



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2024 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer:	988 691 771
Organisasjonsform:	Aksjeselskap
Foretaksnavn:	BALTIC SEA PROPERTIES AS
Forretningsadresse:	Tollbugata 8A 0152 OSLO

Regnskapsår

Årsregnskapets periode:	01.01.2024 - 31.12.2024
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Konsern

Mørselskap i konsern:	Ja
Konsernregnskap lagt ved:	Ja

Regnskapsregler

Regler for små foretak benyttet:	Nei
Benyttet ved utarbeidelsen av årsregnskapet til selskapet:	Regnskapslovens alminnelige regler
Benyttet ved utarbeidelsen av årsregnskapet til konsernet:	IFRS

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet:	Espen Aas
Dato for fastsettelse av årsregnskapet:	10.04.2025

Grunnlag for avgivelse

År 2024: Årsregnskapet er elektronisk innlevert
År 2023: Tall er hentet fra elektronisk innlevert årsregnskap fra 2024

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 23.07.2025



Resultatregnskap

Beløp i: NOK	Note	2024	2023
RESULTATREGNSKAP			
Inntekter			
Other Operating Income	2	4 979 792	5 007 788
Sum inntekter		4 979 792	5 007 788
Kostnader			
Wages and social cost	3	4 742 872	4 613 828
Depreciation of fixed assets	4	254 517	191 507
Other operating costs	3,5	3 815 603	2 703 916
Sum kostnader		8 812 992	7 509 251
Driftsresultat		-3 833 200	-2 501 463
Finansinntekter og finanskostnader			
Dividends received from subsidiaries	6	0	2 892 143
Renteinntekt fra foretak i samme konsern	6	10 317 079	7 410 803
Annen renteinntekt		588 411	305 355
Currency gain	7	10 226 279	8 471 084
Sum finansinntekter		21 131 769	19 079 385
Impairment of non-current financial assets	6	4 452 751	0
Rentekostnad til foretak i samme konsern	6		
Annen rentekostnad	8	4 645 564	2 513 583
Other financial expenses	8,7	808 300	21 600
Sum finanskostnader		9 906 615	2 535 183
Netto finans		11 225 154	16 544 202
Resultat før skattekostnad		7 391 954	14 042 739
Corporate income tax	9	0	0
Change in deffered tax	9	0	0
Årsresultat		7 391 954	14 042 739
Overføringer og disponeringer			
Tilleggsutbytte	10	11 692 030	10 670 909



Resultatregnskap

Beløp i: NOK	Note	2024	2023
Transferred to/from retained earnings	10	-4 300 077	3 371 828
Sum overføringer og disponeringer		7 391 953	14 042 737



Balanse

Beløp i: NOK	Note	2024	2023
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Varige driftsmidler			
Other fixed assets	4	1 019 894	775 151
Sum varige driftsmidler		1 019 894	775 151
Finansielle anleggsmidler			
Investering i datterselskap	6	10 609 166	15 061 917
Lån til foretak i samme konsern	6	232 255 587	184 691 669
Sum finansielle anleggsmidler		242 864 753	199 753 586
Sum anleggsmidler		243 884 647	200 528 737
Omløpsmidler			
Varer			
Fordringer			
Trade receivables		1 023 821	719 524
Other accounts receivable	11	56 137	0
Sum fordringer		1 079 958	719 524
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	12	48 316 437	996 401
Sum bankinnskudd, kontanter og lignende		48 316 437	996 401
Sum omløpsmidler		49 396 395	1 715 925
SUM EIENDELER		293 281 042	202 244 662

BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital



Balanse

Beløp i: NOK	Note	2024	2023
Share capital	10,7	869 608	668 823
Beholdning av egne aksjer	10	-861	-861
Overkurs	10	214 031 393	118 788 021
Sum innskutt egenkapital		214 900 140	119 455 983
Opptjent egenkapital			
Retained earnings	10	26 848 763	31 148 840
Sum opptjent egenkapital		26 848 763	31 148 840
Sum egenkapital		241 748 903	150 604 823
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Langsiktig konserngjeld	6	118 751	117 745
Other non-current liabilities	8	50 000 000	50 000 000
Sum annen langsiktig gjeld		50 118 751	50 117 745
Sum langsiktig gjeld		50 118 751	50 117 745
Kortsiktig gjeld			
Leverandørgjeld		506 682	406 966
Payable dues and other taxes		135 883	178 286
Kortsiktig konserngjeld	6	0	8 091
Other current liabilities	8,14	770 824	928 750
Sum kortsiktig gjeld		1 413 389	1 522 093
Sum gjeld		51 532 140	51 639 838
SUM EGENKAPITAL OG GJELD		293 281 043	202 244 661



Konsernets resultatregnskap

Beløp i: NOK	Note	2024	2023
RESULTATREGNSKAP			
Inntekter			
Rental income	3	96 413 000	91 286 000
Gain from sale of fixed assets	4	0	0
Change in fair value of investment	4	41 323 000	3 961 000
Other income	3	785 000	754 000
Sum inntekter		138 521 000	96 001 000
Kostnader			
Payroll and related costs	5	17 457 000	15 487 000
Depreciation, amortisation and impairment	6	699 000	1 035 000
Other operating expenses	7,8	9 280 000	9 639 000
Sum kostnader		27 436 000	26 161 000
Driftsresultat		111 085 000	69 840 000
Finansinntekter og finanskostnader			
Other financial income	9	688 000	311 000
Net currency exchange differences	9	341 000	58 000
Change in fair value of financial instruments	9,10	0	0
Sum finansinntekter		1 029 000	369 000
Change in fair value of financial instruments	9,10	479 000	6 449 000
Other financial expenses	9	42 827 000	33 892 000
Sum finanskostnader		43 306 000	40 341 000
Netto finans		-42 277 000	-39 972 000
Resultat før skattekostnad		68 808 000	29 868 000
Income tax expense	11	-626 000	-2 013 000
Change in deferred tax liability/assets	11	14 108 000	2 913 000
Årsresultat		55 326 000	28 968 000
Other comprehensive income not to be reclassified to profit and		26 202 000	26 008 000



Konsernets resultatregnskap

Beløp i: NOK	Note	2024	2023
loss			
Sum resultatkomponenter for IFRS-foretak		26 202 000	26 008 000
Totalresultat		81 528 000	54 976 000



Konsernets balanse

Beløp i: NOK	Note	2024	2023
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Varige driftsmidler			
Investment property	4	1 345 746 000	1 150 216 000
Right-of-use assets	13	0	133 000
Other operating assets	6	1 654 000	1 631 000
Sum varige driftsmidler		1 347 400 000	1 151 980 000
Finansielle anleggsmidler			
Financial derivatives, non-current	14	0	412 000
Long-term receivables	14,15	2 509 000	2 391 000
Sum finansielle anleggsmidler		2 509 000	2 803 000
Sum anleggsmidler		1 349 909 000	1 154 783 000
Omløpsmidler			
Varer			
Fordringer			
Trade receivables	6	3 271 000	3 209 000
Other receivables and other current assets	14	2 087 000	3 089 000
Sum fordringer		5 358 000	6 298 000
Investeringer			
Financial derivatives, current	14	171 000	214 000
Sum investeringer		171 000	214 000
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	14,17	80 990 000	40 888 000
Sum bankinnskudd, kontanter og lignende		80 990 000	40 888 000
Sum omløpsmidler		86 519 000	47 400 000
SUM EIENDELER		1 436 428 000	1 202 183 000



Konsernets balanse

Beløp i: NOK	Note	2024	2023
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	18	870 000	669 000
Beholdning av egne aksjer		-1 000	-1 000
Overkurs		214 031 000	118 788 000
Sum innskutt egenkapital		214 900 000	119 456 000
Opptjent egenkapital			
Retained earnings		400 440 000	330 605 000
Sum opptjent egenkapital		400 440 000	330 605 000
Sum egenkapital		615 340 000	450 061 000
Gjeld			
Langsiktig gjeld			
Utsatt skatt	11	65 277 000	48 518 000
Other non-current provisions		0	0
Sum avsetninger for forpliktelser		65 277 000	48 518 000
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	19,20	657 058 000	616 955 000
Lease liabilities, non-current	13	30 381 000	29 051 000
Sum annen langsiktig gjeld		687 439 000	646 006 000
Sum langsiktig gjeld		752 716 000	694 524 000
Kortsiktig gjeld			
Interest-bearing liabilities, current	19,20	30 433 000	37 460 000
Leverandørgjeld	14	14 171 000	3 237 000
Income tax payable	11	0	0
Lease liabilities, current	13	103 000	232 000
Other current liabilities		23 665 000	16 671 000
Sum kortsiktig gjeld		68 372 000	57 600 000
Sum gjeld		821 088 000	752 124 000



Konsernets balanse

Beløp i: NOK	Note	2024	2023
SUM EGENKAPITAL OG GJELD		1 436 428 000	1 202 185 000



Brønnøysundregistrene

ÅRSREGNSKAP FOR REGNSKAPSÅRET 2024 - GENERELL INFORMASJON

Journalnummer: 2025 562356

Enheten

Organisasjonsnummer: 988 691 771
Organisasjonsform: Aksjeselskap
Foretaksnavn: BALTIC SEA PROPERTIES AS
Forretningsadresse: Tollbugata 8A
0152 OSLO

Regnskapsår

Årsregnskapsperiode: 01.01.2024 - 31.12.2024

Konsern

Morselskap i konsern: Ja
Konsernregnskap lagt ved: Ja

Regnskapsregler

Regler for små foretak benyttet: Nei
Benyttet ved utarbeidelsen av
årsregnskapet til selskapet: Regnskapslovens alminnelige regler
Benyttet ved utarbeidelsen av
årsregnskapet til konsernet: IFRS

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Espen Aas
Dato for fastsettelse av årsregnskapet: 10.04.2025

Revisjon

Årsregnskapet er utarbeidet av ekstern
autorisert regnskapsfører: Ja
Ekstern autorisert regnskapsfører har i
løpet av regnskapsåret bistått ved den
løpende regnskapsføringen eller utført
andre tjenester for selskapet enn å
utarbeide årsregnskapet: Ja

Grunnlag for avgivelse

År 2024: Årsregnskap er elektronisk innlevert.
År 2023: Tall er hentet fra elektronisk innlevert årsregnskap fra 2024.

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 22.07.2025

Brønnøysundregistrene
Postadresse: Postboks 900, 8910 Brønnøysund
Telefon: 75 00 75 00
E-post: firmapost@brreg.no Internett: www.brreg.no
Organisasjonsnummer: 974 760 673



Organisasjonsnr: 988 691 771
BALTIC SEA PROPERTIES AS

RESULTATREGNSKAP

Beløp i: NOK	Note	2024	2023
RESULTATREGNSKAP			
Inntekter			
Other Operating Income	2	4 979 792	5 007 788
Sum inntekter		4 979 792	5 007 788
Kostnader			
Wages and social cost	3	4 742 872	4 613 828
Depreciation of fixed assets	4	254 517	191 507
Other operating costs	3,5	3 815 603	2 703 916
Sum kostnader		8 812 992	7 509 251
Driftsresultat		-3 833 200	-2 501 463
Finansinntekter og finanskostnader			
Dividends received from subsidiaries	6	0	2 892 143
Renteinntekt fra foretak i samme konsern	6	10 317 079	7 410 803
Annen renteinntekt		588 411	305 355
Currency gain	7	10 226 279	8 471 084
Sum finansinntekter		21 131 769	19 079 385
Impairment of non-current financial assets	6	4 452 751	0
Rentekostnad til foretak i samme konsern	6		
Annen rentekostnad	8	4 645 564	2 513 583
Other financial expenses	8,7	808 300	21 600
Sum finanskostnader		9 906 615	2 535 183
Netto finans		11 225 154	16 544 202
Resultat før skattekostnad		7 391 954	14 042 739
Corporate income tax	9	0	0
Change in deferred tax	9	0	0
Årsresultat		7 391 954	14 042 739
Overføringer og disponeringer			
Tilleggsutbytte	10	11 692 030	10 670 909
Transferred to/from retained earnings	10	-4 300 077	3 371 828
Sum overføringer og disponeringer		7 391 953	14 042 737



Organisasjonsnr: 988 691 771
BALTIC SEA PROPERTIES AS

BALANSE

Beløp i: NOK Note 2024 2023

BALANSE - EIENDELER

Anleggsmidler

Immaterielle eiendeler

Varige driftsmidler

Other fixed assets	4	1 019 894	775 151
Sum varige driftsmidler		1 019 894	775 151

Finansielle anleggsmidler

Investering i datterselskap	6	10 609 166	15 061 917
Lån til foretak i samme konsern	6	232 255 587	184 691 669
Sum finansielle anleggsmidler		242 864 753	199 753 586

Sum anleggsmidler		243 884 647	200 528 737
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Omløpsmidler

Varer

Fordringer

Trade receivables		1 023 821	719 524
Other accounts receivable	11	56 137	0
Sum fordringer		1 079 958	719 524

Bankinnskudd, kontanter og lignende

Cash and cash equivalents	12	48 316 437	996 401
Sum bankinnskudd, kontanter og lignende		48 316 437	996 401

Sum omløpsmidler		49 396 395	1 715 925
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SUM EIENDELER		293 281 042	202 244 662
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BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital

Share capital	10,7	869 608	668 823
Beholdning av egne aksjer	10	-861	-861
Overkurs	10	214 031 393	118 788 021
Sum innskutt egenkapital		214 900 140	119 455 983

Opptjent egenkapital

Retained earnings	10	26 848 763	31 148 840
Sum opptjent egenkapital		26 848 763	31 148 840



Sum egenkapital		241 748 903	150 604 823
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Langsiktig konserngjeld	6	118 751	117 745
Other non-current liabilities	8	50 000 000	50 000 000
Sum annen langsiktig gjeld		50 118 751	50 117 745
Sum langsiktig gjeld		50 118 751	50 117 745
Kortsiktig gjeld			
Leverandørgjeld		506 682	406 966
Payable dues and other taxes		135 883	178 286
Kortsiktig konserngjeld	6	0	8 091
Other current liabilities	8,14	770 824	928 750
Sum kortsiktig gjeld		1 413 389	1 522 093
Sum gjeld		51 532 140	51 639 838
SUM EGENKAPITAL OG GJELD		293 281 043	202 244 661



Organisasjonsnr: 988 691 771
BALTIC SEA PROPERTIES AS

KONSERNRESULTATREGNSKAP

Beløp i: NOK	Note	2024	2023
RESULTATREGNSKAP			
Inntekter			
Rental income	3	96 413 000	91 286 000
Gain from sale of fixed assets	4	0	0
Change in fair value of investment	4	41 323 000	3 961 000
Other income	3	785 000	754 000
Sum inntekter		138 521 000	96 001 000
Kostnader			
Payroll and related costs	5	17 457 000	15 487 000
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Finansinntekter og finanskostnader			
Other financial income	9	688 000	311 000
Net currency exchange differences	9	341 000	58 000
Change in fair value of financial instruments	9,10	0	0
Sum finansinntekter		1 029 000	369 000
Change in fair value of financial instruments	9,10	479 000	6 449 000
Other financial expenses	9	42 827 000	33 892 000
Sum finanskostnader		43 306 000	40 341 000
Netto finans		-42 277 000	-39 972 000
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Årsresultat		55 326 000	28 968 000
Other comprehensive income not to be reclassified to profit and loss		26 202 000	26 008 000
Sum resultatkomponenter for IFRS-foretak		26 202 000	26 008 000



Totalresultat	81 528 000	54 976 000
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Organisasjonsnr: 988 691 771
BALTIC SEA PROPERTIES AS

KONSERNBALANSE

Beløp i: NOK	Note	2024	2023
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Varige driftsmidler			
Investment property	4	1 345 746 000	1 150 216 000
Right-of-use assets	13	0	133 000
Other operating assets	6	1 654 000	1 631 000
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Finansielle anleggsmidler			
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Long-term receivables	14,15	2 509 000	2 391 000
Sum finansielle anleggsmidler		2 509 000	2 803 000
Sum anleggsmidler		1 349 909 000	1 154 783 000
Omløpsmidler			
Varer			
Fordringer			
Trade receivables	6	3 271 000	3 209 000
Other receivables and other current assets	14	2 087 000	3 089 000
Sum fordringer		5 358 000	6 298 000
Investeringer			
Financial derivatives, current	14	171 000	214 000
Sum investeringer		171 000	214 000
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	14,17	80 990 000	40 888 000
Sum bankinnskudd, kontanter og lignende		80 990 000	40 888 000
Sum omløpsmidler		86 519 000	47 400 000
SUM EIENDELER		1 436 428 000	1 202 183 000

BALANSE - EGENKAPITAL OG GJELD

Egenkapital
Innskutt egenkapital



Share capital	18	870 000	669 000
Beholdning av egne aksjer		-1 000	-1 000
Overkurs		214 031 000	118 788 000
Sum innskutt egenkapital		214 900 000	119 456 000
Opptjent egenkapital			
Retained earnings		400 440 000	330 605 000
Sum opptjent egenkapital		400 440 000	330 605 000
Sum egenkapital		615 340 000	450 061 000
Gjeld			
Langsiktig gjeld			
Utsatt skatt	11	65 277 000	48 518 000
Other non-current provisions		0	0
Sum avsetninger for forpliktelseser		65 277 000	48 518 000
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	19,20	657 058 000	616 955 000
Lease liabilities, non-current	13	30 381 000	29 051 000
Sum annen langsiktig gjeld		687 439 000	646 006 000
Sum langsiktig gjeld		752 716 000	694 524 000
Kortsiktig gjeld			
Interest-bearing liabilities, current	19,20	30 433 000	37 460 000
Leverandørgjeld	14	14 171 000	3 237 000
Income tax payable	11	0	0
Lease liabilities, current	13	103 000	232 000
Other current liabilities		23 665 000	16 671 000
Sum kortsiktig gjeld		68 372 000	57 600 000
Sum gjeld		821 088 000	752 124 000
SUM EGENKAPITAL OG GJELD		1 436 428 000	1 202 185 000



Organisasjonsnr: 988 691 771
BALTIC SEA PROPERTIES AS

NOTEOPPLYSNINGER - SELSKAP - alle poster oppgitt i hele tall

Note
1

Regnskapsprinsipper

Se vedlagt årsregnskap for fullstendig oppsett. (Regnskapsrapporter og noter for morselskapet finnes på sidene 58-69). Please refer to the attached annual report for complete notes. (The financial statements and notes for the parent company can be found on the pages 58-69.)

Note
3

Antall årsverk i regnskapsåret
2.00

Note
3

Spesifisering av resultatregnskapet

Lønnskostnader

<u>Lønn</u>	<u>Årets</u>	<u>Fjorårets</u>
	3883295.00	3781564.00
<u>Folketrygdavgift</u>	<u>Årets</u>	<u>Fjorårets</u>
	639970.00	628220.00
<u>Pensjonskostnader</u>	<u>Årets</u>	<u>Fjorårets</u>
	219608.00	204044.00
<u>Sum lønnskostnader</u>	<u>Årets</u>	<u>Fjorårets</u>
	4742872.00	4613828.00

Mer om årsverk og lønn

Se vedlagt årsregnskap for fullstendig oppsett. (Regnskapsrapporter og noter for morselskapet finnes på sidene 58-69). Please refer to the attached annual report for complete notes. (The financial statements and notes for the parent company can be found on the pages 58-69.)

Note

Ekstraordinære inntekter og kostnader

Sum Beløp



Balansført verdi 31.12. Varige driftsmidler Immaterielle eiend.

