds on large fish. NRS choose, for welfare reasons, to accelerate the harvest of this fish. We continued to harvest this fish in the second quarter which resulted in a lower superior share with a lower price achievement.

Production of fish at the new smolt facility will increase our biological safety and contributes to an improved cost performance. This, together with the phasing out triploid fish, are expected to lead to a decrease in production costs during the next years.

The estimated harvest volume for 2022 is 30 000 tonnes gutted weight, which reduced with 2 000 tonnes from the Q1 22 report.



INTERIM REPORT

Q2 2022

KEY FIGURES		Q2	Q2	YTD	YTD	FY
Farming Norway	(NOK '000)	2022	2021	2022	2021	2021
Operating revenues		1 592 949	980 042	2 962 967	2 463 864	5 172 881
Operational EBITDA		61 001	120 339	296 983	223 244	354 335
Operational EBIT		34 817	96 303	245 116	173 504	374 781
Investment in tangible assets/licenses		85 410	222 817	163 759	593 892	953 686
Volume harvested (tonnes HOG)		3 442	7 879	13 579	19 502	38 161
Operational EBIT per kg (ex contracts)		48,16	12,49	31,10	8,65	9,56
Gain (+)/Loss (-) on open fixed price contracts		-38,05	-0,27	-13,05	0,25	0,26
Operational EBIT per kg		10,11	12,22	18,05	8,90	9,82

The NRS' Sales operations experienced a decrease in sales volumes of 18 per cent compared with the corresponding prior-year period. 15 405 tonnes (18 776 tonnes) were sold in the second quarter. The NRS' Sales operations had an operational EBIT before open fixed price contracts of NOK 20.7 million (NOK 3.7 million), which equates to NOK 1.35 (NOK 0.20) per kg sold volume in the period. Only 12 per cent of NRS Farming's harvested fish were sold in the spot market in the second quarter. The fixed price contracts resulted in a loss of NOK 131.0 million (NOK 2.1 million) compared to the level of Fish Pool prices.

The sales volumes to Eastern Europe decreased by 23 per cent, to Asia by 38 per cent and to Western Europe by 4 per cent in the quarter. The volumes sold in Norway decreased by 53 per cent in the quarter. In the first quarter, Western Europe accounted for 83 per cent of the export volumes, Asia for 11 per cent and Eastern Europe for 6 per cent. Domestic volume amounts to 11 per cent of the total sold volume.

NRS has two major investment projects in progress, a new smolt facility and Arctic Offshore Farming. The investment in a new smolt facility is strategically important for NRS, and the facility is centrally located in relation to the fish farming sites. The facility was fully operational, from hatchery to post-smolt, during the first quarter of 2022 and is one of the world's largest and most modern smolt facilities within RAS technology. The facility is designed with potential for further extensions. The smolt facility will ensure the supply of smolts and contribute to increased biological safety, increased quality and bigger smolt, as well as improve the timing of smolt releases into the sea. This will improve the utilisation of the Group's MAB and reduce production costs. The first supply of smolts took place early May 2022.

The investment in Arctic Offshore Farming is a strategically important investment, where NRS develops and builds the offshore technology of the future for the aquaculture industry. This technological solution enables aquaculture in significantly more exposed waters and will help to increase the utilisation of sea areas. The site Fellesholmen is per date the most exposed salmon farming site in Norway. We have now gained experience on the harsh winter conditions on the site and lowering the cages to a submerged position works well. Both cages are installed on site and are ready to receive smolt. The release of fish into the offshore cages is expected to be released during October 2022.

FARMING ICELAND

Operational EBIT came in at NOK 37.9 million (NOK 17.6 million), an increase of NOK 20.3 million compared with the same quarter last year. Operational EBIT per kg amounted to NOK 36.84 (NOK 9.66).

1 029 tonnes (1 824 tonnes) were harvested in the second quarter, a decrease of 795 tonnes compared with the same quarter last year. The achieved price for the farming operations was NOK 17.66 higher per kg than achieved in the first quarter of 2022 and NOK 29.86 higher per kg than in the corresponding period last year.

Total production cost per kg for harvested fish in the second quarter of 2022 was NOK 47.75, which is NOK 1.25 higher than in the first quarter of 2022, and NOK 2.69 higher than in the corresponding period last year. The production cost for Q3 22 is expected to around the same level as in the previous quarter. Arctic fish is committed to increase the biological performance, an increased size of smolt from our own smolt facility is expected to improve survival rate and decrease production time. Expansions and improvements in the RAS facility will also lead to better license utilization and fish health.

The biomass in sea increased in by 536 tonnes (10.1 per cent) from the end of the previous quarter. The biomass decreased by 3 352 tonnes (36.4 per cent) compared to corresponding quarter in 2021.

Arctic Fish has two major growth investment initiatives ongoing, a new harvesting plant in Bolungarvik is under construction and the company is expanding the smolt facility in Talknafjordur.

For the harvesting plant in Bolungarvik all contracts are signed for all major components and the groundwork is ongoing. The facility will fulfil Arctic Fish needs to increase the harvest capacity and contribute with additional possibilities to service others as well.

The expansion of the smolt facility is a two-step plan to increase tank volumes, thus increase the smolt capacity to 5 million smolt yearly. It is expected that the expansion will be completed in the end of the second quarter of 2023. The investment will strengthen the position of Arctic Fish as a leading smolt producer as well as support future growth targets, in terms of harvest volume.

KEY FIGURES		Q2	Q2	YTD	YTD	FY
Farming Iceland	(NOK '000)	2022	2021	2022	2021	2021
Operating revenues		87 001	99 798	369 526	268 641	595 895
Operational EBITDA		51 243	28 832	149 981	60 743	121 128
Operational EBIT		37 889	17 621	124 132	39 142	99 527
Investment in tangible assets/licenses		96 795	43 742	193 906	81 269	161 918
Volume harvested (tonnes HOG)		1 029	1 824	5 250	5 617	11 479
Operational EBIT per kg		36,84	9,66	23,64	6,97	8,67

Arctic Fish is a fish farming company located in the Westfjords, Iceland and was listed on Euronext Growth on the Oslo Stock Exchange in February 2021. The company has an expected production cost below the average for Norwegian fish farming companies. Arctic Fish has



substantial growth potential and estimates a harvest volume of approximately 24 000 tonnes in 2025.

SHARES

As of 30 June 2022, Norway Royal Salmon ASA has totally 43 572 191 shares, allocated among 2 731 shareholders, a decrease of 465 from the end of the previous quarter. At the end of the quarter, the group had 197 495 treasury shares. The share price increased from NOK 210.0 at the end of March 2022 to NOK 251.0 at the end of June 2022. 3 686 078 shares were traded during the quarter.

EVENTS IN OR SUBSEQUENT TO THE QUARTER

Norway Royal Salmon ASA to proceed with the acquisition of SalmoNor AS and merge with SalMar ASA

Norway Royal Salmon ASA and SalMar ASA have entered into a merger plan whereby the two entities will merge, with SalMar as the acquiring company in the merger.

