

Q2

2019
APRIL - JUNE

VIKING Redningstjeneste Topco AS

Interim financial statements



General information

The interim accounts are prepared in accordance with IAS 34 Interim Financial Reporting and are unaudited. The report should be read together with the annual report for 2018.

SECOND QUARTER 2019 SUMMARY

- Record high 1. half sales and earnings and strong 2. quarter performance
- Revenues of MNOK 185 for the quarter and MNOK 422 for 1H19
- Adj. EBITDA of MNOK 24,3 for 2Q19 and MNOK 59,2 for 1H19
- Quarterly group assistances at 82 100
- Solid performance in Norway and continued growth in Sweden

Amounts in NOK '000	* Apr – Jun 2019 Unaudited	Apr – Jun 2018 Unaudited	* Acc. 2019 Unaudited	Acc. 2018 Unaudited
Group revenue	184 699	175 813	422 476	402 285
COGS	124 540	112 023	281 278	254 936
Gross margin	32,6 %	36,3 %	33,4 %	36,6 %
EBITDA	19 779	14 156	50 968	41 304
Restructuring cost	2 017	4 416	3 912	5 402
Non-recurring items	2 506	3 074	4 365	4 718
EBITDA Adj.	24 302	21 646	59 242	51 424
Total Assets	1 051 215	1 011 222	1 051 215	1 011 222

* The group implemented IFRS 16 from 1.1.2019 by applying the modified retrospective approach.
(See Alternative Performance Measures section in the note disclosure for definitions)

OPERATIONAL COMMENTS

2Q19 Revenue

Revenue growth continues with contributions from both existing clients and new contract volume. Reported group revenues for the second quarter of 2019 amounted to MNOK 185 compared to MNOK 176 during same period last year. The growth was driven by robust revenues in the Norwegian market, supported by growth in Sweden. Revenues year to date ends at record high MNOK 422,5 and surpassing the previous high by MNOK 20.

Sweden contributes to revenue growth and assistance volume during the quarter with 24 percent growth (YoY), driven by volume from both new and from existing clients. Revenues in Norway ended higher than comparable quarter last year on stable assistance volume. Revenue declined in Denmark due to lower activity levels.

Operating result

Operating result (adj. EBITDA) increased to MNOK 24,3 during 2Q19 compared to MNOK 21,6 during same period last year. Adjusted earnings for the first half of 2019 increased to MNOK 59,2 compared to MNOK 51,4 during the same period last year. The earnings are driven by solid performance in the Norwegian market, compared to last year, however at a lower assistance volume. The operation in Sweden was strong during the quarter with earnings more than doubling compared to same quarter last year. Earnings in Denmark improved marginally over the same period last year.

The group gross margin ended the quarter ahead of expectations with positive contribution from Norway and Sweden. New contracts and renegotiated prices are main drivers increasing margins and profitability. In Denmark, the international assistance contract continues to affect the performance, albeit at a reduced impact compared to last year.

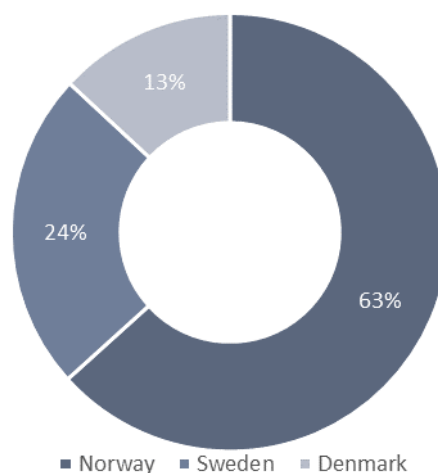
The group average gross margin for the second quarter was 32,6 percent and the adjusted EBITDA margin for the group ended at 13,6 percent. Year to date the adjusted EBITDA margin of 14,0 percent is ahead of same period last year.

Strategic initiatives completed in 2018 continue to contribute significantly to improving profitability, including outsourcing of wholly owned RSA activity to franchisees, better utilization of call center and optimization of the network.