Konsernregnskap

Morselskapet sitt navn

Forretningskontor for morselskapet

Begrunnelse for at datterselskap er utelatt fra konsolideringen

Konsern, tilknyttet selskap m.v. - fordringer og gjeld

Fordringer

<u>Samlet beløp - foretak i samme konsern</u>	<u>Årets</u>	<u>Fjorårets</u>
	233279408.00	185411193.00

<u>Samlet beløp - tilknyttet selskap</u>	<u>Årets</u>	<u>Fjorårets</u>
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Annen langsiktig gjeld

<u>Samlet beløp - foretak i samme konsern</u>	<u>Årets</u>	<u>Fjorårets</u>
	118751.00	117745.00

Kortsiktig gjeld

<u>Samlet beløp - foretak i samme konsern</u>	<u>Årets</u>	<u>Fjorårets</u>
	0.00	8091.00

<u>Samlet beløp - felles kontrollert virksomhet</u>	<u>Årets</u>	<u>Fjorårets</u>
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<u>Pantstillelse</u>	<u>Beløp</u>
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Note

7,10

<u>Beholdning av egne aksjer</u>	<u>Antall</u>	<u>Pålydende</u>	<u>Andel av aksjek.</u>
	8611.00	0.10	0.09%

Erverv

Endringer i beholdning av aksjer i løpet av regnskapsåret

<u>Antall aksjer ervervet</u>	<u>Egne aksjer</u>	<u>I morselskap</u>
	0.00	



<u>Andel av aksjekapital</u>	<u>Egne aksjer</u>	<u>I morselskap</u>
	0.00%	

Avhendelse

Endringer i beholdning av aksjer i løpet av regnskapsåret

Samvirkeforetak

Vedtektsbestemmelser/årsmøtevedtak/forslag til vedtak om medlemskapskonti

Mer om aksjer



Organisasjonsnr: 988 691 771
BALTIC SEA PROPERTIES AS

NOTEOPPLYSNINGER - KONSERN - alle poster oppgitt i hele tall

Note
1

Regnskapsprinsipper

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note
1

Note
5

Antall årsverk i regnskapsåret
16.00

Note
5

Spesifisering av resultatregnskapet

Lønnskostnader

<u>Lønn</u>	<u>Årets</u>	<u>Fjorårets</u>
	14298000.00	13167000.00
<u>Folketrygdavgift</u>	<u>Årets</u>	<u>Fjorårets</u>
	828000.00	797000.00
<u>Pensjonskostnader</u>	<u>Årets</u>	<u>Fjorårets</u>
	154000.00	180000.00
<u>Andre ytelser</u>	<u>Årets</u>	<u>Fjorårets</u>
	2177000.00	1343000.00
<u>Sum lønnskostnader</u>	<u>Årets</u>	<u>Fjorårets</u>



17457000.00

15487000.00

Mer om årsverk og lønn

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note

Ekstraordinære inntekter og kostnader

<u>Sum</u>	<u>Beløp</u>
------------	--------------

Note

4, 6

Varige driftsmidler og immaterielle eiendeler

<u>Balanseført verdi 31.12.</u>	<u>Varige driftsmidler</u>	<u>Immaterielle eiend.</u>
---------------------------------	----------------------------	----------------------------

Anskaffelseskost - balanseførte lånekostnader, egentilvirkede anleggsmidler

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Goodwill spesifisert for hvert enkelt virksomhetskjøp

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Avskrivningsplan for goodwill som er lenger enn fem år - begrunnelse

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Mer om varige driftsmidler/immaterielle eiendeler

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated



financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Konsernregnskap

Morselskapet sitt navn

Forretningskontor for morselskapet

Begrunnelse for at datterselskap er utelatt fra konsolideringen

<u>Samlet beløp - tilknyttet selskap</u>	<u>Årets</u>	<u>Fjorårets</u>
<u>Samlet beløp - foretak i samme konsern</u>	<u>Årets</u>	<u>Fjorårets</u>
<u>Samlet beløp - foretak i samme konsern</u>	<u>Årets</u>	<u>Fjorårets</u>
<u>Samlet beløp - felles kontrollert virksomhet</u>	<u>Årets</u>	<u>Fjorårets</u>

Samlet forpliktelse til fordel for foretak i samme konsern

<u>Pantstillelse</u>	<u>Beløp</u>
<u>Garantier</u>	<u>Beløp</u>

Mer om tilknyttet selskap/datterselskap

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note

14,15

Fordringer

Fordringer som forfaller senere enn ett år etter regnskapsårets slutt

Mer om fordringer

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på



sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note

14,10

Virkelig verdi og resultatført verdiendr. i perioden, finansielle instrumenter

Mer om finansielle instrumenter

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Beskrivelse av finansielle derivater

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note

18

<u>Beholdning av egne aksjer</u>	<u>Antall</u>	<u>Pålydende</u>	<u>Andel av aksjek.</u>
	8611.00	0.10	0.09%

Erverv

Endringer i beholdning av aksjer i løpet av regnskapsåret

Avhendelse

Endringer i beholdning av aksjer i løpet av regnskapsåret

Samvirkeforetak

Vedtektsbestemmelser/årsmøtevedtak/forslag til vedtak om medlemskapskonti

Mer om aksjer

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note

19,20



Gjeld

Gjeld som forfaller til betaling mer enn fem år etter regnskapsårets slutt

Gjeld sikret ved pant eller lignende sikkerhet i eiendeler

Balanseført verdi av de pantsatte eiendeler

Summen av garantiforpliktelser som ikke er regnskapsført

Garantiforpliktelser som er sikret ved pant

Mer om gjeld

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)

Note

Lån og sikkerhetsstillelse til medlemmer

Opplysninger om:

Medlemmer av:

Mer om lån og sikkerhetsstillelse

Note

Noteopplysninger ut over minimumskravene for små foretak

Se vedlagte årsrapport for fullstendig notesett. (Styrets årsberetning, konsoliderte regnskapsrapporter, kontantstrømoppstilling og noter for konsernet finnes på sidene 20-57. Uavhengig revisors beretning finnes på sidene 70-73.) Please refer to the attached annual report for complete notes. (The Board of Directors & CEO's annual report, consolidated financial statements, cash flow statement and notes for the group can be found on the pages 20-57. Independent auditor's report can be found on the pages 70-73.)



Skatteetaten

Vår dato 16.12.2021	Din/Deres dato 30.11.2021	Saksbehandler Lars Waalorp
800 80 000 Skatteetaten.no	Din/Deres referanse AR457106302	Telefon 90833418
Org.nr 974761076	Vår referanse 2021/6605132	Postadresse Postboks 9200 Grønland 0134 OSLO

BALTIC SEA PROPERTIES AS
c/o HAGEN, BERGER & AAS AS Postboks 2076 Vikå
0125 OSLO

Att. Espen Aas

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk for Baltic Sea Properties AS, org.nr. 988 691 771

Vi viser til deres brev av 30. november 2021 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk for Baltic Sea Properties AS.

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering Baltic Sea Properties AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som danner grunnlaget for vedtaket ikke endres vesentlig.

Kopi av dette brevet må sendes til Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Den regnskapspliktige må selv dokumentere ved dette brev at tillatelse er gitt.

Bakgrunn

Baltic Sea Properties AS har norske og utenlandske eiere. Den største aksjonæren (26,6 %) er et utenlandsk selskap. Selskapets formål er «Investere i, utvikle, leie ut og drive samt realisere eiendommer i Europa, enten for direkte eller indirekte gjennom andre selskaper, og alt som står i forbindelse med dette». Den underliggende driften utøves i Litauen hvor datterselskapenes kunder og finansieringspartnere (banker) ikke forstår norsk. Styrelederen i selskapet er utenlandsk.

Skattekontorets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal "årsregnskapet og årsberetningen [...] være på norsk. Departementet kan ved [...] enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk."

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap mv., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:

"Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i



samfunnsøkonomien skal bli best mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon.”

Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til "informative regnskaper for ulike grupper av regnskapsbrukere". Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

Det er etter skattekontorets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har skattekontoret lagt særlig vekt på at selskapets største aksjonær er et utenlandsk selskap. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Lars Waalorp
seniorrådgiver
Brukerdialog, brukerkontakt
Skatteetaten

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.



BALTIC SEA PROPERTIES

Annual report 2024

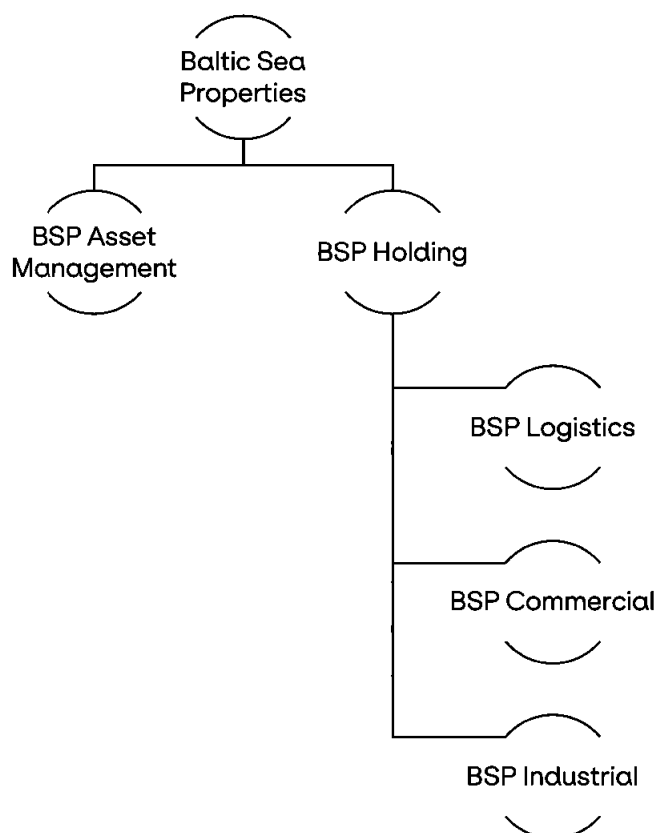


About us

Baltic Sea Properties is a Norwegian public listed, open-ended and fully integrated investment company. The company is among the Baltics' leading real estate investors and developers – owning a diversified cash flow generating portfolio of modern real estate in the logistics, industrial and commercial segments.

Our strategy is to develop long-term relationships with strong clients and to hold high-quality assets in attractive locations. We grow our portfolio by own developments and acquisitions with the objective to maximise shareholder values and the company's dividend capacity.

The property management is conducted through fully-owned subsidiaries by a professional management team with deep knowledge of the Baltic real estate market





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Disclaimer:

This report has been prepared by Baltic Sea Properties AS in good faith and to our best ability with the purpose to give the company's shareholders updated information about the company's operations and status. This document must not be understood as an offer or encouragement to invest in the company. Baltic Sea Properties AS further makes reservations that errors may have occurred in its calculations of key figures or in the development of the report which may contribute to an inaccurate impression of the company's status and/or operations. The report also includes descriptions and comments which are based on subjective assumptions and considerations, and thus must not be understood as a guarantee of future events or future profits.



Our Vision

Our vision is to be the preferred real estate partner and leading investment company in the region.

We will achieve this by staying true to our mission and values.

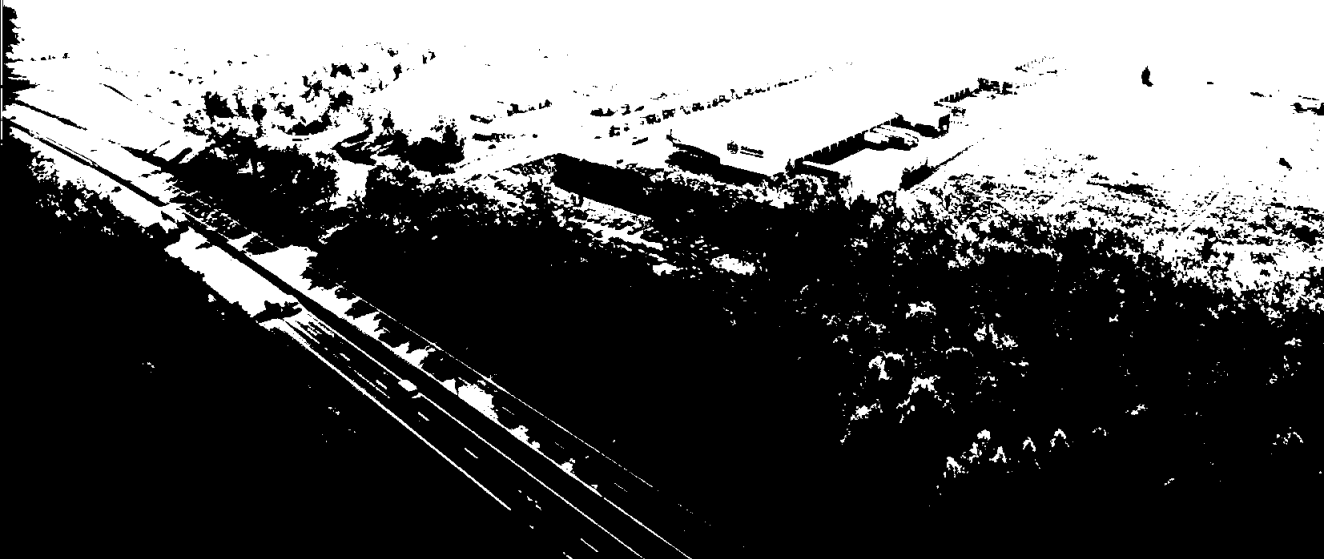
Our Mission

Our mission is to foster a great team, to provide high quality and sustainable solutions for our partners, thus creating superior long-term value and returns for our shareholders.



Our Values

- **Commitment** to our people and their professional development.
- Focusing on **innovation and value creation**.
- **Respect** for our social and physical environment.
- **Accountability and fairness** with our stakeholders.
- **Reliability and integrity** in all we do



Highlights

2024

Sustained growth and strategic execution

We are pleased to present our annual report for 2024, marking the completion of another year of strong financial performance, operational resilience, and execution according to our long-term growth strategy. Despite ongoing market uncertainties, we have maintained a solid financial position while staying committed to continue our strategy of growing a diversified portfolio of high-quality assets.

One of the key milestones of 2024 was the completion of the first stage of Liepų Parkas, which was delivered on schedule to ESO (Ignitis) in January 2025. Meanwhile, we strengthened our capital position, maintained stable dividends, and received industry recognition for our performance.

Key metrics and highlights

- **Completion of 1st stage of Liepų Parkas** – The 4,340 m² office and warehouse development for ESO (Ignitis) was completed on time and on budget, with handover taking place in January 2025.
- **Strong capital position** – Successfully raised mNOK 98.4 through a direct placement and subsequent repair issue, reinforcing financial flexibility for future developments.
- **Dividend distribution** – Paid NOK 1.75 per share in dividends to shareholders, maintaining a stable and attractive return.
- **Continued recognition** – Awarded 1st place in the “Strongest Brand Baltics Developers – Logistics” category at the European Real Estate Brand Awards.
- **Development pipeline expansion** – We continue to work hard on building a strong development pipeline, including several exciting prospects within our new business and retail park, Liepų Parkas.
- **Financial performance** – Rental income, EBITDA, NAV, and LTV remain in line with expectations, reflecting continued financial resilience.
- **Achieved BREEAM In-Use ‘Excellent’ certification** for our two DPD terminals, reinforcing our commitment to sustainable building standards and energy-efficient operations.



Liepų Parkas | Concept visualisations



Liepų Parkas | Late March/Early April 2025



Financial overview

Year-end 2024

- Key figures group
- Income From Property Management (IFPM)
- Financing
- Financial Expenses Overview
- Loan-to-Value (LTV)
- Net Asset Value (NAV)



Key figures group

Year-end report 2024

Per share	31/12/2024	31/12/2023	31/12/2022
Net Asset Value (NAV) in NOK	72.52 *	68.95	62.11
NAV in EUR	6.15 *	6.13	5.91
YTD Return NAV incl. dividend (NOK)*	16.78%	13.56%	17.95 %
YTD Return NAV incl. dividend (EUR) *	11.22%	6.39%	12.11 %
Dividend distributed (NOK)	1.75	1.60	1.50
Dividend distributed (EUR)	0.15	0.14	0.15
Last transaction price per date (NOK)	49.46	47.40	50.00
Number of shares issued	8 696 077 *	6 688 232	6 688 232
EURNOK rate, balance sheet date ¹	11.80	11.24	10.51
EURNOK rate, YTD average ²	11.63	11.42	10.10

1) EURNOK rate per balance sheet date is used when converting balance sheet figures.

2) EURNOK YTD average rate is used when converting P&L figures.

*In late June and July 2024, the company issued 2,007,848 new shares in a direct share issue at NOK 49 per share. The NAV return for 2024 has been adjusted to account for this event, with the return KPI based on the operational return for 2024, excluding cash proceeds and the new issued shares.

Group key figures	31/12/2024	31/12/2023	31/12/2022
Fair value of portfolio (MNOK)	1 316	1 121	1 016
Fair value of portfolio (MEUR)	111.6	99.8	96.7
Value of equity based on NAV - BSP method (MNOK)	630	460	414
Value of equity based on NAV - BSP method (MEUR)	53.4	40.9	39.5
Annualised contracted rent (MNOK)	105.1	93.6	88.4
Annualised contracted rent (MEUR)	9.0	8.3	8.0
Net income from property management (IFPM) (MNOK)	28.3	33.3	29.7
Net income from property management (IFPM) (MEUR)	2.4	2.9	3.0
NOI yield (investment projects)	8.00%	8.06%	7.88 %
Dividend yield (NAV)	2.39%*	2.44%	2.50%
Occupancy rate	100%	100%	99 %
WAULT (years)	8.6 yrs	9.1 yrs	9.1 yrs
IBD (incl. mezzanine facility) (NOK)	702	656	604
IBD (incl. mezzanine facility) (EUR)	59.5	58.3	57.4
LTV investment portfolio (incl. mezzanine facility)	53.32 %	58.43%	59.38 %
Net LTV (inc. Cash)	47.17 %	54.80%	55.08 %
Interest coverage ratio (ICR) - Group	1.74	2.09	2.81
Interest coverage ratio (ICR) - SPV finance	2.27	2.68	4.13

Terms/abbreviations used in this report:

- Fair value of portfolio = valuation of the real estate assets
- NOI = Net operating income from property portfolio (incl. internal property management expenses)
- NOI yield = NOI / Market value of the investment portfolio excluding development land value (land bank).
- Net rent = income from rental activity from property portfolio minus (-) all unrecovered property expenses (not including internal property management fees).
- IFPM (Income From Property Management) = Profit/loss before tax excluding depreciations, profit/loss/value movements on properties, realised investments, currency and other financial instruments.
- IBD = Interest-Bearing Debt – all outstanding debt to credit institutions and/or other credit facilities
- LTV = Loan to Value ratio
- EBITDA = Earnings before interest, tax, depreciation and amortisation
- WAULT = Weighted average unexpired lease term
- Interest Coverage Ratio (ICR) Group - Group EBITDA/all interest paid
- Interest Coverage Ratio (ICR) SPV finance - Consolidated EBITDA of real estate subsidiaries/interest paid from real estate finance
- ROE = Return on Equity



Income From Property Management

Specification

Income From Property Management	31 Dec 2024	31 Dec 2023	31 Dec 2022	31 Dec 2024	31 Dec 2023	31 Dec 2022
	FJR thousand	EUR thousand	EUR thousand	NOK thousand	NOK thousand	NOK thousand
Rental income	8 292	7 994	6 882	96 413	91 286	69 521
Property expenses ex mng	-285	-323	-298	-3 314	-3 683	-3 014
Net rent	8 007	7 671	6 584	93 099	87 603	66 507
Other operating income	67	66	113	785	754	1 138
Administration cost	-1 501	-1 356	-1 292	-17 457	-15 487	-13 056
Other operating cost	-513	-522	-671	-5 966	-5 956	-6 774
EBITDA	6 060	5 859	4 733	70 461	66 918	47 815
Net realised interest cost & finance expenses	-3 624	-2 940	-1 775	-42 139	-33 582	-17 931
Net income from property management (IFPM)	2 436	2 919	2 958	28 322	33 336	29 884
Changes in value of investment properties	3 554	347	1 708	41 323	3 961	17 252
Changes in value of financial instruments	-41	-565	1 019	-479	-6 449	10 295
Realised changes in value of investment properties	-	-	-198	-	-	-2 000
Depreciation, amortisation and impairment	-60	-91	-22	-699	-1 035	-219
Net currency exchange differences	29	5	97	341	58	981
Profit before tax	5 918	2 615	5 563	68 808	29 869	56 193
Current tax	54	176	-117	626	2 013	-1 181
Deferred tax	-1 213	-255	-795	-14 108	-2 913	-8 032
Profit from continued operations	4 758	2 537	4 651	55 325	28 969	46 980
Net Asset Value (NAV)	31 Dec 2024	31 Dec 2023	31 Dec 2022	31 Dec 2024	31 Dec 2023	31 Dec 2022
Currency	EUR	EUR	EUR	NOK	NOK	NOK
Equity as recognised in balance sheet	52 170	40 041	38 586	615 340	450 061	405 682
Pr share	6.01	6.00	5.78	70.83	67.40	60.75
Net Asset Value - BSP method*						
Equity as recognised in balance sheet	52 170	40 041	38 586	615 340	450 061	405 690
Deferred tax according to balance sheet (-)	5 534	4 317	4 068	65 277	48 518	42 773
Equity excluding deferred tax	57 704	44 358	42 654	680 617	498 579	448 463
Deferred tax according to BSP original NAV definition (-)	4 289	3 390	3 203	50 589	38 109	33 676
Net asset value - BSP Method	53 415	40 967	39 451	630 028	460 470	414 786
Pr share	6.15	6.13	5.91	72.52	68.95	62.11
Number of outstanding shares	8 696 077	6 688 232	6 688 233	8 696 077	6 688 232	6 688 233

* See page 14 for more information on NAV



Baltic Sea Properties AS

Annual report | 2024

Financing

Year-end report 2024

Year	Debt maturity			Interest Swap maturity		
	EUR	Share %	Interest margin	EUR	Share %	Swap fixed rate
0-1 year	-	-	-	2 070 272	3.72 %	0.72 %
1-3 years	55 262 258	100.0 %	2.18 %			
4-5 years				-	-	-
Total funding real estate portfolio¹	55 262 258	100.0 %	2.18 %	2 070 272	3.72 %	0.72 %
Mezzanine ²	4 239 084	7.1 %	9.30 %	-	-	-
Sum loan	59 501 342	100 %	0.66 %	2 070 272	3.72 %	0.72 %

¹ Weighted average bank interest margin is 2.18 % + 3-months EURIBOR (per 31st of December 2024). The interest swap is against 3-months EURIBOR.