The Merger is conditional on NRS acquiring SalmoNor AS immediately prior to the consummation of the Merger, and that all conditions for the completion of SalMar's voluntary tender offer for the shares in NTS ASA have been met or waived, or the NTS Offer has been completed.

Annual General Meeting

The Annual General Meeting in Norway Royal Salmon ASA (NRS) was held 2 June 2022. All the proposals from the Board and the Nomination Committee were approved by the General Meeting. See <https://norwayroyalsalmon.com/en/investor/Stock-exchange> for the minutes.

Extraordinary general meeting

Reference is made to the notice of extraordinary general meeting in Norway Royal Salmon ASA dated 31 May 2022 and the stock exchange announcement on 30 May 2022 regarding the merger between SalMar ASA as the acquiring company and NRS as the transferring company. The extraordinary general meeting was 30 June 2022, and all proposed resolutions were adopted, including approval of the merger plan for the merger with SalMar ASA and approval of the private placement directed at NTS ASA.

Culling of fish at the site Elva

Reference is made to a stock market message published on the 14 of July 2022. NRS Farming detected the fish disease Parvicapsulose caused by the parasite Parvicapsula, and therefore, for welfare reasons, chose to cull all fish at the site Elva in Alta municipality. The site has 0.8 million triploid fish with an average weight of 0.65 kilos. The incident will have an impact on the result of the third quarter of 2022 and will reduce NRS's expected harvest volume for 2022 by around 2 000 tonnes to 30 000 tonnes. The total estimated non-recurring cost for the incident is calculated to approximately NOK 54 million.

Regulatory approvals related to the merger between Norway Royal Salmon ASA and SalMar ASA

Reference is made to the proposed merger between SalMar ASA and Norway Royal Salmon ASA pursuant to the merger plan dated 30 May 2022. The merger plan was approved by the respective general meetings of NRS and SalMar held on 30 June 2022.

The Norwegian Competition Authority has on the 15 of July 2022 approved SalMar's contemplated acquisition of all outstanding shares in NTS in accordance with the offer, and thus also the merger. However, the merger and the offer remain subject to receipt of further approvals from competition authorities, including the European Commission, and such other conditions as set out in the merger plan and offer document.

Implementing low carbon initiatives

As part of our transition to low carbon economy NRS has connected two more farming sites to onshore power and are planning to connect more sites within a short period. NRS is continuously working on optimising the use of the new hybrid solutions and new farming equipment is sustainably

MARKET CONDITIONS

The total value of salmon exported from Norway in the second quarter was NOK 25.1 billion, an increase of NOK 7.4 billion compared to the corresponding quarter last year. The increase of 41.7 per cent from the second quarter of 2021 was due to export prices being 46.6 per cent higher than in the second quarter of 2021. The spot price (NASDAQ) in the second quarter of 2022 was NOK 106.23 per kg superior quality salmon (delivered Oslo). This is an increase of 70.0 per cent from the second quarter of 2021 and an increase of 32.7 per cent from the first quarter of 2022. In EUR, the prices of Norwegian salmon increased 70.9 per cent to EUR 10.58 per kg from the second quarter of 2021. The export price of NOK 94.10 was lower than the spot price and 46.6 per cent higher than in the same period last year.

The price increase in the spot market was driven by a decrease in global supply of 3 % together with a general global price increase on other food products. Harvested volumes from Norway decreased by 5 per cent from the corresponding prior-year period. Harvested volumes from Chile increased by 13 per cent, while the volumes from other countries decreased by 13 per cent. This resulted in a decrease in global harvesting volumes of 3 per cent. For Q3 2022, Kontali Analyse expects a harvesting volume 1 per cent higher than in Q3 2021.

With high salmon prices and negative supply growth, sold volumes decreased by 7 per cent in the quarter compared with the same period last year. This is higher than the decrease in global harvest volume and indicates a higher change in frozen inventory compared to the same quarter last year. Russia and the other Eastern European countries were the countries with the biggest decline in demand.

Harvest volume (tonnes wfe)	Q2/22	yr/yr	Q3/22 E	yr/yr
Norway	302 700	-5 %	410 400	-1 %
Chile	169 900	13 %	171 400	4 %
UK	44 200	-24 %	56 800	8 %
Canada	36 000	-12 %	35 500	3 %
Faroe Islands	20 400	-20 %	24 000	1 %
Australia	18 400	1 %	25 100	1 %
USA	5 600	70 %	4 200	-45 %
Iceland	6 700	-22 %	7 400	-17 %
Others	14 700	24 %	11 100	-1 %
	618 600	-3 %	745 900	1 %

Source: Kontali Analyse

Sold volumes (tonnes wfe)	Q2/22	yr/yr	Q3/22 E	yr/yr
EU (incl UK)	264 900	-5 %	360 500	4 %
USA	162 200	-3 %	166 000	6 %
Eastern Europe ex. Russia	7 800	-33 %	16 500	-1 %
Russia	7 400	-63 %	4 000	-78 %
Asia ex. Japan	53 300	-17 %	66 500	5 %
Japan	12 500	-25 %	18 100	12 %
Others	112 800	3 %	123 800	2 %
	620 900	-7 %	755 400	2 %

Source: Kontali Analyse

With higher salmon prices, global import volumes to the EU+UK decreased by 2 per cent in the quarter compared to the second quarter of 2021; 81 per cent of the volume comes from Norway. The reopening of the hotels and restaurant has reversed parts of the shift in demand from food service towards the retail segment during the Covid-19 pandemic. This can be seen in the increase in the import volumes in markets that have of traditionally large food service segments, for instance in the UK (22 %) and France (5 %). Markets that produce processed products for the retail segments have decreased compared to the second quarter in 2021. Poland's import volumes decreased by 2 % per cent and Denmark's with 7 % compared to the corresponding quarter last year. Poland is still the largest market for Norwegian salmon, but France is starting to close the gap. This indicates that even segments food service segments are starting to recover from the effects of Covid-19 restrictions, but that also the shift towards the retail market is continuing.

With limited supply and higher prices, the global demand for salmon in Asia decreased by 18 per cent compared to the second quarter of 2021. Import volumes from Norway decreased by 9 per cent. Norway's market share was 73 per cent in first quarter. Chile's export to this region decreased by 36 per cent.

The total export of salmon to Eastern Europe decreased in the second quarter. Global import volumes decreased by 52 per cent while import volumes from Norway decreased by 11 per cent. Volumes to Russia from other producer nations decreased by 69 per cent in the second quarter. Norway had a market share of 54 per cent in Eastern Europe. The markets in Eastern-Europe are heavily affected by Russia's invasion of Ukraine.

The demand for salmon in North America decreased in the second quarter. In total, imports to North America decreased by 3 per cent, while volume from Norway increased by 5 per cent.