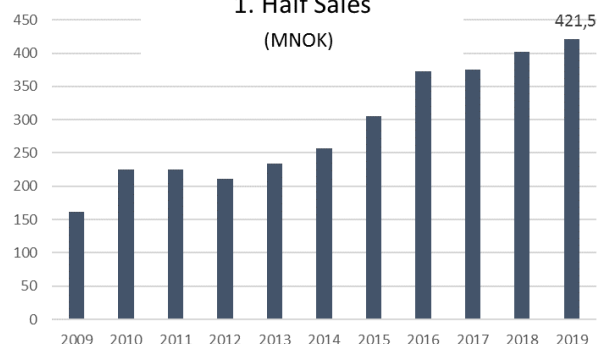
Strong first half

The positive group performance continued during the second quarter and resulted in first half sales ahead of same period last year (+5 %) on marginally lower group volume. Operating profit for the first half of 2019 increases 48 percent to MNOK 29,9.

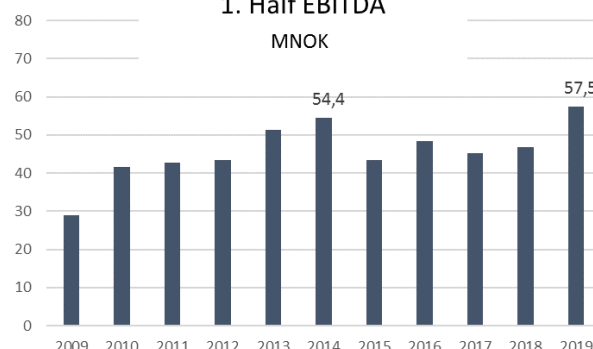
Revenue split
YTD 2019



1. Half Sales
(MNOK)



1. Half EBITDA
MNOK



Operating segments

The Group regularly reports on operating geographical segments. Segments experienced stable or positive gross margin development during the quarter.

Assistance volume increased during the period in Sweden compared to same period last year. The growth is driven by new contract volume and growth in the existing client base.

Sales for the quarter in Norway came in ahead of same period last year, largely explained by effective price management and new contracts. Volume was satisfactory for the quarter and growth within mobility, SMB corporate and direct client segments contribute to volumes year to date.

Denmark experienced declining demand from large institutional clients during the quarter. International volume still affects the financial performance in Denmark negatively, albeit at a lower level than same period last year. Adjusted for international volume, the operations in Denmark would deliver positive group earnings contribution.

Strategic alternatives

Viking Redningstjeneste Topco AS and its shareholders are evaluating different strategic alternatives for the Viking group, including transactions such as a sale of the Viking group or any of its group companies. Carnegie has been engaged to assist with this process. A transaction may lead to early repayment or triggering of put options under the terms of the bond issues.

Viking Kontroll

Viking Kontroll continues the growth and expansion during the quarter. Customers are being signed up and new products are being developed in line with the scheduled roll out. In addition to our test station at Viking HQ in Oslo, Viking Kontroll is performing surveys in-house at several client locations. A new test site for the commercial market will be opened north of Oslo during September.

Additional certified survey experts were hired during the quarter to meet increasing volume and roll out plan for the second half of 2019.

Viking Kontroll received certification from the Norwegian Public Roads Administration for performing EU Periodic road-worthiness test (PRT) during the period. Testing is completed and the first PRT surveys were carried out in August.

Viking Kontroll services the car industry and we expect to expand the service offering to the private market during 3Q19. The offering will include tests and surveys performed in connection with second hand transactions.

Memberships

The Viking subscription-based platform is continuing to develop satisfactory. At the end of 2Q19 Viking Assistance has registered approximately 35.000 subscribers. The Norwegian Electric Vehicle Association (NEVA) awarded Viking the service contract to its members in January, and Viking started serving the NEVA members during the quarter.

Personnel and organization

At the end of the period, the number of employees amounted to 242. The increase in employees is mainly related to seasonal adjustments in call center agents, surveyors in Viking Kontroll and support function. Including external resources, such as dedicated people with contract suppliers and subcontractors, the Group employed ~245 people.