² Interest rate for the mezzanine loan is including margin. The loan facility expires in September 2026.

Loan financing	31/12/2024	31/12/2023	31/12/2022
Interest-bearing debt incl. Mezzanine loan (MEUR)	59.50	58.30	57.4
LTV incl. mezzanine loan	53.32%	58.43%	59.38%
Interest-bearing debt excl. mezzanine loan (MEUR)	55.26	53.02	52.1
LTV excl. mezzanine	49.53%	53.13%	53.92%
12-month running interest margin all loans (margin)*	2.18%	2.83%	2.73%
Interest rate hedging ratio	3.72%	4.29%	39.74%
Interest rate coverage (ICR) - group	1.74	2.09	2.81
Interest rate coverage (ICR) - SPV finance***	2.27	2.68	4.13
Time until maturity interest-bearing debt (weighted)	2.2 yrs	3.41 yrs	4.4 yrs
Time until maturity interest hedging contracts (weighted)	0.3 yrs	1.34 yrs	1.3 yrs

* Excl. 3-months EURIBOR & swap agreements.

** LTV does not include cash position.

*** Includes all internal management fees

(MEUR)	31/12/2024	31/12/2023	31/12/2022
Interest-bearing debt, total	59.50	58.30	57.40
Interest-bearing debt, bank loan	55.26	53.02	52.10
Interest-bearing debt, mezzanine	4.23	4.45	2.07
Interest-bearing debt, seller credit	0.00	0.84	3.21
Cash	6.87	3.64	4.19
Net LTV, total	47.17%	54.80%	55.08 %

* Net LTV include cash position



Financial Expenses Overview

Specification

BSP Group	Per 31/12/2024		Per 31/12/2023	
	NOK	EUR	NOK	EUR
EBITDA	70 460 885	6 059 796	66 917 866	5 859 400
Interest payable	40 478 291	3 481 225	31 990 528	2 801 125
ICR - group	1.74	1.74	2.09	2.09
Net realised interest cost & finance expenses				
Interest on real estate portfolio	36 469 746	3 136 481	32 951 035	2 885 380
SWAP costs	-	-	41 797	3 660
SWAP income	-1 076 087	-92 546	-5 939 299	-520 051
Interest mezzanine incl. contract fee	5 450 047	468 716	2 513 583	220 104
Interest seller's credit	322 151	27 706	2 732 817	239 301
Interest income	-687 566	-59 132	-311 398	-27 268
Sum interest expenses	40 478 291	3 481 225	31 990 528	2 801 125

Consolidated SPV-financed entities	Per 31/12/2024		Per 31/12/2023	
	NOK	EUR	NOK	EUR
EBITDA (incl. internal management cost)	78 041 673	6 711 761	72 474 739	6 345 966
Interest payable	34 359 882	2 955 028	27 055 266	2 368 988
ICR - SPV finance	2.27	2.27	2.68	2.68
Net realised interest cost & finance expenses				
Interest on real estate portfolio	35 435 969	3 047 574	32 952 766	2 885 380
SWAP costs	-	-	41 799	3 660
SWAP income	-1 076 087	-92 546	-5 939 299	-520 051
Sum interest expenses	34 359 882	2 955 028	27 055 266	2 368 988

Terms/abbreviations used above:

EBITDA = Earnings Before Interest, Taxes, Depreciations and Amortisations
ICR = Interest Coverage Ratio



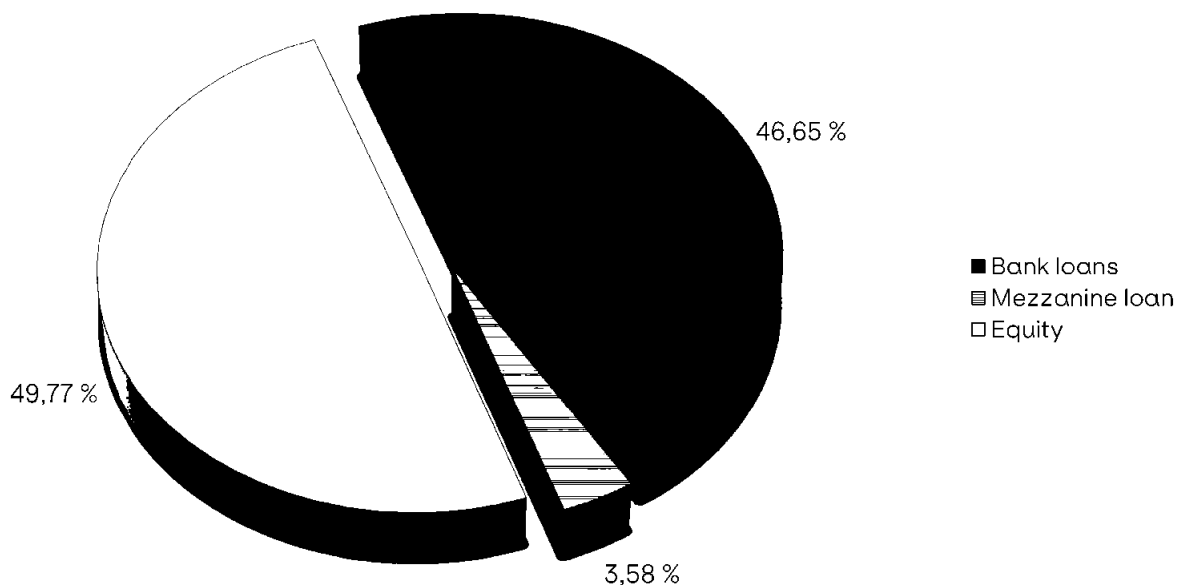
Loan-to-Value (LTV)

Specification

Loan-to-Value ratio	Per 31/12/2024		Per 31/12/2023	
	NOK	EUR	NOK	EUR
Net nominal interest-bearing debt excl. mezzanine loan	651 818 328	55 262 258	595 940 050	53 017 219
Mezzanine	50 000 000	4 239 084	50 000 000	4 448 201
Seller's credit	-	-	9 398 182	836 100
Net nominal interest-bearing debt incl. mezzanine loan¹	701 818 328	59 501 342	655 338 232	58 301 520
Valuation of real estate portfolio	1 316 121 299	111 582 984	1 121 340 008	99 758 908
Loan to value excl. cash	53.32%	53.32%	58.44%	58.44%
Cash	80 989 728	6 866 446	40 887 760	3 637 539
Loan to value incl. cash (Net LTV)	47.17%	47.17%	54.80%	54.80%

¹ Interest-bearing debt per 31.12.2024 here includes MEUR 1.2 in construction cost which in the annual accounts are presented as debt to suppliers but will be financed with bank loan.

Financing per 31/12/2024





Net Asset Value (NAV)

Net Asset Value (NAV) is a measure of the fair value of the company's net assets on an on-going long-term basis, calculated as the total value of the company's assets minus the total value of its liabilities, with certain adjustments.

Public and private real estate companies and real estate funds use slightly different adjustment principles when calculating their NAV. Below is therefore an explanation of how NAV is calculated in Baltic Sea Properties.

Assets valuation and adjustments for NAV:

- Investment (income generating) property and development land is valued and included using the most recent market value based on independent valuations (using discounted cash flow method.)
- External financial investments are valued and included at their most recently published/recorded NAV (alternatively most recent transaction price if NAV is not available.)
- Development property, unfinished construction and other assets are valued and included at book value (cost price less depreciation)

Liabilities adjustments for NAV:

- Financial liabilities are valued and included at book value.
- Deferred tax liabilities are valued and included at 50 % of the deferred profit tax calculated on the difference between the current property market value and tax book value. (This adjustment principle is based on market practice and a deemed fair value basis)
- Interest rate swaps are valued and included at book value.
- Other liabilities are valued and included at book value.

Net Asset Value (NAV) per share development (YTD)	31/12/2024	31/12/2023	31/12/2022
NAV (NOK) - BSP method (IFRS)	72.52	68.95	62.11
Dividend (NOK)	1.75	1.60	1.50
Return on equity inc. dividend (NOK)*	16.78 %	13.56 %	17.95 %
NAV (EUR) - BSP method (IFRS)	6.15	6.13	5.91
Dividend (EUR)	0.15	0.14	0.15
Return on equity inc. dividend (EUR)*	11.22 %	6.39 %	12.11 %
Applied EURNOK conversion rate	11.80	11.24	10.51
Number of shares outstanding	8 696 077	6 688 232	6 688 232
<p>* In late June 2024, the company issued 1,781,394 new shares in a direct share issue at NOK 49 per share. Additionally, in July, BSP issued another 226,450 shares in a repair issue. Due to the lower subscription price of the newly issued shares compared to the existing NAV per share, the NAV per share has been diluted. Therefore, the NAV return for 2024 has been adjusted to account for this event, with the return KPI based on the operational return for 2024, excluding cash proceeds and the new issued shares in the return on equity calculation.</p>			



BSP Park | Vilnius West



Market Update

Provided by Kristina Zivkauskaitė and Mindaugas Kulbokas at Newsco Baltics (10 February 2025)

Economic Growth and Market Shifts

Lithuania's economy in 2024 showed resilience, growing at 2.7%, primarily supported by stronger performance in manufacturing industry, wholesale and retail trade, and the ICT sectors. Positive contributions from construction enterprises also bolstered economic resilience. Inflation dropped below 1% primarily due to decreasing energy and food prices. Unemployment stabilized at 7% and started to decline faster in the last quarter of the year. This stability is attributed to a recovering labor market and sustained economic growth. Projections for 2025 suggest close to 3% GDP growth, driven by growth of industrial companies and domestic consumption.

The Investment Market

In the real estate sector, Lithuania accounted for approximately one-third of the total Baltic real estate investment market by the end of 2024. The total investment volume in Lithuania reached EUR 155 million, while the Baltic region as a whole saw approximately EUR 500 million in transactions, marking a 37% year-on-year decline. The retail segment was in the leading position, investments in the Baltic countries reached close to 240 mEUR or half of total investments during 2024, reflecting the same trend in Lithuania. Despite a less active fourth quarter, the market showed signs of recovery and higher activity in the beginning of 2025. Despite these challenges, investors have the opportunity to capitalize on upside potential in a difficult and less active market. By leveraging market data, they can position themselves to secure higher-than-average returns. The outlook for 2025 remains optimistic, with expectations of continued economic growth and a revitalized real estate market.

The Residential Market Development

The residential real estate market in Lithuania demonstrated recovery in 2024, fueled by stronger demand and lower interest rates. In Vilnius, secondary apartment transactions were only 3% lower than the previous year, while the primary market experienced an impressive 42% increase in activity. This growth was particularly evident in the third and fourth quarters, with transactions surging by 88%.

Pre-sales activity in the primary market was especially robust during the final months of the year, reflecting heightened market confidence. By the end of the year, total primary market sales in the city reached 3,400 units.

The European Central Bank's interest rate cuts played a critical role in reviving market activity by easing borrowing costs for potential buyers. This policy shift encouraged those who had previously been hesitant to commit to purchases, leading to a surge in transactions. Expectations of further rate cuts in the first half of 2025 are likely to sustain and even amplify this momentum,

positioning the residential market for continued growth in the coming year.

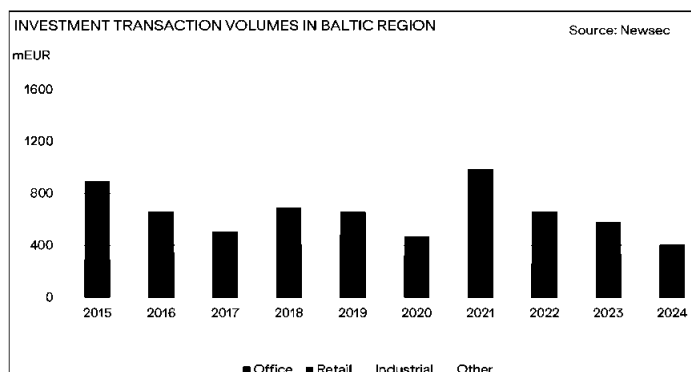
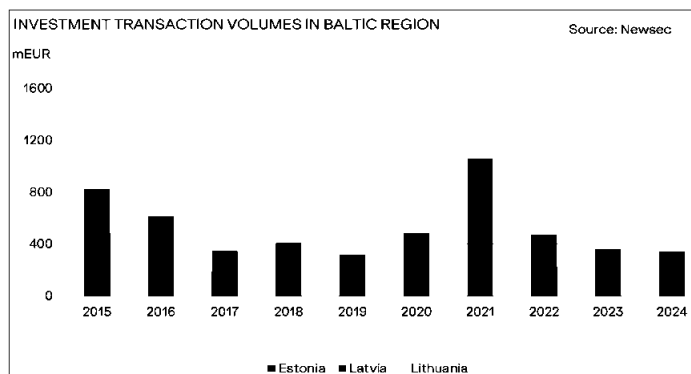
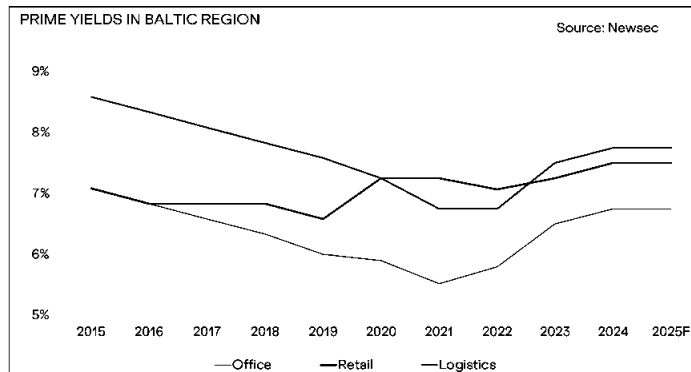
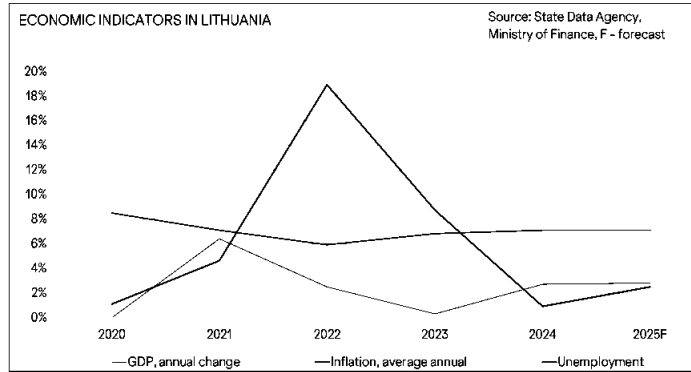
The Imbalance Between Office Supply and Demand Creates Market Tension

In the latter part of 2024, the office vacancy rate in Vilnius remained steady, staying close to the previous year's level. Class A office spaces saw an improvement, with fewer vacancies as demand for premium spaces grew. In contrast, vacancies in class B offices increased, surpassing 10% for the first time since mid-2022. During the second half year, only one new speculative project was completed, adding a moderate amount of office space for the year. Looking ahead, a significant amount of new office space is expected next year, with most of it concentrated in the Central Business District, signaling a continuous developer interest in this prime location.

Office space take-up in the final quarter of 2024 was notably high, pushing the annual total well above the previous year's level. The strong demand was driven by an unexpected surge in pre-lease agreements and quick turnover of available spaces in the secondary market. However, the rate of office take-up relative to total supply has declined in recent years. This, combined with an expanding office market, suggests that supply may be outpacing demand, hinting at a potential slowdown ahead. In 2024, limited new supply provided landlords with a relatively stable environment. However, 2025 is expected to see the largest new supply growth in five years, intensifying competition for both owners of older buildings and developers of new projects. Slow growth in the startup segment workforce and a lack of foreign tenants have created challenges for all market players. The absorption of 2025's new supply is anticipated to extend into 2026, while projects not yet initiated are expected to face delays of at least two years.

The Logistics Market

The logistics and industrial real estate sector in Lithuania experienced a period of adjustment in 2024, marked by a temporary downturn in demand. The ongoing construction activity remained strong with over 300,000 sqm in development across all key regions last year. Despite short-term challenges, investment in mixed-use projects—combining office, retail, and industrial-warehouse spaces—continued, reflecting developer confidence in long-term market potential. A key trend throughout the year was the rising vacancy rate in older warehouse properties, driven by a growing preference for modern, efficient facilities. As businesses optimize operations, demand has gradually shifted toward newer developments. Looking ahead, a moderate recovery is expected in late 2024 or early 2025, supported by improving economic conditions and seasonal market dynamics. While near-term uncertainty remains, continued investment and strategic development indicate a positive long-term outlook for the sector.





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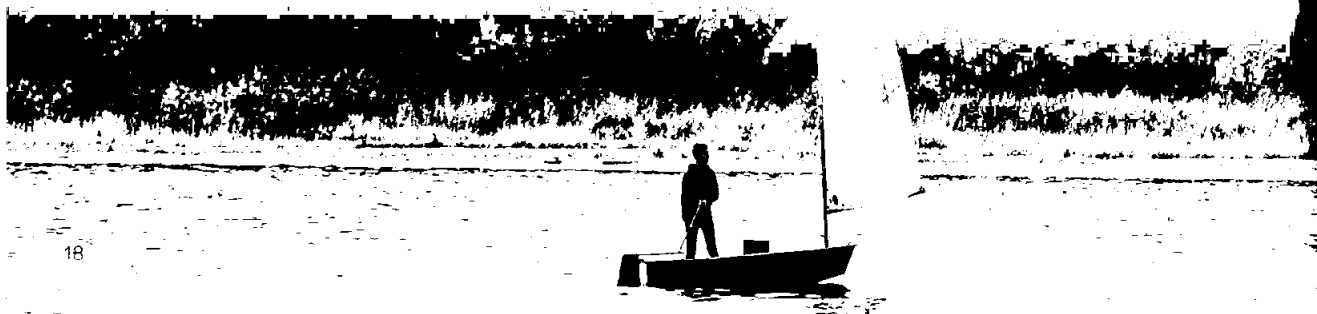




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The Board of Directors & CEO's

Annual report 2024

Year summary

We continued to deliver solid performance throughout 2024, despite a challenging global environment. Our investment portfolio has demonstrated resilience, with rental income increasing further (EUR: +3.6 %) and contributing to a stable cash flow. While interest rates in the eurozone and Lithuania declined during the year, they remain elevated compared to pre-2022 levels, and geopolitical uncertainty continues to shape the market. Against this backdrop, we remained focused on long-term value creation through disciplined capital management and the development of high-quality assets.