Q2/2022	Tonnes (wfe)	yr/yr	MNOK	yr/yr
Norway to EU:				
Poland	37 822	-2 %	2 817	47 %
France	28 203	5 %	2 350	53 %
Denmark	25 550	-7 %	2 168	50 %
UK	15 686	22 %	1 183	65 %
Spain	21 224	-2 %	1 744	38 %
Holland	23 405	6 %	1 935	56 %
Others in EU	63 785	-9 %	5 569	39 %
Total Norway to EU	215 675	-2 %	17 766	47 %
Others to EU	49 225	-15 %		
EU total	264 900	-5 %		

Source: Norwegian Seafood Council

Q2/2022	Tonnes (wfe)	yr/yr	MNOK	yr/yr
Norway to Asia				
South East Asia	15 004	16 %	1 212	55 %
Japan	8 128	-12 %	518	-14 %
Middle East	7 767	-7 %	749	42 %
China (incl. Hong Kong)	9 316	-21 %	1 076	41 %
South-Korea	7 720	-26 %	836	16 %
Others in Asia	362	185 %	23	176 %
Total Norway to Asia	48 297	-9 %	4 415	30 %
Others to Asia	17 503	-36 %		
Asia Total	65 800	-18 %		

Source: Norwegian Seafood Council

Q2/2022	Tonnes (wfe)	yr/yr	MNOK	yr/yr
Norway to Eastern Europe				
Ukraine	3 488	-31 %	175	-32 %
Turkey	1 191	12 %	101	23 %
Belarus	-	-100 %	-	-100 %
Kazakhstan	1 754	31 %	136	89 %
Others in Eastern Europe	1 791	18 %	158	32 %
Norway to Eastern Europe	8 224	-11 %	570	4 %
Other to Eastern Europe	6 976	-69 %		
Eastern Europe Total	15 200	-52 %		

Source: Norwegian Seafood Council

Q2/2022	Tonnes (wfe)	yr/yr	MNOK	yr/yr
Norway to North America				
USA	19 642	3 %	1 895	43 %
Canada	1 469	32 %	151	70 %
Total Norway to North Ame	21 111	5 %	2 046	45 %
Others to North America	141 089	-4 %		
North America Total	162 200	-3 %		

Source: Norwegian Seafood Council

OUTLOOK

Harvested volume for the quarter was 4 471 tonnes, which is in line with the volume estimated in the last quarterly report. Estimated harvest volume for 2022 is 40 600 tonnes gutted weight, a decrease of 18 per cent compared with the volume for 2021.


The hedged volume is flat throughout the year and the share of volume hedged will vary with the harvest volume. 32 per cent of the estimated harvest volume is hedged for the second half of 2022, equaling 35 % per cent for the full year 2022.

The production cost for Q3 2022 is expected to be at around the same level in Q3 22 for both Farming Norway and for Farming Iceland.

In the third quarter of 2022 Kontali Analyse expects global harvest volumes to increase by 1 per cent compared with the third quarter of 2021. For 2022 Kontali Analyse expects global harvest volume from to decrease by 1 per cent compared to 2021, which is very low seen in a historical context. Neither Norway nor Chile is expected to have any growth in harvest volumes compared to 2021.

The Russian invasion of Ukraine will continue to affect the markets in several ways going ahead. Potential consequences for Norway Royal Salmon are difficult to specify, but we have already seen higher prices on raw materials and transportation. The company is monitoring the situation closely and will take corrective action when needed. With Norway Royal Salmon's solid financial foundation and highly competent staff, we are well positioned to get through these challenging times.

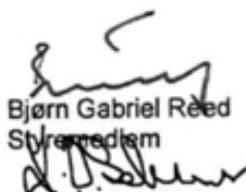
Trondheim, 31 August 2022



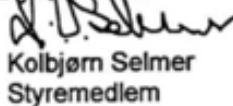
Paal E. Johnsen
Styrets leder



Sissel Gladse
Styremedlem



Bjørn Gabriel Røed
Styremedlem



Kolbjørn Selmer
Styremedlem



Mariann Dønnum
Styremedlem



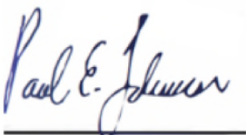
Charles Høstlund
CEO

RESPONSIBILITY STATEMENT FROM THE BOARD OF DIRECTORS AND CEO

We confirm, to the best of our knowledge, that the financial report for the first half of 2022 has been prepared in accordance with IAS 34 – Interim Financial Reporting, as adopted by EU, and gives a true and fair view of the Group’s assets, liabilities, financial position and profits and loss for the period.

We also confirm, to the best of our knowledge, that the interim management report includes a fair review of important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements, a description of the principal risks and uncertainties for the remaining six months of the financial year, and major related parties’ transactions.

Trondheim, 31 August 2022

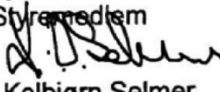


Paal E. Johnsen
Styrets leder



Sissel Gladstø
Styremedlem



Bjørn Gabriel Røed
Styremedlem

Kolbjørn Selmer
Styremedlem



Mariann Dønnum
Styremedlem



Charles Høstlund
CEO

Consolidated financial statements

CONSOLIDATED INCOME STATEMENT
COMPREHENSIVE INCOME STATEMENT
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STATEMENT OF CASH FLOW

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ALTERNATIVE PERFORMANCE MEASURES

CONSOLIDATED INCOME STATEMENT

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operating revenues	1 679 956	1 336 832	3 332 510	2 764 629	5 800 895
Cost of goods sold	1 416 659	1 060 543	2 634 431	2 254 926	4 683 289
Salaries	55 019	54 018	123 327	112 353	242 616
Depreciation	45 086	35 821	88 748	72 490	149 897
Depreciation of offshore equipment	15 783	0	28 742	0	0
Other operating costs	131 527	92 455	320 963	170 926	380 833
Operational EBIT	15 881	93 995	136 299	153 934	344 260
Fair value adjustments	194 652	131 203	150 407	240 795	111 668
Production fees	-2 291	-4 470	-9 933	-10 036	-19 106
Write down of assets	0	0	-5 806	0	0
Income from associates	29 215	-743	58 478	9 940	35 356
EBIT	237 457	219 985	329 444	394 632	472 178
Gain/loss on financial assets	0	132 850	0	307 608	307 528
Other net financial items	-38 678	-26 418	-44 490	-20 287	-44 460
Earnings before tax (EBT)	198 779	326 418	284 954	681 953	735 245
Taxes	-43 749	-50 691	-61 427	-71 307	-41 836
Net profit	155 030	275 726	223 527	610 646	693 410
Profit attributable to:					
Parent company shareholders	155 991	256 348	242 711	559 809	617 362
Minority interests	-961	19 378	-19 184	50 837	76 047
Earnings per share (NOK)	2,78	5,96	4,78	13,03	14,30
Earnings per share - diluted	2,78	5,96	4,78	13,03	14,30