Investments

Group investments are mainly related to development of the ERP system VIS and net investments in rescue vehicles in subsidiary. Investments in vehicles and equipment amounted to MNOK 0,8 during the second quarter. The Group's acquisition of intangible assets during the second quarter amounted to MNOK 4,5.

Total net financial investments for the second quarter amounted to MNOK 5,4 and MNOK 12,8 for the first half of 2019.

EBITDA

Adjusted EBITDA is EBITDA adjusted for restructuring and liquidation costs, and other operating and administrative expenses, totaling NOK 4,5 in 2Q19. These are items outside of the ordinary course of business and are thus excluded from the adjusted EBITDA.

Extraordinary liquidation costs related to subsidiaries of MNOK 2,0. Non-recurring other operating and administrative expenses identified during the quarter amounted to MNOK 0,8. Extraordinary costs related to recruiting/non-competition agreements amounted to MNOK 1,7 for the quarter.

Significant events during the period

- Record high sales and earnings during the first half of 2019
- Improvements in volume, performance and gross margin continuing in Sweden
- Viking Kontroll is developing according to plan and first break even monthly performance achieved.

Significant events after the end of the period

- During August the Viking franchise RSA station in Stavanger launched services for Viking Kontroll and the first surveys were performed.
- During 2Q19, Viking Kontroll has signed further franchise agreements and expects additional stations in operation over the next 6 months.
- Solid growth in assistance volume during summer months largely explained by underlying growth in activity and improved call center efficiency



Risks and factors of uncertainty

Viking Assistance Group's operations are exposed to certain risks that could have a varying impact on earnings or its financial position. These can be divided into industry, operational and financial risks; including regulatory and competitive risks.

A material part of the Group's revenues and profits is derived from operations outside Norway. Currency fluctuations may influence the reported figures in Norwegian Kroner to an increasing extent. Please refer to the annual report of 2018 for a more detailed description of the risks identified.

Related party transactions

There were no related party transactions of material effect during the relevant period.

Interim Declaration

We confirm that the consolidated interim financial statements for the period from 1.1 to 30.6 2019 have been prepared in accordance with IAS 34 Interim Financial Reporting. The information in the interim report provides a true and fair view of the assets and liabilities of the entity and the group as a whole. The information provides a true and fair overview of important events during the accounting period and their influence on the interim financial statements, the most important risks and uncertainty factors that the business faces in the next accounting period and related significant transactions.

Legal disclaimer

Certain statements in this report are forward-looking and the actual outcomes may be materially different. In addition to the factors discussed, other factors could have an impact on actual outcomes. Such factors include developments for customers, competitors, the impact of economic and market conditions, national and international legislation and regulations, fiscal regulations, fluctuations in exchange rates and interest rates and political risks.

26 August 2019

The Board of Directors of Viking Assistance Group AS

Bo Ingemarson
Chairman

Hans Peter Emil
Berglund
Director

Fredrik Kristofer Runnquist
Director

Jørn Ivar Clausen
Director

Johan Gustaf Olof Bjurström
Director

Hans Petter
Sammelmann
Chief Executive Officer

Viking Redningstjeneste Topco Group

Interim financial statements Q2 2019

Interim condensed consolidated statement of profit and loss

All amounts in NOK thousand

	Notes	*Q2 2019 IFRS 16 Unaudited	Q2 2018 IAS 17 Unaudited	*Acc. 2019 IFRS 16 Unaudited	Acc. 2018 IAS 17 Unaudited	Full Year 2018 IAS 17 Audited
Revenue		184 699	175 813	422 476	402 285	773 906
Total revenue	6	184 699	175 813	422 476	402 285	773 906
Cost of goods sold and assistance cost		124 540	112 023	281 278	254 936	517 082
Salaries and personnel expense		25 222	31 522	56 139	67 872	130 718
Depreciation and amortisation expense	3	11 086	10 640	21 908	21 127	42 008
Other operating expense	3	15 159	18 112	34 091	38 173	81 255
Total operating expenses		176 006	172 297	393 416	382 109	771 063
Share of profit (loss) of joint ventures		796	-	796	-	-
Operating profit	6	9 489	3 517	29 856	20 176	2 843
Interest income	3	630	555	1 412	1 190	2 705
Other finance income		2 888	6 094	13 983	21 035	10 429
Total financial income		3 518	6 649	15 395	22 225	13 135
Interest expense		17 463	15 501	34 393	30 868	64 101
Other finance expense		2 363	1 721	5 510	8 330	16 809
Total financial expenses		19 826	17 223	39 903	39 197	80 910
Profit before income tax		-6 819	-7 057	5 349	3 204	-64 933
Income tax expense		-2 198	-945	310	2 782	-10 797
Net profit/(loss) for the year		-4 621	-6 112	5 038	421	-54 136
Profit/(loss) is attributable to:						
Equity holders of the parent company		-4 621	-6 112	5 038	421	-54 136