A major milestone in 2024 was the successful completion of a NOK 98.4 million capital raise, further strengthening our balance sheet and enabling future growth. In addition, we completed the first stage of the Liepų Parkas development on schedule in 2024, with handover to ESO (Ignitis Group) in January 2025. This was followed by a long-term lease agreement with UAB Krasta Auto (Inchcape Group) for the second stage, securing a new BMW dealership. These milestones reinforce our commitment to investing in the region, and we continue to look for further opportunities to increase our economies of scale in line with our growth strategy.

Progress in ESG remained a priority, highlighted by the achievement of BREEAM In-Use 'Excellent' certification for our two DPD transit terminals. We are also working towards the same certification for our Liepų Parkas development project, alongside further integration of renewable energy solutions. Additionally, we continue to enhance transparency in our supply chain, in compliance with the Norwegian Transparency Act ("Åpenhetsloven")

Looking ahead, we recognise the increasing geopolitical uncertainty surrounding NATO, regional security, tariffs, and broader market conditions. Lithuania's strategic position presents both risks and opportunities, which we continue to monitor closely. With a strong financial foundation and disciplined approach, we are well positioned to navigate challenges while delivering sustainable long-term value for our shareholders.

Nature of business and location

Baltic Sea Properties AS (BSP) is a Norwegian publicly listed real estate company and a leading investor, owner, and developer in the Baltics, owning a portfolio of logistics, industrial, and commercial assets. Our aim is to become the preferred real estate partner and a leading investment company in the region. The company (ticker: BALT) has been listed on Euronext Growth Oslo (formerly known as "Merkur Market") since November 2017.

The management and development of the group's properties are undertaken by our local team, which possesses extensive experience in the Baltic real estate market, through seventeen wholly owned subsidiaries, all registered in Lithuania. In addition to refining the current portfolio, the company is continuously working to enhance the portfolio with new cash flow and development projects that will increase shareholder value and strengthen the company's capacity for dividend distribution.

The group's central head office is located at Tollbugata 8A in Oslo, Norway.

The Group's Annual Financial Statements

Accounting Standard

The Group's consolidated annual financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS). Please refer to the financial statements' notes 1 and 2 for more detailed descriptions of the accounting principles applied under IFRS.

Profit & Loss

The Group's total operating income (excluding adjustments in asset valuations) saw an increase of NOK 5.2 million in 2024, reaching NOK 97.2 million, up from NOK 92.0 million in 2023. Furthermore, the fair value adjustment of investment properties for 2024 amounted to MNOK 41.3 driven by CPI adjustments on rent and profit from development on the first stage of Liepų Parkas.

Of total operating income, NOK 96.4 million, previously NOK 91.3 million, was attributable to rental income. This growth is mainly due to CPI adjustments on existing leases but also the effect of the expansion of BSP Park – Vilnius A1 coming into full effect during this year. Total operating income increased approximately 3.7% measured in EUR.

The Group's operating expenses increased by NOK 1.3 million in 2024 to NOK 27.4 million (NOK 26.2 million). Nevertheless, measured in EUR, the increase in operating expenses was just EUR 69 thousand. (See notes 7 and 8 for further specification).

The Group's net financial items for the year were a net cost of NOK 42.2 million, increased from NOK 40.0 million in 2023, mainly due to a significant increase in the group's interest expenses. (Note 9).



Financial Position (Balance Sheet)

The Group's total assets at the end of the year 2024 were NOK 1,436 million. Of this, NOK 1,346 million were investment properties (including NOK 29.6 million in right-of-use assets). (Note 4).

The Group's equity on the balance sheet date was NOK 615.3 million.

Interest-bearing liabilities were NOK 687.5 million. (Notes 19 and 20).

Real estate portfolio

The Group made no divestments in 2024. The first stage of the Liepų Parkas development was completed on schedule, with handover to ESO (Ignitis Group) in January 2025. In February 2025, we secured a long-term lease agreement with UAB Krasta Auto (Inchcape Group) for a 2,475 m² BMW dealership, marking the second stage of Liepų Parkas.

For investment properties owned at the end of the year, the total valuation was NOK 1,316 million. Valuations as of 31.12.2024 have, as usual, been obtained from Newsec Baltics and Ober-Haus Real Estate Advisors. The market value of the group's real estate portfolio increased by NOK 195 million compared to 31.12.2023, mainly driven by profit and investment in Liepų Parkas project, CPI adjusted on rent, and investments into new development land adjacent to the Klaipėda Business Park.

Financing

The group holds a robust financing platform, with Luminor and SEB serving as its primary financing partners at SPV level. Additionally, we strategically leverage mezzanine facilities to improve our capacity for undertaking new projects.

Such as for the Grandus shopping centre acquisition in May 2022, the company has utilised seller credit from Baltic Equity Group UAB and other sellers. As of the 1st of January 2024, the ingoing balance stood at EUR 830 thousand which was repaid during the second quarter of 2024.

In June 2024, we successfully raised NOK 98.4 million through a private placement and a subsequent offering. (Note 18). Key investors included UAB Baltic Equity (controlled by our Chairman, James Clarke), Auris AS (controlled by Henrik Austgulen, who was elected to the Board in June), and Arthen Invest AS (controlled by our CEO, Lars Christian Berger), reflecting strong confidence from insiders to our long-term strategy. Additionally, the capital raise strengthened our balance sheet, ensuring financial flexibility to support ongoing and future developments into 2025, including the next stages of Liepų Parkas.

The Parent Company's Annual Financial Statements

Accounting Standard

The annual financial statements have been prepared in accordance with the accounting laws and follow Norwegian accounting standards and recommendations for good accounting practice, in compliance with the ongoing obligations for companies listed on Euronext Growth Oslo. (Note 1).

Summary

In 2024, the parent company had operating revenues of NOK 5.0 million, consisting of asset management fees from its own subsidiaries. The parent company's operating expenses for the year were NOK 8.8 million, with the largest item being salary costs of NOK 4.7 million (including board fees, national insurance contributions, pension expenses, etc).

The parent company's net financial items for the year were positive at NOK 11.2 million, of which interest income from subsidiaries and currency gains on group loans contributed the most, while impairment of shares in subsidiary (NOK 4.5 million) pulled in the other direction.

The book value of the parent company's assets was NOK 293.3 as of 31.12.24, of which loans to subsidiaries amounted to NOK 232.3 million. Assets also included investments in subsidiaries of NOK 10.6 million, trade receivables from subsidiaries of NOK 1.0 million, and bank deposits of NOK 48.3 million. The increase in asset values from the year prior is by and large due to increased bank deposits after the capital raise, as well as increased loans to subsidiaries, accumulated interest and currency gains on these loans.

The parent company's equity was increased by NOK 91.1 million in 2024, by and large due to the capital raise, while the effect of the positive result (NOK 7.4 million) was outweighed by the distribution of dividends (NOK 11.7 million).

On the liabilities side, the parent company total liabilities remained unchanged at NOK 51.5 million (NOK 51.6 million), mainly made up of the mezzanine loan. (Note 8)

Continued Operations

The annual financial statements have been prepared on a going concern basis. The Board's assessment is based on budgets and earnings forecasts for 2025 as well as the Group's strategy. The Group has equity of NOK 615.3 million, profit for the year of NOK 55.3 million after tax, and net cash flow from operating activities of NOK 82.3 million.

The Board and management consider the assumptions for continued operations to be sound.



Research and Development

The Group was not involved in research or development activities (R&D) in 2024.

Events after the balance sheet date

On the 18th of February 2025, we published a stock market announcement confirming that we had entered into a long-term lease agreement with UAB Krasta Auto (Inchcape Group) for a 2,475 m² BMW dealership. This agreement marks the second stage of our Liepų Parkas development project, a 15,600 m² business and retail park in Klaipėda.

The agreement is based on triple-net lease principles with a 10-year term. The facility will be BREEAM-certified and designed to incorporate renewable energy solutions. The total estimated development cost, including land and allocated infrastructure for this phase, is approximately €4.9 million (around NOK 54 million). The handover and opening of the dealership are scheduled for January 2026.

Please refer to the stock market announcement published on the 18th of February 2025 (NewsWeb message ID 639071) for further details.

Financial Risk Management

The Group is exposed to financial risk through variations in interest rates and exchange rates. The Company is also dependent on access to financing in the banking and capital markets. The risk of losses on receivables is also closely monitored because of the geopolitical risks and market turbulence and its effect on the Baltic states and the global economy.

Capital Management

Capital management focuses on the optimal balance between equity and debt in a company's capital structure. It aims to maximise shareholder value and ensure long-term financial stability by minimising the cost of capital and maintaining an appropriate level of financial flexibility for its operations.

Currently the board has set a target on its investment and company strategy to not go over 60 % loan-to-value and maintain a minimum 12-month interest coverage liquidity buffer. At the date of this report, the loan to value ratio for the group's real estate portfolio is 47.2 % and including the group leverage positions 53.3% (excluding cash reserves). The group's total cash position was MNOK 81.0 per 31.12.2024, which is considered in line with the strategy on cash reserves of minimum 12-month interest coverage but also leaves room for new investments.

The Group is exposed to financial risk and has defined the following relevant risk areas:

Credit risk

Credit risk is assessed at group level and is mainly linked to the risk of incurring losses as a result of tenants not

paying the agreed rent. Rent payment is normally secured with a rent deposit or payment guarantees from banks or guaranteed by parent companies, usually with a high credit rating. In recent years, the group has had relatively low losses on rental claims, and the risk that the group will incur significant losses because of bankruptcies among tenants, is considered moderate. Realised losses have not increased significantly since the Covid-19 pandemic or Russia's invasion of Ukraine, and the group considers that the rental income achieved in the financial year indicate that tenants' capacity to withhold its lease obligations will be maintained. In recent years, rental losses have accounted for less than 0.1 % of the group's rental income.

(Please refer to note 20 for maturity analysis related to the group's debt and other payables.)

Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the financial liabilities when they are due. The liquidity risk is mitigated by having adequate cash/liquidity reserves, a moderate loan-to-value ratio and long-term loan agreements. The liquidity reserve consists of liquid current assets and unused long-term credit lines in larger financial institutions. The board has set targets for the group's liquidity reserves which will both ensure financial freedom of action to be able to exploit investment opportunities quickly, and to contribute to significantly reducing the financial risk. The liquidity risk linked to the refinancing of the group's debt is mitigated by balancing the refinancing need within the next period in relation to the group's liquidity reserve.

There are financial covenant requirements (loan conditions) in all of the group's bank loan agreements related to equity share, debt service cost coverage ratio and loan-to-value ratio. The group has fulfilled all requirements in the loan agreements in the financial year. The group has a relatively good margin in relation to the defined covenant requirements, and the risk of breach of these requirements is considered to be moderate to low for the next 12 months. The group has assessed that there is a low probability that the current market turbulence will affect the group's ability to service its financial liabilities in the next 12 months.

Optimisation of the Company's short-term and long-term financing is a natural part of the Company's daily operations, and the Company makes ongoing strategic assessments in this connection, which may include the sale of assets, refinancing of existing loans, bond financing, M&A, and/or raising capital from the Company's shareholders or external investors to ensure continued operations.

Currency risk

The Group is also exposed to currency risk against NOK, as the Group's investments, revenues, and the majority of costs are in euros. All properties are financed through debt in euros, collectively forming a natural hedge for part of the currency risk. The remaining exposure is not hedged by the Group, in line with the company's strategy to allow investments in Baltic Sea Properties to also include a euro



exposure for the investor.

(Please refer to note 4 and 22 for currency sensitivity analyses.)

Interest rate risk

Changes in interest rates can have a significant impact on the value of real estate assets, the cost of financing, and the ability of real estate companies to generate income. The risk associated with unpredictable cost of financing, can be mitigated by having a portion of long-term fixed interest rates in the financing mix.

The board closely discuss targets for the share of fixed interest depending on the cost at the time. Interest positions and interest profiles are reported to the board on a regular basis.

The group currently held fixed interest agreements for approximately 3.5 % of the loan portfolio per 31.12.2024 with a remaining term of 0.34 years. Interest hedging in the

group is mainly carried out using financial instruments at portfolio level. The group does not apply hedge accounting in accounting for the swap and cap agreements.

(Please refer to note 22 for interest sensitivity analysis.)

Risk factors and risk management

Risk management is crucial in identifying, assessing, and mitigating potential risks associated with operations of the group. It ensures that risks are proactively addressed to safeguard the financial, legal, and operational well-being of the investment portfolio, the employees, the environment, shareholders, and stakeholders.

We update our risk management policy continuously whereas we are focusing on a structured framework to manage risks across our organisation and in our project and property management. Below follows some of the most influential risks we are monitoring on a regular basis.

Risk Area	Risk Description	Risk level	Comments/Action
Political	<p>Russia's 2022 Invasion and the Ukraine War Geopolitical, security and trade implications. The sanctions imposed on Russia and Belarus which cause structural changes in trade and goods flow in the world, may affect some of BSP Group's tenants.</p> <p>Trump presidency Increased uncertainty related with USA foreign policy, which has implications for regional security in Ukraine and Eastern Europe; and increased uncertainty for international trade (such as increased tariffs), which have global implications for manufacturing companies and logistics providers.</p>	High ●	<p>BSP Group considers that geo-political security risks are mitigated by the Baltics membership of NATO (and its European partners) and strong integration and alignment with EU partners. Some of BSP Group's logistics tenants whose transit business had impact from structural changes have been able to replace those business lines successfully. Management proactively maintains close contact with all BSP Group's tenants and monitors the impact of changes closely.</p> <p>Trumo's second presidency introduces significant uncertainty for the Baltic nations regarding NATO's security guarantees. In response, the Baltic states are accelerating military investments, deepening regional cooperation, and strengthening ties with European allies to hedge against potential shifts in U.S. policy toward Russia.</p> <p>On 2nd of April 2025, the U.S. announced a sweeping new tariff plan, including a 20% rate on EU imports, introducing significant uncertainty as it may reshape global trade flows, disrupt key export markets, and alter tenant demand in logistics and manufacturing sectors critical to the Lithuanian economy.</p>
Economical	<p>Macroeconomics and energy costs Inflationary pressure & lower economic growth potentially affecting BSP Group's tenant's business, and elevated interest rates affecting BSP Group's cost structure.</p>	High ●	<p>The Consumer Price Index (CPI) in the Baltic region has increased significantly over the past 3-4 years. However, inflationary pressure has eased in the last year, and market expectations for future inflation and interest rates have been reduced.</p> <p>BSP Group benefits from a robust financial platform, governed by a disciplined investment strategy and finance policy. This includes a conservative leverage cap of 80% Loan-to-Value (LTV) which in particular has been important in the last 12 months.</p> <p>The Group also maintains a strong and diversified tenant base, with a weighted average unexpired lease term (WAULT) of approximately 8 years and rent levels aligned with market standards, supporting stable income generation.</p> <p>While headline inflation has decreased, energy markets remain volatile. As of February 2025, the Baltic states have successfully synchronised with the continental European power grid (ENTSO-E), significantly reducing dependence on Russian energy systems. Lithuania continues expanding its renewable energy capacity but remains a net energy importer. Recent disruptions to undersea energy infrastructure in the Baltic Sea have raised regional energy security concerns. Nevertheless, wholesale energy prices have softened slightly, providing some cost relief to tenants and operators.</p>
Social	<p>Demographics and social changes with rising cost of living Implications on employees, people, business, and real estate requirements.</p>	Moderate ○	<p>The cost of living has increased dramatically in the past 2 years. BSP Group currently has 17 employees, with many others indirectly via suppliers and construction companies. BSP Group is continually developing and updating its Social Responsibility & Human Resources Policies - with a focus on long term stakeholder and employee relationships. Management monitors demographics and social changes and consider future real-estate demand requirements for each segment while making investment decisions.</p>



Risk Area	Risk Description	Risk level	Comments/Action
Technological	Automation & new Technology - Changing consumer preferences and trade cause implications for real estate sectors, locations, and assets.	Moderate 	AI and automation are increasing pace. BSP Group is continually developing its Research, Development, and Innovation Strategy to learn, understand, and harness the opportunities of the changes which effects BSP Group's external environment and the commercial real estate sector. Management considers the long-term flexibility of BSP Group's projects and the sustainability of each of BSP Group's tenants' business, while making investment decisions.
Environmental	Sustainability Regulations & Expectations Sustainability initiatives/expectations with increased regulations and associated costs. Changing tenant requirements and adaptability of real estate.	Moderate 	Environmental-related legislation is increasing. BSP Group is continually developing and updating its Environmental Responsibility Policy, while expanding and incorporating new reporting methods as well as implementing sustainability initiatives in existing and new projects. Existing projects have been or are being BREEAM rated, while all new projects are designed according to reaching BREEAM standards, also with renewable energy possibilities - depending on tenant's requirements. BSP Group may also implement the VSME standard for sustainability reporting, following a careful assessment of its implications — including the potential need for additional internal resources and/or external advisory and audit to ensure compliance.
Legal and Tax	Changing Legislation External factors can create potential changes in laws and regulation. Disputes Disputes, legal costs and potential damages	Moderate 	Environmental related initiatives drive new legislation. BSP Group considers and maintains awareness of potential changes in legislation. Engagement of professional partners helps develop mitigation measures. BSP Group focuses on having well prepared agreements (preferably with long term partners), while also proactively assessing and addressing agreement performance to reduce possible disputes and litigations.
Corporate Governance	Compliance, Responsibility and Transparency Fundamental to ensure stakeholders interests are protected.	Moderate 	Stakeholder requirements for good corporate governance is fundamental and increasing. BSP Group complies with provisions of the Private Companies Act, the Securities Trading Act, the MAR, and the Stock Listing Rules. BSP Group complies with all local subsidiary company laws and all articles of association. BSP is continually developing its Corporate Governance Policy, also in adherence with NUES / NCCG. Responsibility is provided by multiple layers including the shareholders (GM), committees, the Board of Directors, the CEO, the MDs, and employees. Developing and monitoring internal control measures and updating internal policies is a continual process and are comprehensively detailed in the Risk Management Policy.
Insider Trading	Illegal Trading Distorts prices, erodes confidence, and damages BSP Group's reputation	Moderate 	BSP Group is a public company, subject to Norwegian law, the Private Companies Act, the Securities Trading Act, the MAR, and the Stock Listing Rules, which provides legislation against insider trading. BSP Group complies with its comprehensive Insider Trading Policy, which provides a framework for procedures to ensure that all Inside Information is treated correctly, communicated to the management, and made public when needed. The purpose of the Insider Trading Policy is also to ensure that Inside Information is not misused by Insiders and that these are made aware of the possible consequences of such misuse.
Real Estate Market	Market Sentiment/Uncertainty External factors have implications on liquidity, valuations, and finance - creating challenges and opportunities.	High 	The Baltic real estate market remains relatively resilient despite economic uncertainty, and geopolitical risks. BSP Group continues its long-term grow-and-hold strategy, focusing on acquisitions, developments, and joint ventures in strategic sectors. While industrial and logistics assets perform well, some tenants face financial strain, increasing the risk of rent payment delays despite contractual protections. BSP Group actively monitors tenant risk and maintains a diversified, long-term tenant mix to mitigate potential disruptions.
Real Estate Portfolio	Segment Performance & Diversification Real estate sectors affected by market changes - transit logistic refocus, Industrial regionalisation, E-commerce expansion & remote working trends.	Moderate 	BSP Group has a long-term focus to sustain a growing, high-quality, and balanced investment portfolio with at least 2/3 Industrial & Logistics portfolio - providing 1/3 allocation to other opportunities. By continually researching and developing its business and investment strategies, BSP Group balances its portfolio across sectors and harnesses opportunities in attractive sectors.
Real Estate Assets	Attractiveness and Sustainability Importance of quality, long term functional flexibility, and sustainability in buildings/parks.	Moderate 	Increased awareness from tenants on value of services, sustainability and not only space & price. BSP Group has a value & sustainability investing approach - acquiring quality assets, locations with sustainable income. BSP Group considers the life cycle sustainability, functionality, and flexibility of each investment & development project. Each project has an annual upgrade CAPEX or sinking fund budget, with a focus on balancing long-term depreciation upgrades and improving attractiveness.
Real Estate Valuations	Economic & Market Cycle Rising discount rates, higher yields and rent inflation increases impacts valuations.	Moderate 	Yield have increased by 0,50-1,00% in relevant segments in the past two years; however future expectation is for more stable yield dynamics. Annual increased inflation indexation on rent has offset a considerable part of the yield increases. BSP Group uses 2 (two) independent valuers to establish own internal values, considering and communicating variations due to project specifics in a conservative approach. BSP Group valuations are also positively impacted by stable portfolio and long-term leases with strong tenants.
Real Estate Development	Project Management Project procurement and partner risks for the entire project development scope, including controls on safety, cost, time, and quality of the projects.	Moderate 	BSP Group develops projects based on preleased agreements and avoids unnecessary speculation projects. Construction activity has slowed in the Baltics; however, optimism remains, especially in certain sectors and works continue. BSP Group has an established project management framework and clear responsibilities for management of each part of the project - concept / marketing & land; design & planning and construction / renovation stages. BSP generally engages general contractors for fixed price contracts, thus having fewer partners and risks to manage in the process. BSP Group is careful not to concentrate development risk, therefore the investment strategy limits that <35% of BSP Group equity is dedicated to development projects.