COMPREHENSIVE INCOME STATEMENT

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Net profit	155 030	275 726	223 527	610 646	693 410
Items to be reclassified to profit or loss:					
Translation differences and OCI posts from associated companies	0	0	0	-17 486	-17 486
Cash Flow hedges (net of tax)	-21 480	-12 661	-12 656	-5 203	-13 276
Items not to be reclassified to profit or loss:					
Actuarial gains on defined benefit plans (net of tax)	0	0	0	0	-1 462
Total comprehensive income	133 550	263 065	210 872	587 958	661 186
Total comprehensive income attributable to:					
Parent company shareholders	134 511	243 688	230 055	537 121	585 139
Non-controlling interests	-961	19 378	-19 184	50 837	76 047

STATEMENT OF FINANCIAL POSITION

(NOK '000)	30.06.2022	31.03.2022	30.06.2021	31.12.2021
Intangible assets	1 730 828	1 677 287	1 649 769	1 673 199
Property, plant and equipment	4 038 195	3 967 387	3 500 647	3 872 863
Non-current financial assets	502 917	467 007	344 724	434 139
Non-current assets	6 271 940	6 111 681	5 495 140	5 980 201
Inventory and biological assets	2 038 505	1 598 479	1 785 348	1 925 085
Receivables	412 345	418 256	473 144	471 760
Bank deposits	79 825	159 899	117 818	65 188
Current assets	2 530 675	2 176 634	2 376 310	2 462 033
TOTAL ASSETS	8 802 615	8 288 315	7 871 451	8 442 234
Share capital	43 375	43 375	42 375	43 375
Other equity	3 862 466	3 724 986	3 531 720	3 629 466
Non-controlling interests	750 677	751 638	745 299	770 509
Equity	4 656 518	4 519 999	4 319 394	4 443 350
Pensions	24 817	24 817	23 703	24 817
Deferred tax	598 950	571 684	568 213	555 392
Provisions	623 767	596 501	591 917	580 209
Long-term interest-bearing debt	2 194 059	2 175 662	1 942 610	2 228 832
Short-term interest-bearing debt	38 327	227 887	169 848	417 796
Trade payables	1 061 022	576 211	689 108	660 870
Tax payable	140	-335	0	140
Other current liabilities	228 784	192 390	158 572	111 038
Current liabilities	1 328 272	996 153	1 017 529	1 189 843
TOTAL EQUITY AND LIABILITIES	8 802 615	8 288 315	7 871 451	8 442 234

STATEMENT OF EQUITY

30.06.2022	Equity allocated to parent company shareholders				Non-controlling interests	
(NOK '000)	Share capital	Treasury shares	Retained earnings	Total		Total equity
Equity at 01.01.2022	43 572	-197	3 629 467	3 672 842	770 509	4 443 350
Total comprehensive income	0	0	230 055	230 055	-19 184	210 872
Transactions with shareholders						
Dividend	0	0	0	0	0	0
Share based payment	0	0	1 256	1 256	0	1 256
Net purchase and sale of treasury shares	0	0	0	0	0	0
Non-controlling interests at acquisition	0	0	0	0	0	0
Share issue	0	0	0	0	0	0
Equity transactions associated companies	0	0	1 040	1 040	0	1 040
Total transactions with shareholders	0	0	2 296	2 296	0	2 296
Equity at 30.06.2022	43 572	-197	3 861 819	3 905 193	751 325	4 656 518

30.06.2021	Equity allocated to parent company shareholders				Non-controlling interests	
(NOK '000)	Share capital	Treasury shares	Retained earnings	Total		Total equity
Equity at 01.01.2021	43 572	-653	3 048 177	3 091 095	39 596	3 130 692
Total comprehensive income	0	0	537 121	537 121	50 837	587 958
Transactions with shareholders						
Dividend	0	453	-43 375	-42 922	0	-42 922
Share based payment	0	0	1 360	1 360	0	1 360
Net purchase and sale of treasury shares	0	3	-1 045	-1 042	0	-1 042
Non-controlling interests at acquisition	0	0	0	0	500 000	500 000
Share issue	0	0	-10 736	-10 736	154 865	144 130
Equity transactions associated companies	0	0	-783	-783	0	-783
Total transactions with shareholders	0	456	-54 578	-54 122	654 865	600 744
Equity at 30.06.2021	43 572	-198	3 530 720	3 574 094	745 299	4 319 394

STATEMENT OF EQUITY

31.12.2021	Equity allocated to parent company shareholders				Non-controlling interests	
(NOK '000)	Share capital	Treasury shares	Retained earnings	Total		Total equity
Equity at 01.01.2021	43 572	-653	3 048 177	3 091 095	39 596	3 130 692
Total comprehensive income	0	0	585 139	585 139	76 047	661 186
Transactions with shareholders						
Dividend	0	453	-43 374	-42 921	0	-42 921
Share based payment	0	0	776	776	0	776
Net purchase and sale of treasury shares	0	3	-1 045	-1 042	0	-1 042
Non-controlling interests at acquisition	0	0	0	0	500 000	500 000
Share issue	0	0	-10 711	-10 711	154 865	144 154
Equity transactions associated companies	0	0	50 505	50 505	0	50 505
Total transactions with shareholders	0	456	-3 849	-3 394	654 865	651 472
Equity at 31.12.2021	43 572	-197	3 629 467	3 672 841	770 509	4 443 350

Statement of cash flow

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operational EBIT	15 881	93 995	136 299	153 934	344 260
Adjusted for:					
Taxes paid	475	0	0	-33 856	-36 659
Depreciation	60 872	35 822	117 490	72 490	149 897
Share based payment	628	360	18	720	1 675
Pension costs with no cash effect	0	0	1 256	0	-761
Change in inventories/biological assets	-209 799	56 574	134 732	294 606	33 994
Change in account receivables and accounts payables	549 858	121 107	554 092	-163 661	-238 796
Change in other current assets and liabilities	-124 883	-68 371	-143 625	73 315	21 813
Net cash flow from operating activities	293 283	239 487	800 262	397 547	275 423
Cash flow from investing activities					
Payments for purchase of fixed assets and licenses (MAB)	-182 611	-271 433	-335 844	-575 793	-1 003 710
Investment in associated company	0	0	0	0	-12 500
Proceeds from investments in non-current financial assets	0	5 030	5 030	5 030	35 172
Proceeds from sale of non-current financial assets	0	147 768	0	147 768	147 768
Net of cash acquired from Arctic Fish	0	0	0	79 171	79 171
Change in loans to associates and others	0	0	0	45 000	45 000
Net cash flow from investing activities	-182 611	-118 635	-330 814	-298 824	-709 099
Cash flow from financing activities					
Receipts from new non-current debt	54 559	0	54 559	300 000	650 000
Non-current debt repayment	-35 310	0	-89 546	-7 723	-32 527
Instalments on right to use liabilities	-15 408	-14 197	-30 897	-28 544	-57 931
Interest payments for right to use liabilities	-6 600	-1 140	-8 278	-2 415	-11 504
Net change in bank overdraft	-181 620	-321 333	-355 365	-353 429	-95 181
Total proceeds from transactions with treasury shares	0	0	0	-1 042	-1 953
Share issue	0	0	0	144 130	144 130
Net interest payments	-12 093	-11 721	-31 008	-27 715	-66 958
Dividend payment	0	-42 922	0	-42 922	-42 922
Currency effects	5 724	0	5 724	0	-25 044
Net cash flow from financing activities	-190 747	-391 313	-454 812	-19 659	485 155
Net change in bank deposits	-80 074	-270 461	14 636	79 065	26 435
Bank deposits - opening balance	159 899	388 279	65 188	38 753	38 753
Bank deposits - closing balance	79 824	117 818	79 824	117 818	65 188

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: Accounting principles

These condensed, consolidated interim financial statements have been drawn up in accordance with International Financial Reporting Standards (IFRSs) and such interpretations as are determined by the EU and published by the International Accounting Standards Board, including the interim reporting standard (IAS 34). The interim financial statements do not include all the information required of an annual financial report and must therefore be read in conjunction with the consolidated financial statements for the 2021 financial year.