Interim condensed consolidated statement of comprehensive income

All amounts in NOK thousand

	Notes	Q2 2019 Unaudited	Q2 2018 Unaudited	Acc. 2019 Unaudited	Acc. 2018 Unaudited	Full Year 2018 Audited
Profit/(loss)		-4 621	-6 112	5 038	421	-54 136
Other comprehensive income						
Remeasurement of pension liability		-	-497	-	-40	-112
Foreign currency rate changes		74	-55	-621	2 745	-967
Other comprehensive income - net of tax		74	-552	-621	2 705	-1 079
Total comprehensive income		-4 547	-6 665	4 417	3 127	-55 215
Total comprehensive income is attributable to:						
Equity holders of the parent company		-4 547	-6 665	4 417	3 127	-55 215

* The Group implemented IFRS 16 from 1.1. 2019 by applying the modified retrospective approach.

Interim condensed consolidated statement of financial position

<i>All amounts in NOK thousand</i>	<i>Notes</i>	*Q2 2019 <i>IFRS 16</i> <i>Unaudited</i>	Q2 2018 <i>IAS 17</i> <i>Unaudited</i>	Full Year 2018 <i>IAS 17</i> <i>Audited</i>
ASSETS				
Non-current assets				
Trademark and franchise network		161 218	157 886	157 470
Customer contracts		74 589	92 724	83 656
Goodwill		495 967	495 967	495 967
Assistance vehicles, office machinery and equipment	3,8	10 712	58 731	37 829
Other intangible assets	8	20 978	16 499	17 957
Right of Use Asset	3	69 612	-	-
Investments in JVs and other associated companies		796	-	-
Other long-term receivables		1 104	1 007	1 359
Total non-current assets		834 977	822 813	794 238
Current assets				
Inventories		758	913	939
Accounts receivable		165 544	139 441	166 750
Other receivables		20 758	25 947	22 348
Cash and bank deposits		29 178	22 108	42 429
Total current assets		216 238	188 409	232 467
Total assets		1 051 215	1 011 222	1 026 705
EQUITY AND LIABILITIES				
Equity				
Share capital		151	151	151
Own shares		-	-1	-
Share premium reserve		238 484	237 635	238 484
Other equity		3 727	3 727	3 727
Retained earnings		-278 197	-224 273	-282 615
Total equity		-35 835	17 239	-40 253
Non-current liabilities				
Deferred tax		33 930	47 246	33 401
Pension liabilities		8 117	7 884	7 508
Interest-bearing liabilities	7	725 832	698 380	725 333
Lease liabilities	3,7	55 533	26 140	17 084
Other non-current liabilities		7 392	-	6 661
Total non-current liabilities		830 804	779 650	789 987
Current liabilities				
Accounts payable		90 424	47 971	97 578
Interest-bearing liabilities to financial institutions	7	49 650	49 450	49 550
Prepaid assistance		32 646	41 301	33 392
Tax payable		63	1 338	1 655
Lease liabilities	7	15 735	12 397	16 357
Financial instruments		-	420	-
Public duties payable		11 270	13 338	11 509
Other short-term liabilities		56 457	48 117	66 929
Total current liabilities		256 245	214 333	276 970
Total equity and liabilities		1 051 215	1 011 222	1 026 705

* The Group implemented IFRS 16 from 1.1. 2019 by applying the modified retrospective approach.