Risk Area	Risk Description	Risk level	Comments/Action
Suppliers / Contractors	Inflation & Competition Real and opportunistic inflationary pressure can potentially increase costs	Moderate 	BSP suppliers include financial institutions, development contractors, professional consultants, real estate services and utility suppliers, etc. BSP Group has a long-term partnership and supply chain management policy. Maintaining and nurturing the long-term, transparent, and win-win partnership approach is a key part to BSP Group's strategy. BSP Group is continuously developing its Supplier Relationship Policies including to ensure its partners follow solid operational procedures and safety policies. Additionally, compliance with the Norwegian Transparency Act (Åpenhetsloven) is a key focus area. BSP Group recognises the reputational risks associated with supply chain due diligence and is proactively ensuring that all suppliers align with human rights, labour standards, and ethical sourcing requirements. The company is continuously developing its Supplier Relationship Policies, implementing stricter vetting, reporting, and compliance mechanisms to mitigate risks and maintain responsible business practices.
Clients/Tenants	Investment Projects Stability of Income Tenant profitability stress due to inflation, tariffs and possible global economic slowdown. Development Projects Marketing Demand & pricing of space in new projects.	High 	Investment Projects BSP Group tenants are currently performing all lease agreements well, with practically no delays in payments. The outlook is currently stable, albeit unpredictable. There can be challenges in some sectors; however, it is expected that the tenants shall absorb these pressures. BSP Group has a long-term partnership and Tenant Relationship Policy. Maintaining and extending long-term leases with solid tenants and nurturing the transparent and win-win partnership approach is a key part to BSP Group's strategy. BSP Group assesses and closely monitors each tenant's business, while also developing leasing alternatives for each project - maintaining market rent levels and considering the attractiveness of each project and premises. Development Projects BSP Group projects are mainly built-to-suit projects, with exception of some predesigned flexible projects. BSP Group is careful to ensure that new project tenants and rent levels are sustainable in the long term (also considering the current higher input prices and yield requirements)
Vacancy	Income Sustainability Vacancies created by tenant defaults or lease renewal can reduce the net operating income.	Moderate 	BSP Group currently has minimal vacancy and forecasts a stable outlook for its portfolio, with some contingencies. The only exception is the Vilnius East Terminal, which is expected to be vacant from 1 st January 2026. However, management is actively engaged in leasing efforts and anticipates that the park will be fully leased by the end of 2026. With a relatively long-term WAULT of over eight years, BSP Group is well-positioned to mitigate risks associated with tenant turnover and potential vacancies. Maintaining strong Tenant Relationship Management policies and proactive project marketing remain key elements of the company's risk mitigation strategy.
Finance	Capital Management Importance of maintaining a prudent balance between equity and debt in a company's capital structure and maintaining long-term finance agreements.	High 	BSP Group maintains a group loan-to-value ratio of less than 60% in compliance with its Corporate and Investment Strategy. BSP Group also maintains a minimum 12-months' bank interest coverage buffer. BSP Group has an established long-term partnership of over 20 years with its main banking partners - SEB & Luminor; however actively discusses co-operation with other players in the region and considers future finance trends and opportunities. BSP Group has developed solid relationships with mezzanine finance providers mostly for development bridge finance. BSP is actively renewing and extending finance terms with partners.
Interest rates	Euribor Elevated interest base rates can have a significant impact on financing costs for projects and thus reduce profitability and may affect finance agreement covenants and solvency. Interest Margins Bank margins on new loans remain a key factor influencing financing costs.	High 	Euribor: BSP Group's bank financing costs are linked to Euribor base rates, with a portion fixed and the majority variable. The recent decline in spot ECB rates, and consequently in 5-year swap rates, currently approximately 2.5% and will alleviate pressure on financing costs going forward. BSP Group continues to refine its Finance Policy, including its interest hedging strategy, ensuring an optimal balance between fixed and variable interest costs. Interest rate positions, covenant compliance, and financing profiles are reviewed regularly and reported to the board. Margins: BSP Group has term finance agreements with its financial partners and with fixed margins. While agreeing extensions of terms and discussing new projects finance, BSP Group has been able to maintain attractive interest rate margins. It is expected that with the current competitive and stable banking environment, the margin levels will be maintained for new loan agreements."
Liquidity & Solvency	Liquidity - ability to pay short term obligations and capability to sell assets quickly to raise cash. Solvency - ability to meet long term debts and continue operations.	Moderate 	BSP Group liquidity risk is mitigated by having adequate cash reserves and having liquid assets within the portfolio. BSP Group solvency risk is mitigated by having long term contractual income, and a moderate loan-to-value ratio with relatively long-term loan agreements. BSP management continually stress test budgeted income with respect to financial covenants and obligations.



Risk Area	Risk Description	Risk level	Comments/Action
Crisis Management	Unpredictable Events Such as accidents, terrorist attacks, acts of war, riots, civil unrest, pandemic diseases, and other similarly unpredictable events.	High ●	Adequate crisis management planning can help mitigate the risks created by unpredictable events. BSP Group's experience to manage the Covid -19 Pandemic challenges have helped understand the challenges for crisis management planning and consideration. BSP Group is continually developing its general crisis management plans. There is an increased risk from Russian sabotage and aggression in the region.
Currency	EUR and NOK Currency exchange fluctuations.	Moderate ○	BSP Group is predominately a Euro currency business with all income in Euro and most of the group costs in Euro (smaller overhead costs in Oslo are in NOK). BSP Group assets are based in Euro area, valued in Euro and financed through almost all debt in Euro, collectively forming a natural hedge for most of the currency risk. The return exposure in Euro is not hedged by BSP Group - in line with BSP Group's strategy to have a Euro exposure for the investor.
Human Resources	Competence & Responsibility Directors & employees are responsible to respect the values of BSP Group and must have adequate competence to help create & execute its strategy in the interests of all stakeholders. Code of Conduct BSP's reputation and business can be severely damaged by corruption, insider trading, bribery, gross negligence, and personnel acting irresponsibly."	Moderate ○	BSP Group core values include commitment, innovation, respect, accountability & integrity. BSP Group is continually developing its Human Resources Policy to hire and retain good people, to provide effective organisation, to develop competences, to structure communications in order to protect the interests of the shareholders and other stakeholders. BSP Group as a responsible employer, ensuring that the company's employees have an attractive and respectable remuneration package including investing in professional development, and rewarding excellence. BSP Group has strict Code of Conduct policy with high standard of integrity and a zero-tolerance policy for all breaches including corruption and financial crimes. Enhanced measures are detailed in the Risk Management Policy.

Environmental Reporting

The construction and real estate sector affect the environment and climate both directly and indirectly. The areas with the greatest direct impact are the development of the buildings themselves and energy consumption throughout the building's lifespan. In addition, the environment is indirectly affected by our tenants' water consumption and waste production, among other things. More than 60% of our tenants are involved in logistics operations, and goods are transported to and from warehouse buildings by road transport.

Throughout 2024, management has continued the process to certify the real estate portfolio according to the BREEAM environmental assessment and rating system. By the end of 2024, 37.5% of our investment properties (measured in m2) had been certified, of which 94% achieved a BREEAM In-Use certification of "Very good" or higher.

Corporate Strategy

Our vision: *To be the preferred real estate partner and leading investment company in the region.*

Our mission: *To foster a great team, to provide high quality and sustainable solutions for our partners, thus creating superior long-term value and returns for our shareholders.*

Our values:

- *Commitment to our people and their professional development.*
- *Focusing on innovation and value creation.*
- *Respect for our social and physical environment.*

- *Accountability and fairness with our stakeholders.*
- *Reliability and integrity in all we do.*

Working Environment, Personnel, and Equality

The Board of Directors consists of four people, all of whom are men. As of today, the group has 17 employees, consisting of 9 women and 8 men. The group strives to avoid discrimination based on ethnicity and orientation.

No injuries or accidents were reported in 2024.

Transactions with Related Parties

The seller credit from Baltic Equity Group UAB (and other sellers) as part of the acquisition of Grandus shopping center in May 2022, had an ingoing balance per 1st of January 2024 of EUR 830 thousand. BSP settled the remaining balance during the second quarter of 2024.

Directors and Officers Insurance

Baltic Sea Properties AS has a Directors and Officers insurance policy with an annual total liability limit of NOK 50 million. The insurance covers the Board's legal liability for financial loss arising from the exercise of their directorial duties, as well as associated legal costs. The insurance also covers the boards of the group's subsidiary companies (where Baltic Sea Properties directly or indirectly owns at least 50% of the shares) and employees who represent Baltic Sea Properties in external directorial roles.



Future development

As of the date of the Board's annual report, it is expected that more than 75 % of the Group's rental income in 2025 will be from the logistics and industrial segment, according to signed lease agreements.

- As we continue to develop our portfolio, we remain committed to delivering high-quality facilities tailored to our clients' needs. The next stage of our Liepų Parkas development is now underway, following the lease agreement with UAB Krasta Auto (Inchcape Group) for a BMW dealership. This project builds on the foundation established with ESO (Ignitis Group) and represents a steady expansion of our presence in Klaipėda. With further phases planned, we will continue to focus on strengthening our development pipeline and ensuring long-term value creation in the years ahead.
- The Group's operations are shaped by regional and macroeconomic conditions, with the interest rate environment remaining a key factor. While borrowing costs have moderated somewhat, they remain elevated compared to pre-2022 levels. As of 31.12.2024, the Group's net LTV under IFRS stood at 47.17% (including the mezzanine loan), reflecting a solid capital structure that provides resilience in the current market. Although the company's debt is exposed to floating interest rates, we maintain a moderate debt level, ensuring good solvency and the ability to navigate potential fluctuations in financing costs.
- Baltic Sea Properties continues to develop its sustainability strategy with the aim of turning increasing requirements into a competitive advantage, including by making significant investments that will reduce the portfolio's carbon footprint and assist our tenants in their green transition. As part of this strategy, the Group continuously evaluates investments in the existing property portfolio to maintain/increase the

properties' attractiveness and/or strengthen tenants' prospects for stable and long-term operations. Investments in maintenance and standard upgrades are mainly borne by the tenant, either in the form of their contractual obligations or through increases in the agreed rental price. However, Baltic Sea Properties sees value in covering such expenses in certain cases to secure future cash flow and maintain a good relationship with the tenant. In addition to implementation of the EU Taxonomy/"Green Deal", real estate owners need to assess its need for improving energy efficiency in their buildings. As of the date of the Board's annual report, approximately EUR 0.7 million in upgrades are planned for the portfolio in 2025.

- Our fundamental approach to real estate management and development, supported by a strong capital structure, positions us to navigate market cycles effectively. We remain a key player in our sector, and are optimistic about our future opportunities in development, new acquisitions, and asset management of our existing portfolio.

Transparency Act reporting

As part of our work on human rights and decent working conditions, we carry out regular due diligence assessments to identify, prevent and limit actual and potential negative impacts from our operations and supply chain. These due diligence assessments are based on the OECD guidelines in the Factlines system. We give priority to following up risks of negative consequences based on The Norwegian Agency for Public and Financial Management's high-risk list, which take into account both the severity of the consequences for those affected and the likelihood of negative impact.

Information regarding the results of these due diligence assessments are published on our website (balticsea.no/about/#responsibility) on an ongoing basis and the next planned statement will be published by 30th of June 2025.

Allocation of the result for the year – Parent Company (in accordance with Norwegian accounting standards)

The Board proposes the following allocation of the parent company's result for 2024:

Dividend:	NOK	11 692 030 ¹
Transfer to/from retained earnings (equity):	NOK	-4 300 077
Result for the year:	NOK	7 391 953

¹ NOK 11 692 030 (NOK 1.75 per share) was distributed as dividend in June 2024, in accordance with the decision of the AGM held on the 6th of June 2023.

Oslo, the 10th of April 2025

James Andrew Clarke
Chairman of the Board

Henrik Austgulen
Board Member

John David Mosvold
Board Member

Bjørn Bjørø
Board Member

Lars Christian Berger
CEO



Declaration

The undersigned declare that to the best of their knowledge, the annual accounts for Baltic Sea Properties AS have been prepared in accordance with applicable accounting standards, and that the information in the accounts provides a true and fair view of the company's and the group's assets, liabilities, financial position, and overall result as of 31st December 2024.

The undersigned further declare that to the best of their knowledge, the annual report for Baltic Sea Properties AS provides a true and fair overview of the development, results, and position of the company and the group as of 31st December 2024.



Lars Christian Berger

CEO

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LCB@BalticSea.no



James Andrew Clarke

Chairman & CIO

+370 612 37 515
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Henrik Austgulen

Board Member



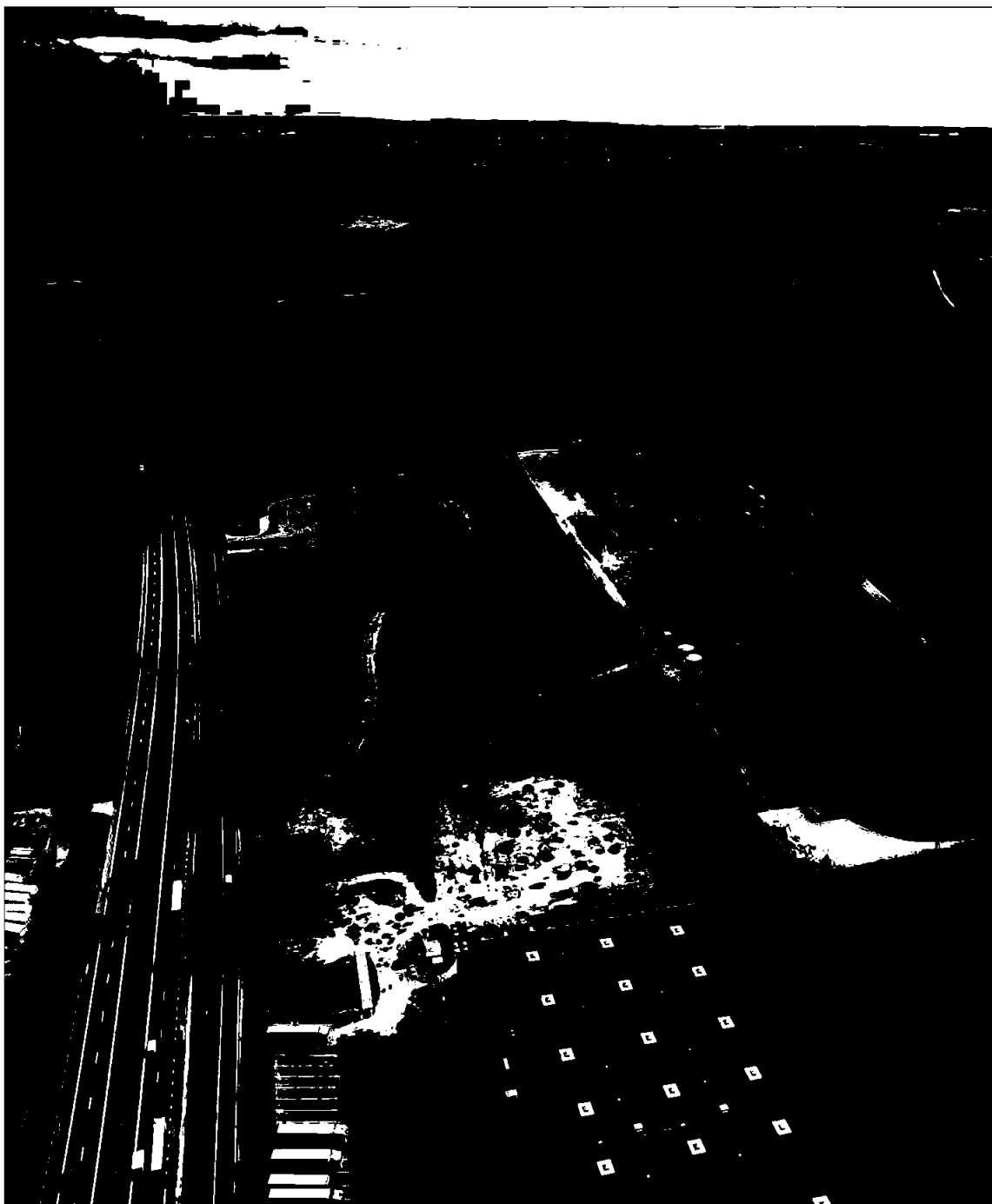
John David Mosvold

Board Member



Bjørn Bjøro

Board Member



BSP Park | Vilnius A1



Baltic Sea Properties AS

Annual report | 2024

Consolidated statement of profit or loss

Amounts in NOK thousand

<i>For the year ended 31 December</i>	Note	2024	2023
Rental income	3	96 413	91 286
Change in fair value of investment properties	4	41 323	3 961
Other income	3	785	754
Total operating income		138 521	96 001
Payroll and related costs	5	17 457	15 487
Depreciation, amortisation and impairment	6	699	1 035
Other operating expenses	7, 8	9 280	9 639
Total operating expenses		27 436	26 162
Operating profit		111 085	69 840
Change in fair value of financial instruments	9, 10	-479	-6 449
Financial income	9	688	311
Financial expenses	9	-42 827	-33 892
Net currency exchange differences	9	341	58
Net financial income (cost)		-42 277	-39 972
Profit before income tax		68 808	29 868
Income tax expense	11	-626	-2 013
Change in deferred tax liability/assets	11	14 108	2 913
Profit for the period		55 325	28 968
Earnings per share	Note	2024	2023
Basic	12	6	4
Diluted	12	6	4
Profit is attributable to:		2024	2023
Owners of Baltic Sea Properties group		55 325	28 968
Non-controlling interests		-	-



Baltic Sea Properties AS

Annual report | 2024

Consolidated statement of comprehensive income

Amounts in NOK thousand

<i>For the year ended 31 December</i>	2024	2023
Profit for the period	55 325	28 968
Other comprehensive income not to be reclassified to profit and loss		
Foreign currency translation differences	26 202	26 008
	26 202	26 008
Total comprehensive income for the period	81 527	54 976
Total comprehensive income is attributable to:		
- Owners of Baltic Sea Properties group	81 527	54 976
- Non-controlling interests	-	-
	81 527	54 976