The condensed consolidated interim financial statements have not been audited. As a result of rounding differences, numbers or percentages may not add up to the total.

The consolidated financial statements for the Group for the year 2021 are available upon request from the company's head office at Ferjemannsveien 10, Trondheim or at www.norwayroyalsalmon.com.

The Group's accounting policies adopted and applied in this interim report are consistent with those applied in the Group's 2021 Annual Report as published on the Oslo Stock Exchange on 6 April 2022. No new standards under IFRS have been adopted by the Group in 2022.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2: Operating segments

Operating segments are identified based on the reporting used by Group management to assess performance and profitability at a strategic level. The Group management is defined as the chief operating decision-makers. The Group's business areas are divided into the Sales and Fish farming. The Sales segment includes the purchase and sale of salmon. The fish farming business includes salmon farming and harvesting activities. The farming business in Norway is located in Troms and Finnmark and the farming business in Iceland is located in the Westfjords area. All transactions between the segments are made at arm length prices. Group management review monthly reports in connection with the segments. Performance is evaluated based on operating results (EBIT) per segment.

(NOK '000)	Sales		Farming Norway		Farming Iceland		Eliminations / other		TOTAL	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021	Q2 2022	Q2 2021	Q2 2022	Q2 2021	Q2 2022	Q2 2021
Total sales revenues	1 592 949	1 234 982	314 403	460 440	87 001	99 798	5	2 052	1 994 359	1 797 272
Internal sales revenues	0	0	314 403	460 440	0	0	0	0	314 403	460 440
External sales revenues	1 592 949	1 234 982	0	0	87 001	99 798	5	2 052	1 679 956	1 336 832
Operating costs	1 703 208	1 233 431	169 327	365 688	49 113	82 177	-273 356	-438 460	1 648 292	1 242 837
Operational EBIT	-110 258	1 551	145 076	94 752	37 889	17 621	-56 825	-19 929	15 881	93 995
Fair value adjustments	-38 796	12 028	196 535	75 748	36 913	43 427	0	0	194 652	131 203
Production fees	0	0	-1 394	-3 152	-897	-1 318	0	0	-2 291	-4 470
Write down of assets	0	0	0	0	0	0	0	0	0	0
Income from associates	0	0	0	0	0	0	29 215	-743	29 215	-743
EBIT	-149 054	13 579	340 216	167 349	73 905	59 729	-27 611	-20 672	237 457	219 985
EBT	-151 893	18 495	318 826	160 265	49 851	48 040	-18 005	99 617	198 779	326 418
Volume harvested (HOG)			3 442	7 879	1 029	1 824			4 471	9 703
Operational EBIT per kg			42,14	12,03	36,84	9,66			40,92	11,58
Volume sold	15 405	18 776							15 405	18 776
Operational EBIT per kg	-7,16	0,08							-7,16	0,08
- of which gain on fixed-price contracts per kg.	-8,50	-0,11							-8,50	-0,11

(NOK '000)	Sales		Farming Norway		Farming Iceland		Eliminations / other		TOTAL	
	YTD 2022	YTD 2021	YTD 2022	YTD 2021	YTD 2022	YTD 2021	YTD 2022	YTD 2021	YTD 2022	YTD 2021
Total sales revenues	2 962 967	2 463 864	1 029 813	1 037 797	369 526	268 641	17	32 124	4 362 323	3 802 426
Internal sales revenues	0	0	1 029 813	1 037 797	0	0	0	0	1 029 813	1 037 797
External sales revenues	2 962 967	2 463 864	0	0	369 526	268 641	17	32 124	3 332 510	2 764 629
Operating costs	3 109 379	2 450 853	638 285	877 303	245 394	229 500	-825 588	-946 960	3 167 469	2 610 696
Operational EBIT	-146 412	13 010	391 528	168 295	124 132	39 142	-232 949	-66 513	136 299	153 934
Fair value adjustments	-97 800	23 289	187 044	133 807	61 163	83 698	0	0	150 407	240 795
Production tax	0	0	-5 501	-7 801	-4 432	-2 236	0	0	-9 933	-10 036
Write down of assets	0	0	-5 806	0	0	0	0	0	-5 806	0
Income from associates	0	0	0	0	0	0	58 478	9 940	58 478	9 940
EBIT	-244 212	36 300	573 070	294 301	180 864	120 604	-180 277	-56 573	329 444	394 632
EBT	-248 414	43 330	527 684	280 987	169 263	128 032	-163 578	229 605	284 954	681 953
Volume harvested (HOG)			13 579	19 502	5 250	5 617			18 829	25 119
Operational EBIT per kg			28,83	8,63	23,64	6,97			27,39	8,26
Volume sold	32 973	40 852							32 973	40 852
Operational EBIT per kg	-4,44	0,32							-4,44	0,32
- of which gain / -loss on fixed-price contracts per kg.	-5,37	0,12							-5,37	0,12

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: Biomass

In accordance with IAS 41, the biomass is recognised at fair value. The fair value is calculated in accordance with IFRS 13. For salmon, a present value model is applied to estimate fair value. For roe and smolt, historical cost provides the best estimate for fair value. Adjustments to the fair value of the biomass are presented on a separate line in the income statement. The technical model for calculating fair value is a present value model. Present value is calculated for the biomass on each site/project by estimating the future sales value less remaining production costs discounted to the present value at the balance sheet date.

The fair value of fish in the sea is calculated in the present value model as a function of the expected biomass at the time of harvest multiplied by the expected sales price. For fish that are not harvestable, estimated remaining costs to breed the fish to its harvestable weight are deducted. Cash flows are discounted monthly using a discount factor. The discount factor consists of three main components: 1) risk for events that affect cash flow, 2) hypothetical license and site rent and 3) the time value of money. The discount factor for Norway is 7.0 % and 6.0 % for Iceland. The discount factor for both Norway and Iceland, was increased with 2.0 % in the quarter. The increase is based on increased expectations of profitability in the industry and impact on the hypothetical license- and site rent. Expected biomass (volume) is based on the estimated number of individuals in the sea, adjusted for expected mortality until harvesting and multiplied by the expected harvest weight per individual at the time of harvest. The measuring unit is the individual fish, but for practical reasons the calculation is made at site level. Live weight of fish in the sea is translated into gutted weight to get the same measurement unit as the prices are set in.