Interim condensed consolidated statement of cash flow

All amounts in NOK thousand

	Notes	*Q2 2019	Q2 2018	Acc. 2019	Acc. 2018	Full Year 2018
		IFRS 16 Unaudited	IAS 17 Unaudited	IFRS 16 Unaudited	IAS 17 Unaudited	IAS 17 Audited
CASH FLOW FROM OPERATIONS						
Profit before income taxes		-6 819	-7 057	5 349	3 204	-64 933
+ Depreciation, intangible and fixed assets	3	11 086	10 640	21 908	21 127	42 008
+/- Change in retirement benefit obligations		304	99	609	197	395
+/- (Gains) / losses on sale of fixed assets		-	-	-	-	1 120
+/- Fair value gains on fin. assets through P/L		-	-323	-	-736	-1 156
- Taxes paid		-958	-	-1 592	-	-1 323
+/- Interest expensed and borrowing costs expensed		17 139	16 400	34 393	32 719	67 907
+/- Currency conversion difference		-4 162	-5 593	-13 217	-16 006	-5 472
+/- Change in prepaid assistance		-88	1 131	-746	-205	-8 114
+/- Change in accounts receivable		13 844	29 397	1 206	16 338	-10 971
+/- Change in inventory		9	45	181	489	463
+/- Change in accounts payable		-13 537	-22 140	-7 154	-14 017	35 590
+/- Change in other accruals		-7 843	-16 447	-9 321	-19 787	8 295
- Interest paid		-13 256	-10 933	-23 967	-21 394	-42 018
Net cash flow from operations		-4 281	-4 781	7 650	1 930	21 791
CASH FLOW FROM INVESTMENTS						
- Purchase of fixed assets	8	-626	-2 128	-1 671	-3 586	-2 502
+ Sale of fixed assets		-	-	-	118	3 722
- Purchase of intangible assets	8	-4 746	-2 642	-11 167	-4 798	-9 878
Net cash flow from investments		-5 372	-4 770	-12 838	-8 266	-8 658
CASH FLOW FROM FINANCING						
+ Proceeds from loans		-	-	-	-	-
- Repayment of financial lease payments IAS 17		-2 599	-	-4 522	-	-
- Financial lease payments IFRS 16	3	-1 773	-	-3 540	-	-
- Payments for shares bought back		-	-	-	-1 000	-1 000
+ Sale of own shares		-	-	-	-	850
Net cash flow from financing		-4 372	-	-8 062	-1 000	-150
Net change in cash and cash equivalents		-14 023	-10 551	-13 251	-7 336	12 983
Cash and cash equivalents at the beginning of the period		43 203	32 660	42 429	29 445	29 445
Cash and cash equivalents at the end of the period		29 178	22 108	29 178	22 108	42 429

* The Group implemented IFRS 16 from 1.1. 2019 by applying the modified retrospective approach.

Interim condensed consolidated statement of change in equity

All amounts in NOK thousand

	Total paid-in equity <i>Unaudited</i>	Other equity <i>Unaudited</i>	Total equity <i>Unaudited</i>
Balance at 1st January 2018	238 785	-223 673	15 112
Profit for the period YTD 2018	-	421	421
Other comprehensive income	-	2 705	2 705
Change in own shares	-1 000	-	-1 000
Balance as at 30 June 2018	237 785	-220 546	17 239
Balance at 1st January 2019	238 635	-278 888	-40 253
Profit for the period YTD 2019	-	5 038	5 038
Other comprehensive income	-	-621	-621
Change in own shares	-	-	-
Balance as at 31 March 2019	238 635	-274 471	-35 835

Notes to the consolidated financial statement

Note 1 - Corporate information

Viking Redningstjeneste Topco AS and its subsidiaries' (together the "company" or the "Group") operating activities are mainly related to road assistance in Norway, Sweden and Denmark. Through franchise networks, Norway, Sweden and Denmark are covered by the Viking Group nationwide. In addition to road assistance, the Viking Group provides medical assistance and service calls through their customer centers in Norway, Sweden, Denmark and Spain. Further the company performs tests and surveys of private and commercial vehicles.