Baltic Sea Properties AS

Annual report | 2024

Consolidated statement of financial position

Amounts in NOK thousand

For the year ended 31 December	Note	31 December 2024	31 December 2023
Assets			
Investment property	4	1 345 746	1 150 216
Other operating assets	6	1 654	1 631
Right-of-use assets	13	-	133
Financial derivatives, non-current	14	-	412
Long-term receivables	14, 15	2 509	2 391
Total non-current assets		1 349 909	1 154 784
Trade receivables	14	3 271	3 209
Financial derivatives, current	14	171	214
Other receivables and other current assets	16	2 087	3 089
Cash and cash equivalents	14, 17	80 990	40 888
Total current assets		86 519	47 400
Investment property held for sale		-	-
Total assets		1 436 428	1 202 184



Baltic Sea Properties AS

Annual report | 2024

Consolidated statement of financial position

Amounts in NOK thousand

For the year ended 31 December	Note	31 December 2024	31 December 2023
Equity			
Share capital	18	870	669
Share premium		214 031	118 788
Other paid-in equity		-1	-1
Total paid-in equity		214 900	119 456
Retained earnings		400 440	330 605
Total equity		615 340	450 061
Liabilities			
Deferred tax liabilities	11	65 277	48 518
Interest-bearing liabilities	19, 20	657 058	616 955
Lease liabilities, non-current	13	30 381	29 051
Total non-current liabilities		752 716	694 523
Lease liabilities, current	13	103	232
Interest-bearing liabilities, current	19, 20	30 433	37 460
Trade payables	14	14 171	3 237
Other current liabilities	14, 21	23 665	16 671
Total current liabilities		68 371	57 600
Total equity and liabilities		1 436 428	1 202 184

Oslo, the 10th of April 2025

James Andrew Clarke
Chairman of the Board

Henrik Austgulen
Board Member

John David Mosvold
Board Member

Bjørn Bjørø
Board Member

Lars Christian Berger
CEO



Baltic Sea Properties AS

Annual report | 2024

Consolidated statement of changes in equity

Amounts in NOK thousand

Attributable to owners of Baltic Sea Properties AS							
	Share capital	Share premium reserve	Other paid-in equity	Retained earnings	Total	Non-controlling interests	Total equity
Equity at 1 January 2023	669	118 788	-1	286 227	405 683	-	405 683
Net profit for the period	-	-	-	28 968	28 968	-	28 968
Capital increase	-	-	-	-	-	-	-
Share based payments	-	-	-	89	89	-	89
Other comprehensive income for the period	-	-	-	26 008	26 008	-	26 008
Total comprehensive income in the period	-	-	-	55 065	55 065	-	55 065
<i>Transactions with owners of the company:</i>	-	-	-	-	-	-	-
Transactions with non-controlling interests	-	-	-	-	-	-	-
Dividends paid	-	-	-	-10 687	-10 687	-	-10 687
Equity at 1 January 2024	669	118 788	-1	330 605	450 061	-	450 061
Equity at 1 January 2024	669	118 788	-1	330 605	450 061	-	450 061
Net profit for the period	-	-	-	55 325	55 325	-	55 325
Capital increase	201	95 243	-	-	95 444	-	95 444
Share based payments	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	26 202	26 202	-	26 202
Total comprehensive income in the period	201	95 243	-	81 527	81 527	-	81 527
<i>Transactions with owners of the company:</i>	-	-	-	-	-	-	-
Transactions with non-controlling interests	-	-	-	-	-	-	-
Dividends paid	-	-	-	-11 692	-11 692	-	-11 692
Equity at 31 December 2024	870	214 031	-1	400 440	519 896	-	615 341



Baltic Sea Properties AS

Annual report | 2024

Consolidated statement of cash flows

Amounts in NOK thousand

For the year ended 31 December	Note	2024	2023
Profit for the period before tax		68 808	29 868
<i>Adjustments for:</i>			
Paid taxes		835	-
Changes in value of investment properties	4	-41 323	-3 961
Depreciation, amortisation and impairment	4	699	1 035
Changes in fair value of derivatives	9, 10	479	6 449
Financial income	9	-688	-311
Financial expenses	9	42 827	33 892
Changes in trade receivables & payables	14, 21	11 684	-3 456
Changes in other accruals	14, 21	-1 016	3 630
Taxes paid (net)	11	-	-362
Net cash flows from operating activities		82 306	66 785
Proceeds from property transactions	4		
Investments in investment property	4	-95 164	-29 280
Investments in property, plant and equipment	4	-3 059	-2 259
Interest received		688	311
Net cash flows from investing activities		-95 535	-31 228
Proceeds from interest-bearing debt	19, 20	42 204	64 260
Repayment of interest-bearing debt	19, 20	-38 328	-53 993
Repayments of lease liabilities	19, 20	-1 055	-291
Dividends paid to company's shareholders		-11 692	-10 595
Capital increase		95 444	-
Interest paid		-35 410	-38 110
Net cash flows from financing activities		51 162	-38 729
Net change in cash and cash equivalents		37 933	-3 173
Effects of foreign exchange on cash and cash equivalents		2 169	-22
Cash and cash equivalents at the beginning of the period		40 888	44 083
Cash and cash equivalents at the end of the period		80 990	40 888



Notes to the consolidated financial statements - Baltic Sea Properties Group

Note 1 Accounting Principles

General information

Baltic Sea Properties AS is a Norwegian limited liability company listed on the market place Euronext Growth Oslo. The Company's head office is located at Tollbugata 8a, 0152 Oslo. The Company's consolidated financial statements for 2024 were approved by the board as at 10.04.2024. The Group's operations consist of acquisition, development and letting of investment properties in Lithuania as well as some related business.

Basis of preparation

The consolidated financial statements of Baltic Sea Properties AS have been prepared in accordance with international accounting principles (IFRS) as approved by the EU, with additional information as required by the Norwegian Accounting Act as per 31.12.2024.

Accounting principles

Basic principles

The consolidated financial statements have been prepared based on the historic cost principle with the following modifications:

- Investment properties are presented at fair value
- Some financial instruments are presented at fair value through profit and loss

The consolidated financial statements have been presented on the assumption of the business being a going concern.

The consolidated financial statements are prepared based on similar accounting principles for similar transactions and events.

Functional currency and presentation currency

The Group's presentation currency is NOK. This is also the functional currency of the parent company.

Financial statements of group entities with different functional currencies are translated to NOK using closing date currency rates for balance sheet items and transaction date currency rates for profit and loss items. Translation differences are presented as other comprehensive income.

Consolidation

The consolidated financial statements consist of the parent company Baltic Sea Properties AS and subsidiaries (as listed in note 23) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The acquisition method is used to account for purchases of subsidiaries that constitute a business. The consideration given is measured at the fair value of the transferred assets, the equity instruments that have been issued, liabilities assumed on the transfer of control and direct costs relating to the actual purchase. The cost of acquisition also includes the fair value of all assets or liabilities that are the result of an agreement on contingent consideration. Identifiable purchased assets, assumed liabilities and contingent liabilities are recognised at fair value on the date of acquisition. The costs associated with the business combination are expensed when they are incurred.

If the aggregate of the consideration, the carrying amount of non-controlling interests and the fair value on the acquisition date of any previously held ownership interests exceeds the fair value of the acquired entity's identifiable net assets, the difference is capitalised as goodwill. If the aggregate is less than the company's net assets, the difference is immediately recognised in profit or loss. Contingent consideration is recognised at fair value on the date of acquisition. Subsequent changes in the fair value of the contingent consideration are recognised in profit or loss or recognised as a change in other comprehensive income (OCI), if the contingent consideration is classified as an asset or a liability. Contingent consideration classified as equity is not remeasured, and subsequent settlement is recognised in equity. For accounting purposes, acquisitions of subsidiaries that do not constitute a business as defined in IFRS 3, such as subsidiaries that only consist of a property, are treated as asset acquisitions. The cost of acquisition is then attributed to the individual identifiable assets and liabilities based on their relative fair values on the acquisition date. Expenses associated with the transaction are capitalised under the investment property. In such cases no provision is made for deferred tax in accordance with the exceptions in IAS 12.

Intra-group transactions, balances and unrealised gains are eliminated. Unrealised losses are eliminated, but are considered evidence of impairment in terms of writing down the value of the transferred asset. If necessary, the accounting policies at subsidiaries are changed in order to bring them into line with the Group's accounting policies.

Segment information

Operating segments are reported in the same way as in internal reports to the Group's Chief Operating Decision Maker. The Group's highest decision-making authority, which is responsible for allocating resources and assessing the profitability of the operating segments, has been identified as the Board of Directors and the CEO.

Revenue recognition

Revenue from lease contracts

The Group enters into lease agreements as a lessor with respect to its investment properties. Lease contracts where a significant proportion of the risks and benefits of ownership remain with the Group are classified as operating leases. Revenue recognition under a lease commences at the inception of the lease. Rent payments for the leases are recognised in a straight line over the duration of the lease.

Rental income encompasses the fair value of the payments received for services that fall within the ordinary activities of the company. Rental income is presented net of VAT, rebates and discounts.

Costs for shared services provided to the tenants by external parties do not affect the result beyond an administrative premium recognised as rental income. Shared costs are charged to tenants and recognised in the balance sheet together with payments on account of tenants. Shared costs are settled after the balance sheet date.

Revenue from contracts with customers

In determining the basis for revenue recognition from contracts with customers, the Group identifies the distinct performance obligations under the contracts, allocates the transaction price to each identified performance obligation and account for revenue as each performance obligation is met.

Service income for additional services to tenants is recognised in the period the service is performed. Performance obligations are defined in the individual service agreements, either by standard terms or terms specifically agreed with the client. The performance obligation is considered satisfied when the agreed service(s) is/are delivered and/or the agreed time period for the client relationship expires.

Operating cost

Property related cost include cost associated with property management, cost related to letting of properties, marketing of properties, owners share of maintenance and day-to-day servicing and other cost. Other operating cost include cost related to activities in non-property related operations.

Investment property

Investment properties are owned with the aim of achieving a long term return from rental income and increase in value. Investment properties are recognised at fair value, based on market values estimated by independent appraisers adjusted for any circumstances not taken into account in the external valuation. Leased properties (right-of-use assets) are accounted for as investment property if the underlying asset meet the definition of an investment property as set out above.

Investment properties are measured initially at its cost, which includes direct transaction costs such as document duty and other public duties, legal fees and due diligence costs. Transaction costs associated with properties acquired through business combinations (as defined in IFRS 3) are expensed.

Subsequent expenditure is added to the investment property's carrying amount, if it is probable that future financial benefits associated with the expenditure will flow to the Group and the expense can be measured reliably. Other maintenance costs and the cost of day-to-day servicing are recorded through the income statement in the period in which they are incurred. Parts of investment property acquired through replacement are capitalised and included in the carrying amount of the investment property if the general asset recognition criteria are met as described above. The carrying amount of the part replaced is derecognised. When investment properties are disposed of, the difference between the net sales proceeds and carrying amount is recognised as change in value from investment properties.

Investment properties are valued at each reporting date based on valuations obtained from independent appraisers biannually (half-year and year-end). The valuation is based on the individual property's assumed future cash flows, and property values are arrived at by discounting cash flows with an individual risk-adjusted required rate of return.

The required rate of return for each property is defined as being a long-term risk-free interest rate plus a property-specific risk supplement. The latter is defined on the basis of the property segment to which the property belongs, its location, standard, occupancy rate, tenants' financial reliability and remaining lease term. Known market transactions with similar properties in the same geographical area are also taken into consideration. The value of investment properties under construction is measured using the cost method when the fair value cannot be measured reliably. Investment property under construction is measured at its cost until either its fair value becomes reliably measurable or construction is completed (whichever is earlier). Once the entity becomes able to measure reliably the fair value of an investment property under construction that has previously been measured at cost, it measures that property at its fair value.

Changes in fair value, including gains and losses on sale of investment properties, are recognised as "Changes in value of investment properties".

Borrowing costs

Borrowing costs for capital used to finance investment properties under construction are capitalised under the asset in question. When calculating the capitalised borrowing costs, the average interest rate on the company's debt portfolio over the course of the year is used, unless there is separate financing for the specific project. In such cases the specific borrowing cost for the loan in question is used. When calculating the average interest rate to be used for the capitalisation of borrowing costs, loans taken out for specific projects are not included.

Other operating assets

Other operating assets are recognised at acquisition cost, less depreciation. The acquisition cost includes costs directly related to the acquisition of the asset. Other operating assets are depreciated in a straight line over their anticipated remaining useful life.

The assets' remaining useful life and residual value are reassessed on each balance sheet date and changed if necessary. If the carrying amount of an asset is higher than its recoverable amount, the value of the asset is written down to the recoverable amount.



Please refer to note 6 for a detailed presentation of the other operating assets in the balance sheet.

Lease contracts (the group as a lessee)

The Group assesses whether a contract is or contains a lease, at inception of the contract. The Group recognises a right-of-use asset and a corresponding lease liability with respect to all lease contracts in which it is the lessee, except for leases with a lease term of 12 months or less, and leases of low-value assets (such as vehicles and technical and office equipment), for which the Group applies the "short-term leases" and "lease of low-value assets" recognition exemptions. For these leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the lease term.

Only fixed payments are included in the initial measurement of the lease liability, and the lease term corresponds to the non-terminable period. The discount rate used to calculate the lease liability is determined, for each asset, based on the Group's incremental borrowing rate for leases. The lease liability is presented as part of other liabilities in the balance sheet.

For lease contracts where the leased properties meet the definition of investment properties in IAS 40, the Group applies the fair value model to the associated right-of-use assets. The right-of-use asset is measured on initial recognition at present value of the future lease payments, and on subsequent measurement under the fair value model. The discount rate used to calculate the right-of-use asset may be different from the discount rate used to calculate the lease liability. The right-of-use assets are presented as part of investment properties in the balance sheet.

Financial instruments

A financial instrument is defined as being any contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity. Financial instruments are recognised on the transaction date, i.e. the date on which the Group commits to buying or selling the asset. The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them.

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through OCI, and FVTPL. For a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are "solely payments of principal and interest" (SPPI) on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Further, the financial assets shall be held within a business model whose objective is to hold the financial assets in order to collect contractual cash flows. The majority of the Group's financial assets are classified as measured at amortised cost.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired. The Group's financial assets at amortised cost includes trade and other current receivables, cash and cash equivalents and other financial assets.

Financial assets at FVTPL include financial assets designated upon initial recognition at FVTPL and financial assets mandatorily required to be measured at fair value. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at FVTPL. The Group's financial assets at FVTPL includes financial derivatives.

Financial liabilities are classified upon initial recognition as financial liabilities at FVTPL and financial liabilities at amortised cost. Financial liabilities at FVTPL comprise loans designated at fair value upon initial recognition and derivatives. Financial liabilities at amortised cost consist of liabilities that do not fall under the category at FVTPL.

Trade receivables and other financial assets

Trade receivables and other financial assets are classified as financial assets measured at amortised cost. Interest is ignored if it is insignificant. The Group applies the simplified approach in IFRS 9 to measure the loss allowance at lifetime expected credit losses. A provision for bad debt is determined by estimating expected credit losses with reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date. There has been no change in the estimation techniques or significant assumptions made during the current reporting period. Any subsequent payments received against accounts for which a provision has previously been made are recognised in the income statement. Trade receivables, contract assets and other financial assets are classified as current assets, unless they are due more than twelve months after the balance sheet date. If so, they are classified as non-current assets.

Financial derivatives

The Group uses derivatives to manage its interest rate risk. Derivatives are initially recognised at fair value on the date on which the contract was signed, and subsequently at fair value. Gains or losses on remeasurement at fair value are recognised in the Income statement. Regular payments are presented as interest and other finance expenses. Changes in the value of the derivatives are presented under "Change in value of financial instruments". The fair value of interest rate swaps is the estimated amount the Group would receive or pay to redeem the contracts on the balance sheet date. This amount will depend on interest rates and the contracts' remaining term to maturity. The derivatives are classified on the balance sheet as current or non-current, depending on whether they are expected to be redeemed under or over 12 months from the balance sheet date.

Trade payables and other non-interest bearing financial liabilities

Trade payables and other non-interest bearing liabilities are classified as financial liabilities at amortised cost, and are measured at fair value upon initial recognition, and subsequently at amortised cost using the effective interest rate method. Interest is ignored if it is insignificant.

Interest bearing liabilities

Interest bearing liabilities are classified as financial liabilities at amortised cost, and are measured at fair value upon initial recognition, and subsequently at amortised cost using the effective interest rate method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The effective interest rate amortisation is included as net realised financials in the statement of profit or loss. The liabilities are measured at their nominal value when the effect of discounting is immaterial.

Interest bearing liabilities are classified as current liabilities where the debt is due for repayment less than 12 months from the balance sheet date

Currency

Foreign currency transactions are translated at the exchange rate on the date of the transaction. Monetary foreign currency items are translated to NOK at the exchange rate on the balance sheet date. Non-monetary items that are measured at cost in a foreign currency are translated to NOK using the exchange rate on the transaction date. Non-monetary items that are measured at fair value in a foreign currency are translated to NOK using the exchange rate on the balance sheet date. Exchange rate fluctuations are recognised in profit or loss as they arise.

Statement of cash flows

The statement of cash flows is prepared using the indirect method. This means that the statement is based on the Group's profit before tax in order to present cash flows from operating, investing and financing activities respectively. Interest on leases and net interest and fees paid on loans are presented as operating cash flows. Dividends paid to shareholders are presented under financing activities.

Tax

The tax expense consists of tax payable and deferred tax. Tax is charged to the Income statement, except where it relates to items that are recognised in OCI or directly in equity. In such cases, the tax is either recognised in OCI or directly in equity.

Deferred tax is calculated using the liability method for all temporary differences between the tax values and consolidated accounting values of assets and liabilities. Deferred tax liabilities are not calculated and recognised upon initial recognition of assets or liabilities obtained through an acquisition of a subsidiary not classified as a business combination. Deferred tax is defined using tax rates and laws which are enacted or likely to be enacted on the balance sheet date, and which are expected to be used when the deferred tax asset is realised or when the deferred tax is utilised.

Deferred tax is calculated and provided or reduced in the event of adjustments to the value of investment properties at a nominal tax rate of 16 per cent. A deferred tax asset is recognised to the extent that it is likely that future taxable profit will be available against which the temporary differences can be offset.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, except where the Group is able to control the reversal of the temporary differences and it is probable that the temporary difference will not reverse in the foreseeable future.

Events after the reporting period

Events after the reporting period related to the group's financial position at the end of the reporting period, are considered in the financial statements. Events after the reporting period that have no effect on the group's financial position at the end of the reporting period, but will have effect on future financial position, are disclosed if the future effect is material.

Other shares

Investments in equity instruments with an ownership below 20 % are normally classified as other shares and recognised in other non-current assets in the statement of financial position. Shares in listed companies are measured at fair value through profit or loss. Investments in equity instruments that do not have a quoted market price in an active market are classified as financial assets measured at fair value through other comprehensive income (OCI). Changes in fair values recognised in OCI cannot be subsequently recycled to statement of profit or loss. Dividends from such investments are recognised as other items in the statement of profit or loss.

Treasury shares

When shares recognised as equity are repurchased, the amount of the consideration paid, which includes directly attributable costs, is recognised as a deduction from equity. Repurchased shares are classified as treasury shares and are presented in the treasury share reserve. When treasury shares are sold or reissued subsequently, the amount received is recognised as an increase in equity and the resulting surplus or deficit on the transaction is presented within share premium.

Measurement of fair value

The company measures investment property and several financial assets and liabilities at fair value. For the classification of fair value, the company uses a system which reflects the significance of the input used to make the measurements:

Level 1

Fair value is measured using quoted prices from active markets for identical assets or liabilities.

Level 2

Fair value is determined from input based on other observable factors, either direct (price) or indirect (derived from prices), than the quoted price (used in level 1) for the asset or liability. This will be relevant for the financial instruments.

Level 3

Fair value is measured using input which is not based on observable market data. This will be relevant for the investment property.



Note 2 Critical accounting estimates and subjective judgement

The preparation of the consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. When management makes estimates about the future, the resulting accounting estimates, by definition, will seldom equal the actual outcome.

Estimates and judgements are evaluated continuously and are based on historical experience and other factors. This includes expectations of future events that are believed to be reasonable under the circumstances. Revisions of reported estimates are recognised in the period which the estimates are revised and in any future period affected. The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in the next financial year are the fair value of investment properties and the fair value of financial derivatives.