The price is calculated based on forward prices from Fish Pool. The forward price for the period in which the fish are expected to be harvested, is used in the calculation of expected cash flow. The price quoted by Fish Pool adjusted for the export cost is the reference price. This price is further adjusted for expected harvest costs (well boat, harvest and packing), transport to Oslo and the governmental production tax. Adjustments for expected size differences and quality differences are also made. The adjustment in relation to the reference price is done at site level.

The principle of highest and best use, according to IFRS 13 is the basis for the valuation and classification. In the fair value calculation, optimal harvest weight is defined as harvest weight according harvest plans.

Book value of inventory:

(NOK '000)	30.06.2022	31.03.2022	30.06.2021	31.12.2021
Raw materials	74 498	58 746	61 540	82 219
Biological assets freshwater	119 813	110 297	32 771	92 376
Biological assets fish in sea	1 737 432	1 295 337	1 617 064	1 693 405
Finished goods	106 762	134 100	73 973	57 085
Total inventory	2 038 505	1 598 479	1 785 348	1 925 085

Specification of the biological assets fish in sea:

(NOK '000)	30.06.2022	31.03.2022	30.06.2021	31.12.2021
Biological assets at cost	1 269 480	1 064 908	1 283 686	1 503 988
Fair value adjustments of the biomass	467 952	230 429	333 379	212 503
Book value biological assets fish in sea	1 737 432	1 295 337	1 617 064	1 716 491

Specification of biological assets fish in sea

(tonnes)	Q2 2022	Q1 2022	Q2 2021	FY 2021
Opening balance biological assets	23 253	36 268	32 090	29 861
Increase due to Arctic Fish consolidation	0	0	0	10 513
Increase due to fish put in the sea	756	0	507	1 715
Increase due to production in the period	7 184	6 943	9 918	55 189
Reduction due to mortality in the period	-405	-707	-857	-3 430
Reduction due to harvesting in the period	-5 153	-16 559	-11 178	-57 239
Non-recurring events and other	-148	-2 691	0	-341
Closing balance biological assets fish in sea	25 486	23 253	30 480	36 268
Biological assets fish in sea Norway	19 635	17 938	21 276	24 823
Biological assets fish in sea Iceland	5 851	5 315	9 204	11 444

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: Biomass, continued

Specification of changes in book value of biological assets fish in sea:
(NOK '000)

	Q2 2022	Q1 2022	Q2 2021	FY 2021
Opening balance biological assets	1 295 338	1 715 954	1 491 471	1 281 994
Increase due Arctic Fish consolidation	0	0	0	375 987
Increase due to production in the period	413 265	284 435	408 285	1 847 183
Non-recurring events and other at cost	-18 500	-130 976	0	-26 144
Reduction due to harvesting in the period	-190 193	-592 001	-401 866	-1 859 161
Fair value adjustments of the biological assets	237 523	17 926	119 175	96 631
Fair value adj. of the biological assets due to non-recurring events and other	0	0	0	0
Closing balance biological assets fish in sea	1 737 432	1 295 338	1 617 064	1 716 491
Closing balance biological assets fish in sea Norway	1 344 775	1 006 251	1 173 889	1 232 302
Closing balance biological assets fish in sea Iceland	392 175	289 088	443 176	483 651

Fair value adj. of biological assets in the consolidated income statement
(NOK '000)

	Q2 2022	Q1 2022	Q2 2021	FY 2021
Fair value adjustments of the biological assets	54 559	-228 526	6 802	-346 176
Fair value adjustments of the harvested fish	182 964	246 452	112 373	442 807
Total FV adj. of biological assets in the cons. income statement	237 523	17 926	119 175	96 631

NOTE 3: Biomass cont.

Groups of biological assets fish in sea, status as of 30.06.2022	Number of fish (1000)	Biomass (tonnes)	Costs	Fair value adjustments	Book value
Smaller than 1 kg	6 906	2 846	316 948	63 326	380 274
1-4 kg	5 925	14 914	640 395	322 046	962 441
Larger than 4 kg	1 903	7 726	312 138	82 580	394 718
Biological assets	14 733	25 486	1 269 480	467 952	1 737 432

Groups of biological assets fish in sea, status as of 31.03.2022	Number of fish (1000)	Biomass (tonnes)	Costs	Fair value adjustments	Book value
Smaller than 1 kg	4 620	3 096	241 838	33 763	275 601
1-4 kg	6 683	16 069	682 996	159 303	842 298
Larger than 4 kg	981	4 088	140 075	37 363	177 439
Biological assets	12 284	23 253	1 064 908	230 429	1 295 337

Groups of biological assets fish in sea, status as of 30.06.2021	Number of fish (1000)	Biomass (tonnes)	Costs	Fair value adjustments	Book value
Smaller than 1 kg	4 432	1 883	198 782	5 486	204 269
1-4 kg	8 183	19 408	823 517	240 690	1 064 208
Larger than 4 kg	2 152	9 188	261 386	87 203	348 588
Biological assets	14 767	30 480	1 283 686	333 379	1 617 064

Groups of biological assets fish in sea, status as of 31.12.2021	Number of fish (1000)	Biomass (tonnes)	Costs	Fair value adjustments	Book value
Smaller than 1 kg	8 256	2 084	177 509	31 214	208 723
1-4 kg	8 060	17 908	763 646	38 695	802 341
Larger than 4 kg	3 502	16 276	562 295	142 594	704 890
Biological assets	19 818	36 268	1 503 450	212 503	1 715 954

Fish Pool forward prices used in the calculation of the fair value of the biomass

30.06.2022	NOK/kg	31.03.2022	NOK/kg	30.06.2021	NOK/kg	31.12.2021	NOK/kg
Q3 22	81,83	Q2 22	78,95	Q3 21	55,77	Q1 22	68,67
Q4 22	78,58	Q3 22	61,97	Q4 21	60,97	Q2 22	68,23
Q1 23	85,70	Q4 22	66,23	Q1 22	63,65	Q3 22	56,43
Q2 23	86,10	Q1 + Q2 23	68,50	Q2 22	65,15	Q4 22	62,27
Q3 + Q4 23	74,10	Q3 + Q4 23	59,50	Q3 + Q4 22	56,60	Q1 + Q2 23	68,45

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4: Non-recurring events

Costs related to the non-recurring events that cause mortality are expensed in the income statement in the period it occurs. Such costs are included in the operational result. Non-recurring events that cause mortality is defined as incidents of not normal nature that have a significant economic impact. A specific assessment is made of every incident that has caused increased mortality.

Non-recurring event 1)	Q2 2022			Q2 2021		
	Cost	Fair value adjustments	Fair value	Cost	Fair value adjustments	Fair value
Culling of fish due to winter wounds Farming Norway	0	0	0	0	0	0
Destruction of fish Farming Norway	18 500	0	18 500	0	0	0
Increased mortality Dyrafjordur Farming Iceland	0	0	0	0	0	0
Biological assets	18 500	0	18 500	0	0	0

1) Non-recurring events are not allocated to the segments.