All amounts in the interim financial statement are presented in NOK thousand unless otherwise stated. Due to rounding, there may be differences in the summation columns.

Note 2 - Basis of preparations

These condensed interim financial statements for the three months ended 30 June 2019 have been prepared in accordance with IAS 34, 'Interim financial reporting'. The condensed interim financial statements should be read in conjunction with the consolidated financial statements for the year ended 31 December 2018, which have been prepared in accordance with IFRS as adopted by the European Union ('IFRS').

Note 3 - Accounting policies

The accounting policies applied in the preparation of the condensed consolidated interim financial statements are consistent with those applied in the preparation of the annual IFRS financial statements for the year ended 31 December 2018, except for the adoption of new standard IFRS 16 effective as of 1 January 2019.

The Group has implemented IFRS 16 from 1 January 2019 by applying the modified retrospective approach. Under this method, the cumulative effect of initially applying the standard will be recognized as an adjustment to equity at 1 January 2019 and comparable figures for 2018 will not be restated. IFRS 16 sets out the principles for recognition, measurement, presentation and disclosures of leases and requires lessees to account for all leases under a single on-balance sheet model recognizing lease liabilities and related right of use assets. The expense related to leases will be presented as depreciation and interest expense related to the asset and the liability.

The Group's rent facilities in Norway, Denmark, Sweden and Spain are identified as the main lease objects according to IFRS 16. In addition, rent of cars and material office equipment previously recognized as operational lease according to IAS 17, are also classified as lease objects and recognized as a right of use assets and related lease obligations as of 1 January 2019.

Operating leases with a remaining lease term of less than 12 months as at 1 January 2019 and leases with a total value of less than 5000 USD is recognized as OPEX according to the practical expedients as permitted by IFRS 16.

The Group's incremental borrowing rate applied to the lease liabilities was 4,00-5,00 % as of the implementation date, and is unchanged in 2Q19.

At 1 January 2019, the net present value of the remaining lease payments amounts to NOK 47,6 million, and a right of use asset and a lease liability is recognized to this amount. Hence, the implementation effect of IFRS 16 was zero. For Q2, the Group paid NOK 1,781 million in lease payments, and OPEX and EBITDA were increased by the same amount. Operating profit is increased by NOK 0,087 million, which relate to the difference of decreased OPEX and increased depreciation of NOK 1,694 million. Net profit is reduced by NOK 0,509 million which is caused by increase in interest expenses and front loading of costs according to the IFRS 16 lease model.

Lease contracts previously classified as financial lease according to IAS 17 are recognized to the carrying amount of the lease liability and asset.

Cash flow from operations are positively affected by NOK 1,781 million, and cash flow from financing activities are negatively affected by the same amount. This amount is the payments from Q2 of the right to use assets recognized as of 1 January 2019.

Note 4 - Accounting estimates and judgments

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the condensed interim financial statements the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended 31 December 2018.

Note 5 - Financial risk factors

Through its activities, the group will be exposed to different types of financial risks: market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk. The Group's overall risk management plan is to ensure the ongoing liquidity in the group, defined as to being able to meet its obligations at any time. This also includes being able to meet the financial covenants related to the Group's borrowings.

Risk management of the Group is maintained by a central Finance Function in accordance with the guidelines approved by the Board. The Group's Finance Function identifies, measures, mitigates and reports on financial risks in close cooperation with the various operating units.

Risk management policies and procedures are reviewed regularly to take into account changes in the market and the Group's activities.

Note 6 - Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision makers. The chief operating decision makers, who are responsible for the allocation of resources and the assessment of performance of the operating segments, are defined as the Board of Directors that makes strategic decisions.

The Group's business is mainly providing roadside assistance. The Group's sales are made primarily from Group subsidiaries in Norway, Sweden and Denmark. The Group established a subsidiary in Finland and a call center in Spain in 2017 and launched Viking Kontroll in 2019. The Group's performance is reviewed by the chief operating decision makers as three geographical areas, which are Norway, Sweden and Denmark. Hence, the Viking Group defines their operating segments accordingly.