Fair value of investment properties

Investment properties are measured at their fair value based on valuations performed by external, independent appraisers. The valuations at 31st December 2024 were obtained from Newsec and Ober-Haus. The valuations are mainly based on a discounted cash flow method, which involves discounting future cash flows over a specified period using an estimated discount rate and adding a residual value at the end of the period. Future cash flows are calculated on the basis of cash flows from signed leases, as well as future cash flows based on an expected market rent at the end of the lease terms. Both contractual and expected cash flows are included in the calculations. Fair-value assessment of investment properties, therefore, depends largely on assumptions related to market rents, discount rates, and inflation. The market rent for each property takes into account the property's situation, standard and leases signed for comparable properties in the area. Updated macroeconomic assumptions are applied in the calculations. Based on an assessment of the properties, tenants, and macroeconomic conditions at the balance sheet date, cash flows are discounted using discount rates based on individual assessments of each property.

The appraisers perform their valuations on the basis of the information they have received, and estimate future market rents, yields, inflation and other relevant parameters. Each individual property is assessed in terms of its market position, rental income and ownership costs, with estimates being made for anticipated vacancy levels and the need for alterations and upgrades. The remaining term of the leases is also assessed for risk, along with any special clauses in the contracts. Each property is also compared with recently sold properties in the same segment (location, type of property, mix of tenants, etc.). The sensitivity of the fair-value assessment of investment properties depends to a considerable extent on assumptions related to yield, interest rates, market rents and operating costs for the properties. Reference is made to note 4 Investment property.

Acquisition of investment property

- In 2024, the subsidiary BSP Industrial Property IV UAB ("KVP 4") paid EUR 186,302 for lease rights according to the agreement signed in 2023. Total payment per 31.12.2024 was EUR 532,290.
- There were no other acquisitions of investment properties in 2024.

Fair value of financial derivatives

The Group uses interest rate derivatives and fixed rate loans to manage the interest rate risk. The financial derivatives are valued at fair value in the Group's balance sheet. See note 14 for further information on the valuation of the Group's financial derivatives.

Note 3 Operating income from contract customers

Below is a breakdown of the group's income from contracts with customers.

Property-related income	2024	2023
Rental income from investment properties	96 413 264	91 286 411
Total	96 413 264	91 286 411

Other operating income	2024	2023
Administration income from management services to external clients	620 239	555 403
Other operating income	164 618	198 863
Total	784 857	754 265

Below is a description of the group's revenue recognition terms and associated accounting:

Property-related income

Common costs, tenants:

The rental contracts for the tenants regulate service deliveries which are paid via the common costs (eg cleaning, common utilities, facility and technical maintenance/supervision and management). The group's assessment is that the services/elements covered by common costs are included as an overall delivery of an operating service as agreed in the contract. The service is considered to be a series of independent services to the tenant that have the same characteristics and transmission pattern. Income from forward charge of common costs is invoiced to an a-account per tenant based on an estimate/ settlement from the previous year. The transaction price is variable. Income recognition is based on the a-account invoicing as this is considered to be the best estimate of the variable remuneration, and it is unlikely that there will be a significant reversal of the a-account invoicing. The income is recognized over time since the tenant receives the services in ongoing delivery obligations, and consumes them simultaneously, in that the services directly touch the rented premises and associated common areas.

Income from common costs (including net income from solar energy production), which is forward-charged to tenants is netted against the common costs expense in the profit and loss statement, and is therefore not reflected in the group's specification of income.

Other operating income

Other operating income mainly consists of management fees and other operating income. The services and goods that are included are assessed as separate delivery obligations, and revenue is recognized over time since the customer receives and consumes these simultaneously.



Note 4 Investment property

Bi-annually, per 30 June and 31 December, Baltic Sea Properties collects valuations of its properties from two independent valuers (Oberhaus and Newsec). When determining property values for accounting and NAV purposes, the valuation method is based on the average of the two valuations for each property/ portfolio. However, the company also conducts its own value assessments, and in certain instances, where there are reasons for applying an amended value estimate than the average of the external valuations, the company will use its own best estimate to reflect the correct market value per balance date. In these instances, the reasoning behind the chosen value must be explained. The valuation is carried out by the company's own employees and approved by the company's board.

Key factors are current income and expenses for the property, market rent and yield. A set of macroeconomic assumptions is used as a basis, but beyond this, each individual property and area is measured separately. To determine the yield, the property's location, attractiveness, quality, the general property market and credit market, the tenant's assumed solvency and the lease agreement structure are assessed. This model uses a number of significant unobservable parameters and is included at level 3 in the valuation hierarchy. These parameters include the following:

Future rental payments

These are estimated based on the actual location, type and condition of the building. The estimates are supported by existing lease agreements, as well as recently concluded lease agreements for similar properties in the same area.

Required rate of return (Yield)

Yield refers to the annual rate of return on an investment property, expressed as a percentage of the property's purchase price or current market value. It is a key metric used by investors to evaluate the performance of a property and compare it to other investment opportunities. Yield is typically calculated by dividing the property's annual net income (rental income minus expenses) by its purchase price or current market value. This provides an indication of the investment's profitability and potential cash flow. There are two primary types of yield in commercial real estate:

1. **Gross Yield** = (Annual Rental Income / Property Purchase Price or Market Value) x 100.

This is the annual rental income generated by a property as a percentage of its purchase price or current market value, without accounting for expense like maintenance, property management fees, and vacancy rates.

2. **Net Yield** = (Annual Net Income / Property Purchase Price or Market Value) x 100.

This is a more accurate representation of the actual return on investment as it factors in expenses like maintenance, property management fees, and vacancy rates. It is the annual net income generated by a property as a percentage of its purchase price or current market value.

Yield is just one of the many factors investors consider when evaluating commercial real estate investments. Other important factors include location, property type, tenant quality, and market conditions.

Estimated vacancy

This is determined based on actual market conditions and expected market conditions at the end of existing lease agreements.

Ownership expenses

Ownership expenses are estimated based on lease agreement, estimated maintenance costs to maintain the building's capacity over its economic life.

Investment properties in balance sheet	31 December 2024	31 December 2023
Investment properties measured at fair value	1 300 676 404	1 120 598 432
Investment properties under construction measured at cost	15 444 894	741 078
Investment properties excl. right-of-use asset, investment property	1 316 121 298	1 121 339 510
Right-of-use asset, investment property (cf. note 18/IFRS 16)	29 624 353	28 876 498
Sum	1 345 745 651	1 150 216 008

Investment properties measured at fair value	31 December 2024	31 December 2023
Opening balance	1 120 453 858	1 002 753 675
Purchase of investment property	-	-
Sale of investment property	-	-
Capital expenditure on investment properties	93 831 304	43 572 937
Net gains/losses from fair value adjustments in the period	41 323 157	5 960 754
Currency effects	45 068 084	70 166 483
Fair value per 31.12	1 300 676 404	1 120 453 859

Investment properties held for continued investment, measured at fair value	1 300 676 404	1 120 453 859
Investment properties held for sale, measured at fair value	-	-
Closing balance investment properties measured at fair value	1 300 676 404	1 120 453 859



Overview of inputs for valuation	31 December 2024	31 December 2023
Valuation Level	3	3
Valuation model	DCF	DCF
Fair Value	1 316 121 298	1 121 339 510
Number of square meters (including developments under construction)	128 402	124 201
WAULT	8,8	9,1
Contracted rent at 31.12 measured in NOK	105 113 277	93 563 292
Actual occupancy	100%	100%
Net Yield (interval)	7 - 10 %	7 - 10 %
Currency	11,7950	11,2405

Sensitivity analysis

Sensitivity - Valuations (market value)	31/12/2024		31/12/2023	
	Value change (+)	Value change (-)	Value change (+)	Value change (-)
Exit yield:				
+/- 0.25 percentage points	-39 049 225	40 502 881	-30 423 526	32 277 073
+/- 0.50 percentage points	-73 861 203	83 704 667	-59 150 625	66 585 103
+/- 1.00 percentage points	-139 518 896	179 361 034	-112 089 051	142 126 591

Currency risk

The group has financial risk linked to the conversion of subsidiaries in Lithuania (EUR) to the presentation currency (NOK).

Sensitivity - Net Asset Value		Value change (+)	Value change (-)	Value change (+)	Value change (-)
Increase/decrease NOK/EUR - balance date (EUR/NOK 11,2405)	+/- 2.5%	-15 696 000	15 696 000	-12 772 088	12 772 088
Increase/decrease NOK/EUR - balance date (EUR/NOK 11,2405)	+/- 5.0%	-31 392 000	31 392 000	-25 544 176	25 544 176

Adjusted valuations for the purpose of the financial statements

The average fair value of investment properties estimated by external valuers have been adjusted by a total of MNOK -37,1 to arrive at the fair value booked. The adjustments have been made to reflect the uncertainties related to current geopolitical and local market conditions, as well as uncertainties related to future capital expenditure requirements and assumed risk related to contract renewals. See reconciliation of adjustments below.

NOK	Asset 1	Asset 2	Asset 3	Asset 4	Asset 5	Asset 6	Asset 7
Average fair value estimated by external valuers + book value of constructions in progress	116 003 825	147 614 425	212 998 314	162 122 275	114 883 300	20 228 425	29 859 300
Adjustment 1	-1 120 525						
Adjustment 2		-4 423 125					
Adjustment 3			-8 788 860				
Adjustment 4				-4 600 050			
Adjustment 5					-1 900 776		
Adjustment 6						-825 650	
Adjustment 7							-825 650
Fair value booked per 31.12.2024	114 883 300	143 191 300	204 209 454	157 522 225	112 982 524	19 402 775	29 133 650
NOK	Asset 8	Asset 9	Asset 10	Asset 11	Asset 12	Asset 13	
Average fair value estimated by external valuers + book value of constructions in progress	10 261 650	41 695 325	142 955 400	132 959 138	215 297 557	6 278 361	
Adjustment 8	-1 061 550						
Adjustment 9		-412 825					
Adjustment 10			-2 594 900				
Adjustment 11				-7 769 966			
Adjustment 12					-2 812 329		
Adjustment 13						-	
Fair value booked per 31.12.2024	9 200 100	41 282 500	140 360 500	125 189 172	212 485 228	6 278 361	



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Investment properties under construction measured at cost

BSP assesses that the fair value of their properties under construction cannot be measured reliably and as such measure these at cost until completion. The cost is considered to better reflect the underlying value of the investment property as the uncertainty related to the estimation of the fair value is deemed to be substantial. The properties under construction will be measured at fair value when its fair value is reliably measurable or construction is completed, whichever is earlier.

Investment properties under construction measured at cost	31 December 2024	31 December 2023
Opening balance	-	-
Capital expenditure on investment properties under construction	15 444 894	741 078
Book value investment properties under construction measured at cost	15 444 894	741 078
Book value of investment property pledged as security for debt	1 285 231 511	1 119 857 355

Information regarding leased investment properties:

As of 31/12/2024 the BSP portfolio includes 7 leased land plots. All leased land plots are on long-term leases. The leases are accounted for in line with IFRS 16 and IAS 40. Refer to note 13 for further information. The land leases are regulated annually in accordance with municipal decisions.

Note 5 Employee benefit expenses

Group's employee benefit expenses	2024	2023
Salaries (incl. holiday pay)	14 297 958	13 166 570
Employer's national insurance contributions	639 970	797 439
Pension expenses	154 100	180 015
Other payments / benefits	2 365 214	1 342 883
Total	17 457 242	15 486 907

Remuneration to executive management ¹	2024	2023
Salaries (incl. holiday pay)	3 265 781	3 232 704
Bonus	356 826	404 143
Board fees	300 000	300 000
Pension expenses	89 300	83 692
Other payments / benefits	62 952	65 128
Total	4 073 859	4 085 667

¹ In addition to the expenses listed in this table, the company in 2024 covered the Chairman and CIO's tuition fee for the Senior Executive Programme at London Business School (GBP 40,300). This arrangement is subject to a clawback clause tied to Mr Clarke's continued engagement with the company.

Remuneration to CEO	2024	2023
Salaries (incl. holiday pay)	1 725 159	1 567 632
Bonus	234 422	189 162
Pension expenses	89 300	83 692
Other payments / benefits	62 952	61 759
Total	2 111 833	1 901 445

Average number of full-time equivalents	16	16
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The company is subject to the defined contribution plan and meets the requirements of the law.

The group has not granted loans or provided security for shareholders, board members or employee in 2024 or 2023.

The CEO is entitled to 6 months salary upon termination of employment.

The aim is to create the right conditions for recruiting and keeping members of the management who possess the qualities required to manage the operations of the company profitably and with correct set of values and principles aligned with the company's. The individual employee's remuneration must be competitive and reflect the person's area of responsibility and performance of the work. The remuneration may consist of a combination of fixed and ongoing performance and other remuneration, including:

- Benefits in kind that appear in employment agreements (for example telephone/ICT solutions, car maintenance and insurance schemes).
- Collective and individual pension schemes.

The remuneration can include share and share value-based schemes based on the company's owned shares. However, the company cannot offer such incentives beyond existing owned shares without being approved in advance by the company's annual general meeting. For the financial year, executive personnel have received a total of 1 064 shares. The company distributed a total of 1 539 shares during the financial year to its employees.

	2024	2023
Remuneration provided to the board of directors (ex. employer's national insurance contributions)	1 050 000	950 000



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Note 6 Other operating assets

2024	Cars & vehicles	Machinery & equipment	Software & other fixed assets	Total
Opening balance at 01.01.	1 735 417	317 903	1 084 531	3 137 851
Additions during the year	-	47 191	520 216	567 407
Disposals during the year	-	-	-	-
Currency differences	85 809	12 350	6 077	104 017
Closing balance as of 31.12.	1 821 026	377 424	1 610 824	3 809 274
Accumulated depreciation and amortisation as of 01.01.	-973 193	-204 089	-329 431	-1 506 713
This year's depreciation	-265 791	-61 516	-265 097	-592 406
This year's amortisation	-	-	-	-
Currency adjustment of accumulated depreciation and amortisations	-51 891	-8 441	-6 077	-66 209
Accumulated depreciation and amortisations of 31.12.	-1 280 676	-274 046	-600 605	-2 155 327
Carrying amount at 31.12.2023	540 350	103 378	1 010 219	1 653 947
Estimated useful life	6-10 years	5 years	3-5 years	
Depreciation plan	Straight-line	Straight-line	Straight-line	
2023	Cars & vehicles	Machinery & equipment	Software & other fixed assets	Total
Opening balance at 01.01.	1 428 419	630 160	872 031	3 030 610
Additions during the year	383 917	57 406	112 500	553 823
Disposals during the year	-175 649	-409 160	-	-584 809
Currency differences	98 730	39 797	-	138 527
Closing balance as of 31.12.	1 735 417	317 903	1 084 531	3 137 851
Accumulated depreciation and amortisation as of 01.01.	-783 102	-377 546	-142 930	-1 303 578
This year's depreciation	-249 675	-59 662	-187 807	-497 144
This year's amortisation	111 532	260 786	-	372 318
Currency adjustment of accumulated depreciation and amortisations	-51 949	-27 686	1 306	-78 310
Accumulated depreciation and amortisations of 31.12.	-973 193	-204 089	-329 431	-1 506 713
Carrying amount at 31.12.2023	762 223	113 814	755 100	1 631 138
Estimated useful life	6-10 years	5 years	3-5 years	
Depreciation plan	Straight-line	Straight-line	Straight-line	



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Note 7 Operating costs

	2024	2023
Real estate tax and land tax	3 361 574	2 427 888
Maintenance and fit-out	745 828	378 924
Insurance	432 805	525 998
Other direct ownership costs (excl. salaries)	-1 201 051	350 190
Total	3 339 156	3 683 000

Note 8 Other administrative costs

	2024	2023
Audit fee (see information in the table below)	1 098 036	895 893
Fees for accounting & financial assistance	905 817	542 902
Legal assistance	1 282 124	262 917
Agent fees	641 332	570 961
Other operating expenses	2 114 778	3 683 646
Total	6 940 837	5 956 419

Audit fee (ex. VAT)

	2024	2023
Statutory Audit	1 069 196	692 971
Tax advisory	28 840	26 445
Other attestation and advisory services	-	176 577
Total	1 098 036	895 993

Note 9 Finance income and expenses

Change in fair value of financial instruments	2024	2023
Unrealized gain/(loss) on interest rate swaps and options	-479 154	-6 448 872
Total	-479 154	-6 448 872

Finance income	2024	2023
Interest income	687 566	311 398
Currency gains (net)	341 133	57 692
Total	1 028 699	369 090

Finance expenses	2024	2023
Interest expenses	33 149 428	38 199 310
Loss interest hedge agreements	6 816 140	-5 939 299
Interest expenses, lease liabilities	800 572	755 664
Other financial expenses	2 060 701	876 057
Total	42 826 841	33 891 732

Specification of currency gains (net)	2024	2023
Exchange rate effects bank	83 742	68 376
Other currency items	257 399	-10 684
Sum	341 133	57 692



Note 10 Interest rate swap agreements

In order to adapt the debt portfolio to the group's target interest rate profile, the following financial instruments are used:

Interest rate swap agreement

Agreement to exchange interest terms for a specific nominal amount over a specific number of periods.

The financial instruments are measured at fair value on the reporting date. Changes in value during the accounting period are booked in profit or loss.

Instruments as of 31.12.2024	Type	Expiration year	Contract amount (principal)	Average interest rate
Interest rate swap	Pays fixed and receives floating	28/07/2025	199 403	0.72%
Interest rate swap	Pays fixed and receives floating	28/07/2025	756 731	0.72%

Instruments as of 31.12.2023	Type	Expiration year	Contract amount (principal)	Average interest rate
Interest rate swap	Pays fixed and receives floating	10/01/2024	12 599 000	0.58%
Interest rate swap	Pays fixed and receives floating	10/01/2024	4 125 740	0.58%
Interest cap rate	Pays fixed and receives floating	28/07/2025	254 405	0.72%
Interest rate swap	Pays fixed and receives floating	28/07/2025	1 006 739	0.72%



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Note 11 Tax

Amounts in NOK thousand

Income tax expense	2024	2023
Tax payable	-	-2 013
Correction previous years	-626	-
Change in deferred due to change in tax rate	3 761	-
Change in deferred tax	10 347	2913
Income tax expense	13 483	900

Income tax payable is calculated as follows:	2024	2023
Profit before tax	66 641	29 968
Permanent differences	1 456	-17 920
Change temporary differences	-87 509	-37 863
Change in loss carry-forward	20 731	15 437
Adjustment for tax asset not booked	-	-
Taxable income	1 319	-10 778

Tax payable on the year's profit	198	-1 617
Previous year tax adjustment	-198	-396
Payable tax on the year's profit after previous year tax adjustment	-	-2 013
Tax payable as of 01.01.	-	2 132
Currency effect on tax payable as of 01.01	-	-217
Taxes paid/settled during the year	-	-298
Tax payable in the balance sheet as of 31.12	-	-

Specification of basis for deferred tax:	31 December 2024	31 December 2023
Loss carried forward (TLCF)	144 317	110 617
Investment properties	-778 493	-513 490
Finance items	184 563	23 112
Other differences	902	3 620
Total	-448 712	-376 141

Deferred tax assets not booked in balance sheet ¹	40 733	52 651
Basis of deferred tax liability (-) / deferred tax asset (+)	-407 978	-323 451

Deferred tax liability (-) / deferred tax asset (+)	-65 277	-48 518
Applicable tax rate ²	16.0%	15.0%

¹As it is uncertain whether the parent company will be able to make use of its deferred tax advantage, this is not included in the calculation of the group's tax advantage.

²Lithuania's tax rate (increased from 15% to 16% with effect from 1st January 2025) has been used in the group's calculation of deferred tax.