Non-recurring event 1)	YTD 2022			YTD 2021		
	Cost	Fair value adjustments	Fair value	Cost	Fair value adjustments	Fair value
Culling of fish due to winter wounds Farming Norway	10 175	0	10 175	16 257	0	16 257
Destruction of smolt Farming Norway	18 500	0	18 500	1 451	0	1 451
Increased mortality Dyrafjordur Farming Iceland	129 072	0	129 072	0	0	0
Biological assets	157 747	0	157 747	17 708	0	17 708

1) Non-recurring events are not allocated to the segments.

NOTE 5: Fair value adjustments

Fair value adjustments which are a part of the Group's EBIT, are presented on a separate line in order to give a better understanding of the Group's operating profit from goods sold. The item consists of:

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Change in fair value adjustments of the biomass	237 523	119 175	255 449	217 506	96 630
Change in provision for onerous sales contracts	-15 846	3 012	-58 515	-10 823	-13 956
Change in unrealised gains/losses on financial Fish Pool contracts	-27 025	9 016	-46 527	34 112	28 994
Total fair value adjustments	194 652	131 203	150 407	240 795	111 668

The fair value adjustments has the following effect in the balance sheet:

(NOK '000)	30.06.2022	31.03.2022	30.06.2021	31.12.2021
Fair value adjustments biomass (inventory and biological assets)	467 952	230 429	333 379	212 503
Provision for onerous sales contracts (other current liabilities)	-72 471	-56 625	-10 823	-13 956
Fair value of financial Fish Pool contracts (other receivables/other current liabilities)	-48 999	-21 974	2 646	-2 472
Net fair value adjustments in the balance sheet	346 482	151 830	325 202	196 075

NOTE 6: Related parties

The Group conducts transactions on normal terms with associates and suppliers who are also Norway Royal Salmon shareholders. This applies to the purchases of harvested fish and smolts. Purchase of smolt and fish are made on market terms. The Group purchase harvesting services from one of the Group's associates. Harvesting services are purchased at market terms.

All services and goods are purchased at arm length prices. The table below shows figures from continued operations. The Board is not aware of any changes or transactions in Q2 22 associated with related parties that have in any significant way affected the Group's financial position and profit for the period.

Goods and services purchased:

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Associates - products purchased	236 943	10 486	361 499	44 176	195 925
Associates - services purchased	8 495	14 559	17 904	32 371	67 610
Companies controlled by large shareholder - products purchased	95 248	198 629	148 633	269 410	440 825
Companies controlled by large shareholder - services purchased	21 709	6 669	35 511	10 859	36 028
Total goods and services purchased from related parties	362 396	230 342	563 546	356 817	740 387

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7: Investments in associates

(NOK '000)	Shareholding	Book value 01.4.2022	Share of profit/loss in the period after tax	Other changes	Book value 30.06.2022	Share of volume harvested - tonnes HOG 30.06.2022 ¹⁾
Wilsgård Fiskeoppdrett AS	37,50 %	208 976	26 999	0	235 975	1 662
Hellesund Fiskeoppdrett AS	33,50 %	195 714	3 792	1 296	200 802	601
Nordnorsk Smolt AS	50,00 %	45 546	-1 576	0	43 970	0
Other		48	0	0	48	0
Total associates Q2 2022		450 283	29 215	1 296	480 796	2 264
Total associates Q2 2021		389 064	-743	-50 173	338 149	330

¹⁾ The harvested volume comprises NRS' share of the harvested volume of associates

The Group's associated companies together own nine fish farming licenses in Norway

The consolidated financial statements include the Group's share of results from associates according to the equity method. The equity method is regarded as consolidation method. When associates own shares in Norway Royal Salmon ASA, they are treated as treasury shares in the consolidated financial statements. The fair value of the shares owned by the associates in Norway Royal Salmon ASA has therefore not been recognised in the consolidated financial statements.

Associates that own shares in NRS as of 30 June 2022:

	NRS' shareholding in associate	Number of shares	Fair value ¹⁾	NRS' share of fair value
Hellesund Fiskeoppdrett AS	33,50 %	1 051 076	263 820	88 380
Totalt		1 051 076	263 820	88 380

¹⁾ Fair value is calculated as the closing price of <https://live.euronext.com/en/markets/oslo> on the balance sheet date for the Norway Royal Salmon share multiplied by the number of shares.

NOTE 8: Bank covenants and financing

The Group's main borrowing covenants are one requiring an equity ratio of at least 30 per cent, adjusted for IFRS 16 effects, and another requiring that the short-term credit facility shall not exceed 75 per cent of the carrying value of inventory and accounts receivables. At the end of Q2 2022 the Group is in compliance with the terms of its loan agreements. Please refer to a specification shown in the alternative performance measures for the NIBD composition.

The Arctic Fish Group has an independent financing scheme with its own covenants.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 9: Shareholders

Ownership structure – the 20 largest shareholders as at 30.06.2022:

Shareholder	Antall	Eierandel
NTS ASA	29 688 820	68,14 %
BROWN BROTHERS HARRIMAN & CO.	1 320 280	3,03 %
HELLESUND FISKEOPPDRETT AS	1 051 076	2,41 %
HAVBRUKSINVEST AS	737 803	1,69 %
THE NORTHERN TRUST COMP, LONDON BR	644 894	1,48 %
SKANDINAVISKA ENSKILDA BANKEN AB	625 000	1,43 %
STATE STREET BANK AND TRUST COMP	588 854	1,35 %
RBC INVESTOR SERVICES TRUST	477 175	1,10 %
BNP PARIBAS SECURITIES SERVICES	445 626	1,02 %
JPMORGAN CHASE BANK, N.A., LONDON	397 466	0,91 %
THE BANK OF NEW YORK MELLON	372 487	0,85 %
VERDIPAPIRFONDET EIKA SPAR	347 599	0,80 %
JPMORGAN CHASE BANK, N.A., LONDON	280 629	0,64 %
VERDIPAPIRFONDET EIKA NORGE	262 129	0,60 %
THE BANK OF NEW YORK MELLON	208 431	0,48 %
VERDIPAPIRFONDET ALFRED BERG GAMBA	202 239	0,46 %
RBC INVESTOR SERVICES TRUST	201 625	0,46 %
NORWAY ROYAL SALMON ASA	197 495	0,45 %
THE BANK OF NEW YORK MELLON	184 894	0,42 %
GOLDMAN SACHS INT. - EQUITY	181 655	0,42 %
Total 20 largest shareholders	38 416 177	88,17 %
Total other shareholders	5 156 014	11,83 %
Total no. of shares	43 572 191	100,00 %
NORWAY ROYAL SALMON ASA (Treasury shares)	197 495	0,45 %
Total no. of outstanding shares	43 374 696	

Alternative performance measures

The consolidated financial statements of Norway Royal Salmon ASA are prepared in accordance with the International Financial Reporting Standards (IFRS). In addition, the management prepares alternative performance measures to provide useful and relevant information to the users of the financial statements. Alternative performance measures are designed to increase the understanding of the underlying operational performance and are not a substitute for the consolidated financial statements prepared in accordance with the International Financial Reporting Standards (IFRS). The performance measures are regularly reviewed by the Board. The alternative performance measures can be defined and used differently by other companies.