Key financial information Q2 2019 (accumulated):

	Norway	Sweden	Denmark	Other	Total
Revenue	268 349	99 587	54 539	-	422 477
EBITDA*	46 285	8 721	-4 154	115	50 968
Operating profit	28 243	7 350	-6 089	353	29 856

Key financial information Q2 2018 (accumulated):

	Norway	Sweden	Denmark	Other	Total
Revenue	262 431	80 313	59 541	-	402 285
EBITDA*	41 234	746	-122	-554	41 304
Operating profit	23 987	-1 759	-1 310	-742	20 176

* EBITDA: Operating profit (loss) before interests, income tax, depreciation and amortisation

Note 7 - Net debt reconciliation

<i>Net debt reconciliation</i>	Q2 2019	Q2 2018	Full Year 2018
	<i>Unaudited</i>	<i>Unaudited</i>	<i>Audited</i>
Cash and cash equivalents	29 178	22 108	42 429
Liquid investments	-	-420	-
Borrowings - repayable within one year (including overdraft)	-50 000	-50 000	-50 000
Lease liabilities - repayable within one year	-15 735	-12 397	-16 357
Borrowing - repayable after one year	-732 143	-708 297	-733 447
Lease liabilities - repayable after one year	-55 533	-26 140	-17 084
Net debt	-824 234	-775 146	-774 459
Cash and liquid investments	29 178	21 688	42 429
Gross debt - fixed interest rates	-232 143	-208 297	-233 447
Gross debt - variable interest rates	-621 268	-588 537	-583 441
Net debt	-824 234	-775 146	-774 459

Note 8 - Reclassification of assets

From of Q2, other intangible assets are reclassified from "*Assistance vehicles, office machinery and equipment*" to "*other intangible assets*" as presented in the statement of financial position. Similarly, the related cash flow to purchase of intangible assets are reclassified from "*purchase of fixed assets*" to "*purchase of intangible assets*". Comparable figures are also restated.

The reason for the reclassification is to present other intangible assets, which mainly consists of IT development costs, separately with the related cash flow from investments.

The reclassification amounted to:

<i>Reclassification of assets</i>	Q2 2019	Q2 2018	Full Year 2018
	<i>Unaudited</i>	<i>Unaudited</i>	<i>Audited</i>
<i>Reclassification balance sheet items</i>			
Other intangible assets	20 978	16 499	17 957
Assistance vehicles, office machinery and equipment	-20 978	-16 499	-17 957
Net effect	-	-	-
	Q2 YTD	Q2 YTD	Full Year
<i>Reclassification of cash flow items</i>	2019	2018	2018
Purchase of intangible assets	4 746	4 798	9 730
Purchase of fixed assets	-4 746	-4 798	-9 730
Net effect	-	-	-

Note 9 - Significant events after balance sheet date

No significant events after balance sheet date.

Alternative Performance Measures

The financial information in this report is prepared under International Financial Reporting Standards (IFRS), as adopted by the EU. To enhance the understanding of Viking's performance, the company has presented several alternative performance measures (APMs). An APM is defined as by ESMA guidelines 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 relevant accounting rules (IFRS).

Viking uses the following APM's:

- Gross profit: Operating Revenue less assistance cost
- EBIT: Earnings before interest expense, other financial items and income taxes
- EBITDA: Earnings before interest expense, other financial items, income taxes, depreciation and amortization
- EBITDA Adjusted: EBITDA adjusted for restructuring, other income and expenses outside the ordinary course of business and profit (loss) from share of profits from Joint ventures and associates.

Extraordinary costs related to outsourcing of subsidiaries amounted to MNOK 2,0 for the quarter. Other non-recurring operating and administrative expenses identified during the second quarter amounted to MNOK 0,8. Extraordinary costs related to recruiting / non-competition agreements amounted to MNOK 1,7 for the quarter.

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All financial information is posted on www.vikingassistance.com immediately after publication.