Net interest-bearing debt

Net interest-bearing debt is defined as the net of long-term debt, short-term debt and bank deposits. The measure is useful and necessary information to investors and other users of the financial statements to assess the net of the interest-bearing external capital used to finance the group. The measure is used to calculate the return on capital employed and highlights the Group's ability to take on more debt.

(NOK '000)	30.06.2022	31.03.2022	30.06.2021	31.12.2021
Reported long-term interest-bearing debt	2 194 059	2 175 662	1 942 610	2 228 832
Reported short-term interest-bearing debt	38 327	227 887	169 848	417 796
Interest-bearing long-term receivables	0	0	-162 931	0
Reported bank deposits	-79 825	-159 899	-117 818	-65 188
Total net interest bearing debt	2 152 561	2 243 651	1 831 710	2 581 439
Lease liabilities (IFRS 16 effects)	-285 755	-283 185	-275 708	-292 854
NIBD according to bank covenant	1 866 806	1 960 465	1 556 001	2 288 586

Equity ratio

The equity ratio is defined as equity divided by total assets. The measure is expressed as a percentage. The measure is relevant to users of the financial statements to see how much of the assets are financed with equity. The measure also indicate something about the solvency of the group.

(NOK '000)	30.06.2022	31.03.2022	30.06.2021	31.12.2021
Reported equity	4 656 518	4 519 999	4 319 394	4 443 350
Reported total assets	8 802 615	8 288 315	7 871 451	8 442 234
Equity ratio	52,9 %	54,5 %	54,9 %	52,6 %

Operational EBIT before depreciation of offshore equipment

Operational EBIT before depreciation of offshore equipment is defined as a central performance measure for Norway Royal Salmon ASA. The measure is used to evaluate the profitability of sold goods and the operations of the Group. The measure is calculated as operational EBIT less the depreciation of the Offshore equipment.

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operational EBIT	15 881	93 995	136 299	153 934	344 260
Depreciation of offshore equipment	15 783	0	28 742	0	0
Operational EBIT before depreciation of offshore equipment	31 664	93 995	165 041	153 934	344 260

Operational EBIT per kg

Operational EBIT per kg is defined as a central performance measure for Norway Royal Salmon ASA. The measure is used to evaluate the profitability of sold goods and the operations of the Group. The measure is calculated before unallocated costs and extraordinary events, fair value adjustments, income from associated companies, financial expenses and taxes. The measure is expressed per kg harvested volume.

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operational EBIT	34 381	93 995	294 046	171 642	344 260
Unallocated expenses	56 825	19 929	232 949	66 513	81 146
Non-recurring events (note 4)	-18 500	0	-157 747	-17 708	33 639
Operational EBIT	72 706	113 924	369 248	220 447	459 045
Harvested volume (tonnes)	4 471	9 703	18 829	25 119	18 829
Operational EBIT per kg	16,26	11,74	19,61	8,78	24,38

Alternative performance measures (cont.)

Operational EBIT per kg (Segment)

Operational EBIT per kg is defined as a central performance measure for Norway Royal Salmon ASA. The measure is used to evaluate the profitability of sold goods and the operations of the segments. The measure is calculated before extraordinary events, fair value adjustments, income from associated companies, financial expenses and taxes. The measure is expressed per kg harvested volume. The measure is shown both before and after loss on open fixed-price contracts.

Operational EBIT per kg FARMING NORWAY

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operational EBIT (segment, note 2)	145 076	94 752	391 528	168 295	343 280
Share of operational EBIT Sales allocated excl. Contracts	20 725	3 676	30 764	10 171	6 297
Operational EBIT excl. Contracts	165 801	98 428	422 292	178 466	349 577
Loss(-) / Gain(+) on open fixed-price contracts	-130 984	-2 125	-177 176	-4 841	9 941
Operational EBIT	34 817	96 303	245 116	173 625	359 518
Harvested volume (tonnes)	3 442	7 879	13 579	19 502	38 161
Operational EBIT per kg excl. Contracts	48,16	12,49	31,10	9,15	9,16
Operational EBIT per kg	10,11	12,22	18,05	8,90	9,42

Operational EBIT per kg FARMING ICELAND

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Operational EBIT (segment, note 2)	37 889	17 621	124 132	39 142	99 527
Share of operational EBIT Sales	0	0	0	0	0
Operational EBIT excl. Contracts	37 889	17 621	124 132	39 142	99 527
Loss(-) / Gain(+) on open fixed-price contracts	0	0	0	0	0
Operational EBIT	37 889	17 621	124 132	39 142	99 527
Harvested volume	1 029	1 824	5 250	5 617	11 479
Operational EBIT per kg excl. Contracts	36,84	9,66	23,64	6,97	8,67
Operational EBIT per kg	36,84	9,66	23,64	6,97	8,67

Production cost per kg (per segment)

Production cost per kg is defined as a central performance measure for Norway Royal Salmon ASA. The performance measure is used to evaluate the profitability of sold goods per segment. The measure is expressed per kg harvested volume (tonnes HOG)

Production cost per kg FARMING NORWAY

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Production cost (segment, note 2)	169 327	365 688	638 285	877 303	1 314 182
Harvested volume (tonnes)	3 442	7 879	13 579	19 502	30 509
Production cost per kg Farming Norway	49,19	46,41	47,00	44,98	43,08

Production cost per kg FARMING ICELAND

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Production cost (segment, note 2)	49 113	82 177	245 394	229 500	496 368
Harvested volume (tonnes)	1 029	1 824	5 250	5 617	11 479
Production cost per kg Farming Iceland	47,75	45,06	46,74	40,86	43,24

Fair value-adjusted earnings per share

Earnings per share before fair value adjustments is defined as the period's result adjusted for fair value adjustments after tax. The performance measure is expressed per share and is useful for the users of Norway Royal Salmon ASA's financial information. The performance measure is used as raw data in analyses like P/E

(NOK '000)	Q2 2022	Q2 2021	YTD 2022	YTD 2021	FY 2021
Majority share of net result for the period	120 457	256 348	207 177	559 809	617 362
Majority share of fair value adjustments of biomass after tax	-183 644	-88 010	-181 239	-153 313	-69 000
Fair value of sales contracts and Fish Pool contracts after tax (in its entirety, the majority share)	33 439	-598	81 933	-9 382	-11 730
Majority share of fair value-adjusted result for the period	-29 747	167 740	107 871	397 114	536 632
Weighted average number of ordinary shares outstanding	43 374 635	42 978 179	43 374 635	42 978 179	43 111 804
Fair value-adjusted earnings per share	-0,69	3,90	2,49	9,24	12,45