Reconciliation between nominal and actual tax expense rate	2024	2023
Profit before tax	68 808	29 968
Financial profit multiplied by nominal tax rate (22%)	15 138	6 571
Adjustment tax rate Lithuania (15 %)	-3 982	-1 108
Tax effect of permanent differences (15 %)	218	-2 689
Tax effect of other differences (15 %)	1 190	-1 479
Correction previous years	626	-
Previous year tax adjustment (15 %)	-198	-396
Income tax expenses	13 483	900
Effective tax rate	18.6 %	3.0%



Note 12 Earnings per share

The calculation of basic earnings per share has been based on profit attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding during the year. The company has not issued options or other financial instruments which have a dilutive effect on outstanding shares.

Earnings per share	2024	2023
Profit after tax attributable to shareholders	55 325 477	29 968 347
Average number of outstanding shares	8 687 466	6 677 837
Earnings per share	6.37	4.34

Note 13 Lease agreements where the group is the lessee

Lease agreements where the group is the lessee

The group has lease agreements relating to the lease of land in several subsidiaries. The group applies the fair value model to right-of-use assets associated with the property lease contracts. Leased assets included in investment properties at 31 December 2024 was NOK 29.6 million (NOK 26.6 million per 31/12/23).

Overview of changes to right of use assets and lease liabilities	Right-of-use assets	Lease liabilities
Opening balance 1 January 2024	28 690 678	29 282 958
Payments		-1 055 629
Depreciation	-474 909	
Additions		812 098
Other / exchange differences	1 408 584	1 444 544
Balance per 31 December 2024	29 624 353	30 483 972

Opening balance 1 January 2023	24 140 852	24 139 006
Payments	-	-1 050 421
Depreciation	-162 192	
Additions	1 562 360	1 562 360
Other / exchange differences	3 149 749	4 632 013
Balance per 31 December 2023	28 690 769	29 282 958

Maturity analysis: Contractual, undiscounted cashflows	31 December 2024	31 December 2023
<i>Current liabilities</i>		
- Less than one year	909 489	1 006 002
<i>Non-current liabilities</i>		
- One to five years	3 637 955	3 466 930
- More than five years	75 061 990	72 389 950
Total	79 609 434	76 872 882

Amounts recognized in the consolidated statement of income	2024	2023
Depreciation	-474 909	-162 192
Interest expense	-800 572	-755 664
Total	-1 275 482	-917 856

Amounts recognized in statement of cashflows	2024	2023
Interest payments	-800 572	-755 664
Payments of principal	-1 055 629	-294 757
Total lease payments	-1 856 201	-1 050 421

Right-of-use assets specified by type	Land	Cars	Total
Opening balance 1 January 2024	28 557 740	133 029	28 690 769
Depreciation	-337 299	-137 810	-474 909
Additions	-	-	-
Other / exchange differences	1 404 003	4 581	1 408 493
Balance per 31 December 2024	29 624 444	-	29 624 353



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Opening balance 1 January 2023	23 908 398	231 466	24 140 862
Depreciation	-	-162 192	-162 192
Additions	1 562 360	-	1 562 360
Other / exchange differences	3 085 994	63 755	3 149 749
Balance per 31 December 2023	28 557 740	133 029	28 690 770

Note 14 Classification and measurement of financial assets and liabilities

The table below provides an overview of the classification of the group's financial assets and liabilities, and shows the valuation hierarchy for financial instruments that are measured at fair value. The table also shows the balance sheet values and fair value for the group's financial instruments.

31 December 2024	Valuation hierarchy level	Financial instruments at fair value over profit and loss	Financial instruments at amortized cost	Total book value	Total fair value
Assets					
Financial fixed assets	2	-	2 509 405	2 509 405	2 509 405
Accounts receivable and other receivables	2	-	5 358 481	5 358 481	5 358 481
Bank deposits and cash	1	-	80 989 728	80 989 728	80 989 728
Interest rate swap	2	170 921	-	170 921	170 921
Total financial assets		170 921	88 857 614	89 028 535	89 028 535
Liabilities					
Debt to credit institutions	2	-	-687 490 977	-687 490 977	-687 490 977
Accounts payable and other debts	2	-	-37 835 799	-37 835 799	-37 835 799
Interest rate swap	2	-	-	-	-
Total financial liabilities		-	-725 326 776	-725 326 776	-725 326 776
Valuation level 1 (net)		-	80 989 728	80 989 728	80 989 728
Valuation level 2 (net)		170 921	-717 458 890	-717 287 969	-717 287 969
Valuation level 3 (net)		-	-	-	-
31 December 2023					
Assets					
Financial fixed assets	2	-	2 391 434	2 391 434	2 391 434
Accounts receivable and other receivables	2	-	6 298 097	6 298 097	6 298 097
Bank deposits and cash	1	-	40 887 760	40 887 760	40 887 760
Interest rate swap	2	628 685	-	628 685	628 685
Total financial assets		628 685	49 577 292	50 205 977	50 205 977
Liabilities					
Debt to credit institutions	2	-	-579 495 243	-579 495 243	-579 495 243
Accounts payable and other debts	2	-	-19 908 298	-19 908 298	-19 908 298
Interest rate swap	2	-	-	-	-
Total financial liabilities		-	-599 403 541	-599 403 541	-599 403 541
Valuation level 1 (net)		-	40 887 760	40 887 760	40 887 760
Valuation level 2 (net)		628 685	-590 714 009	-590 087 324	-590 087 324
Valuation level 3 (net)		-	-	-	-

Fair value hierarchy

The Group uses the following hierarchy to classify assets and liabilities, based on the input to the valuation methods used to measure and disclose their fair value.

Level 1: Use of quoted prices in active markets for identical assets and liabilities.

Level 2: Use of valuation methods with observable market data as input.

Level 3: Use of valuation methods where input is based on a significant degree of unobservable market data.

Valuation of financial instruments is performed by the group's finance department, in consultation with an external advisor. The valuation methods used are adapted to each financial instrument, and aim to make the most of the information available in the market.

Fair value of financial instruments measured at fair value in the balance sheet

Measurement of the fair value of the group's interest rate swaps and hedging instruments is valued based on inputs classified at level 2. The fair value of interest rate swaps and hedging instruments is estimated based on observable forward rates and yield curves, and confirmed by the financial institution with which the company has entered into the agreements.

Fair value of financial instruments measured at amortized cost in the balance sheet

In addition to the above-mentioned financial assets and liabilities which are carried in the balance sheet at fair value, the group's other financial assets and liabilities (financial instruments) are carried on the balance sheet at amortized cost. The fair value of these financial instruments as shown in the table above is expected to be approximately equal to the book value (amortized cost). The carrying value of bank deposits and cash is approximately equal to fair value due to the fact that these instruments have a short maturity. Correspondingly, the book value of receivables and trade payables is approximately equal to fair value as they are entered into under normal conditions and discounting is not assumed to have a significant effect. Bank loans are measured at the fair value of future cash flows, where account is taken of the assumed difference between the current margin and market conditions.



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Note 15 Long-term receivables

	31 December 2024	31 December 2023
Share investments	-	-
Long-term receivables	2 509 405	2 391 000
Total	2 509 405	2 391 000

Receivables are valued at its recoverable value.

Note 16 Other receivables and other current assets

Other short term receivables as of 31.12:	31 December 2024	31 December 2023	31 December 2022
VAT receivable	1 472 848	1 698 386	966 934
Prepaid tax and duties	-	1 210 220	230 220
Prepaid payments to suppliers	2 237 099	516 142	2 531 697
Other	-1 622 714	291 199	-2 577
Total	2 087 233	3 715 947	3 726 174

Note 17 Cash and bank deposits

	31 December 2024	31 December 2023
Bank deposits	80 989 728	40 887 760
Total Bank deposits in the statement of financial position	80 989 728	40 887 760
Restricted deposits related to employee tax deduction	134 592	137 152

Note 18 Share capital and shareholder information

As at 31.12 the share capital was divided as follows:

	Amount	Per value	Share capital
Ordinary shares	8 696 077	0,10	869 608
Own shares	8 611	0,10	861

As per 31.12 the 20 largest shareholders were:

Shareholders	Ordinary shares	Shareholding in %
UAB Baltic Equity	3 316 700	38,1 %
CENTRALKIRKEN	1 098 260	12,6 %
NESTOR AS	413 207	4,8 %
AURIS AS	262 384	3,0 %
TRIVON AS	250 000	2,9 %
PIPPI INVEST AS	225 000	2,6 %
GAMBIT AS	193 204	2,2 %
EIENDOMSKAPITAL NORGE V AS	165 560	1,9 %
PASCAL HOLDING AS	103 703	1,2 %
LILLEBY, DAG HAAKON	100 000	1,1 %
OLAV HJORTESET AS	91 481	1,1 %
RIEVE KAPITAL AS	86 838	1,0 %
BRØDRENE HJORTESET AS	64 823	0,7 %
THOCA INVEST AS	60 000	0,7 %
ANDERSEN-GOTT, TORE	59 139	0,7 %
HJORTESET, OLAV	58 519	0,7 %
DUPUY, PASCAL FREDERIC	57 658	0,7 %
DUPUY, BERIT MYHRE	57 657	0,7 %
EGER, NICOLAJ ANDREAS	56 600	0,7 %
BONAVISTA AS	52 528	0,6 %
Total of the 20 largest shareholders	6 773 361	77,9 %



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Shares held by board of directors and senior executives as of 31.12:

Shareholders	Represented by	Role	Ordinary shares 2024	Ordinary shares 2023
UAB Baltic Equity	James Clarke	Chairman	3 316 700	1 832 721
CENTRALKIRKEN	Bjørn Bjørø	Board member	1 098 260	1 098 260
AURIS AS	Henrik Austgulen	Board member	262 384	-
EIENDOMSKAPITAL NORGE V AS	Bjørn Bjørø	Board member	165 560	143 060
HOLSTEIN INVEST AS	John Mosvold	Board member	32 881	32 881
MOSVOLD, JOHN DAVID	John Mosvold	Board member	22 276	22 276
HAGEN, BERGER & AAS AS	Lars C. Berger	CEO	13 334	13 334
ARTHEN INVEST AS	Lars C. Berger	CEO	16 609	3 709

Shares acquired by the Board of Directors and senior executives in the 2024 private placement (May 2024)

In May 2024, the Company issued 1,781,385 new shares through a private placement, followed by an additional 226,450 shares in a subsequent offering in June 2024. Of the total shares subscribed in the private placement, UAB Baltic Equity — a company controlled by James Clarke, Chairman of the Board — acquired 1,448,979 shares, while Arthen Invest AS — a company controlled by Lars Christian Berger, CEO — acquired 11,836 shares. Additionally, Auris AS, a company controlled by Henrik Austgulen (who was not a board member of Baltic Sea Properties at the time), acquired 236,734 shares.

Note 19 Interest bearing liabilities

	31 December 2024	31 December 2023
Interest-bearing debt	687 490 977	654 415 000
Bank deposits	-80 969 728	-40 898 000
Financial derivatives	-170 921	-626 000
Net interest-bearing debt	606 330 328	612 901 000
Investment properties (excl. additions related to IFRS 16)	1 316 121 298	1 121 339 510
Group Net LTV*	46,1 %	54,8 %

* The difference to Net LTV in our Q4 report is due to the loan amount for the Liepu Parkas development. While we report this amount as drawn, as of 31.12.24, MEUR 1,2 had not yet been drawn and was instead classified as short-term liabilities.

Covenant requirements

All bank loans, except for UAB Grandus, are financed by Luminor Bank while UAB Grandus is financed by SEB. The group was not in breach of covenants at the end of the year 2024.

Luminor:
 - LTV*: Max 70 % (consolidated)
 - DSCR**: Minimum 1.20 (consolidated)
 - Cash buffer: 12 month interest in cash reserves in accounts

SEB:
 - LTV*: Max 60 %
 - DSCR**: Minimum 1.10

Abbreviations explained:

* LTV = Loan-to-value

** DSCR = The coverage ratio of EBITDA *** over total debt payment per year. In the BSP Group, this is only applied for the real estate SPV's holding assets with Mortgage. Hence, central administration and company costs in management companies and holding companies are not part of EBITDA calculation for bank covenants

*** EBITDA = Earnings Before Interest, Taxes, Depreciation, and Amortization



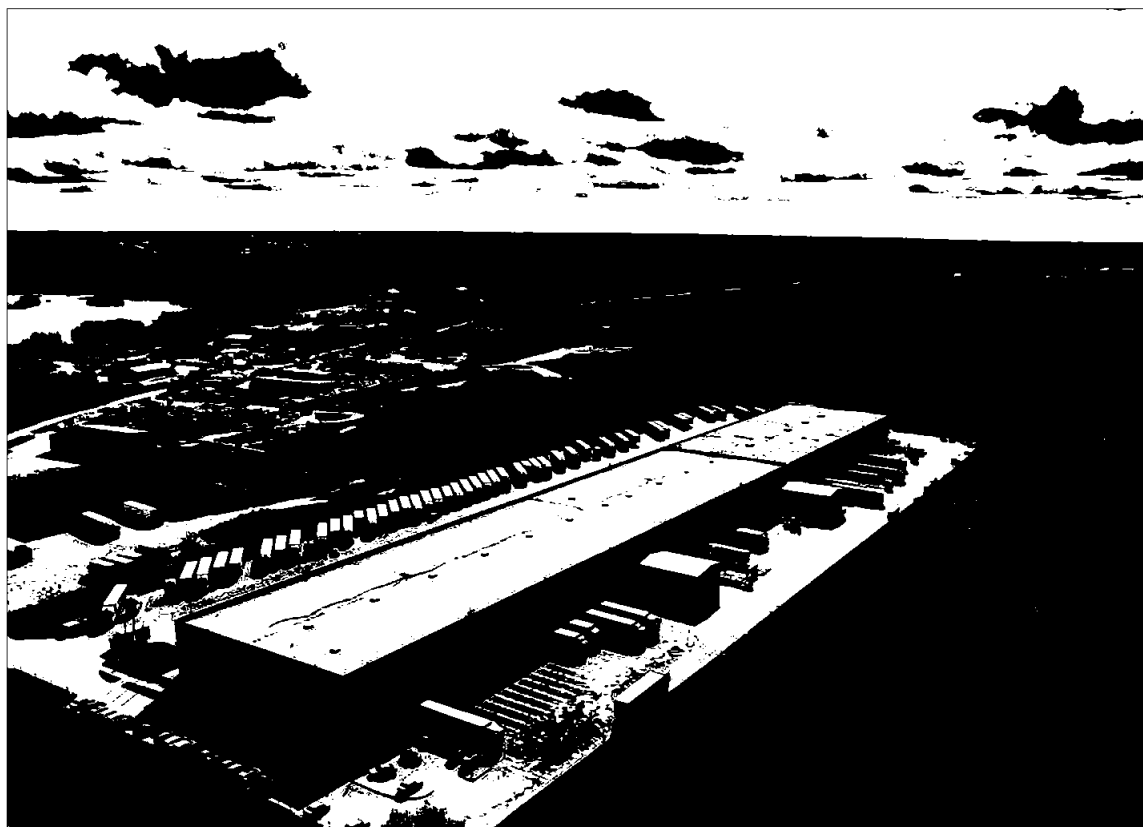
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Note 20 Debt to credit institutions

	Non-current		Current	
	31 December 2023	31 December 2023	31 December 2024	31 December 2023
Interest-bearing liabilities				
Borrowings from credit institutions	657 057 870	616 954 774	30 433 106	27 918 014
Other interest-bearing liabilities	-	-	-	9 541 517
Total interest-bearing liabilities	657 057 870	616 954 774	30 433 106	37 459 531

	31 December 2024		31 December 2023	
	Currency amount	NOK amount	Currency amount	NOK amount
Interest bearing liabilities specified per currency				
EUR	51 574 835	638 756 285	55 866 055	605 481 577
NOK	48 732 692	48 732 692	48 932 728	48 932 728
Total interest-bearing liabilities		687 489 977		654 414 305



Delamode BSP Park – Vilnius West



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Interest-bearing liabilities - maturity 31 December 2024	2025	2026	2027	2028	2029	2030 and later	Total
Total interest-bearing liabilities amount 1.1	652 094 641	621 666 371	591 238 101	591 238 101	567 888 577	543 939 053	
Yearly amortisation of borrowings from credit institutions and other IBD*	30 428 270	30 428 270	30 428 270	23 649 524	23 649 524		139 583 858
Matured repayments of loans			591 238 101				591 238 101
Total interest-bearing liabilities excl. prepaid borrowing expenses	30 428 270	30 428 270	621 666 371	23 649 524	23 649 524		729 821 959
Interest to be paid on interest-bearing liabilities (margin) - 2.19% average 3-month Euribor (4.0%)	18 534 102	17 870 854	17 870 854	12 689 152	12 171 228		79 136 190
Interest rate SWAP (0.58%) - income (estimate)							-
Total interest payments	37 068 203	34 548 291	34 548 291	28 623 019	27 454 732		162 242 536
New borrowings (development loan, investment loan, re-leverage etc.)			591 238 101				591 238 101
Total future payments on interest-bearing liabilities	67 496 473	64 976 561	656 214 662	52 272 543	51 104 257		892 064 496
Total future payments excluding re-finance of whole portfolio							300 826 394

Interest-bearing liabilities - maturity 31 December 2023	2024	2025	2026	2027	2028	2029 and later	Total
Total interest-bearing liabilities amount 1.1	612 970 521	575 892 070	498 213 604	470 532 918	446 002 473	423 702 349	
Yearly amortisation of borrowings from credit institutions and other IBD*	27 680 687	27 680 687	27 680 687	24 530 445	22 300 124		129 872 629
Matured repayments of loans	9 397 764	49 997 779		446 002 473			505 398 016
Total interest-bearing liabilities excl. prepaid borrowing expenses	37 078 451	77 678 466	27 680 687	470 532 918	22 300 124		635 270 645
Interest to be paid on interest-bearing liabilities (margin) - 2.19% average 3-month Euribor (4.0%)	18 138 381	15 906 064	10 607 774	10 036 063	9 523 258		64 211 550
Interest rate SWAP (0.58%) - income (estimate)	-480 038	-480 038	-480 038				-1 440 114
Total interest payments	40 941 285	37 908 095	29 502 667	29 366 770	26 917 364		163 636 192
New borrowings (development loan, investment loan, re-leverage etc.)				446 002 473			446 002 473
Total future payments on interest-bearing liabilities	78 019 746	115 586 561	57 183 354	498 899 688	49 217 488		798 906 836
Total future payments excluding re-finance of whole portfolio							291 277 260

* IBD = Interest-Bearing Debt



Note 21 Other short-term debt

Other short-term liabilities in the group as of 31/12:

	31 December 2024	31 December 2023
Prepaid payments from tenants	11 820	9 089 542
Unpaid dividends	465 711	422 920
Accrued holiday pay	1 272 044	1 002 453
Other salary provisions	1 694 278	1 600 169
Payable dues and other taxes	3 016 611	3 812 022
Other	7 352 262	743 747
Total	13 812 725	16 670 853

Mezzanine loan and seller's credit is classified as interest-bearing debt in the balance sheet and are therefore specified under note 20.

Note 22 Financial risk management

The Group is exposed to financial risk through variations in interest rates and exchange rates. The Company is also dependent on access to financing in the banking and capital markets. The risk of losses on receivables is also closely monitored because of the general market turbulence and Russia's continued occupation of Ukraine and its effect on the Baltic states and the global economy.

Capital Management

Capital management focuses on the optimal balance between equity and debt in a company's capital structure. It aims to maximize shareholder value and ensure long-term financial stability by minimizing the cost of capital and maintaining an appropriate level of financial flexibility for its operations.

Currently the board has set a target in its investment and company strategy to not go over 60 % loan-to-value and maintain a minimum 12-month interest coverage liquidity buffer. At the date of this report, the net loan to value ratio for the Group's real estate portfolio is 46.1 % and including the group leverage positions 52.2 % (excluding cash reserves). The group's total cash position was MNOK 81 per 31.12.2024, which is considered in line with the strategy on cash reserves of minimum 12 month interest coverage.

The Group is exposed to financial risk and has defined the following relevant risk areas:

Credit risk

Credit risk is assessed at group level and is mainly linked to the risk of incurring losses as a result of tenants not paying the agreed rent. Rent payment is normally secured with a rent deposit or payment guarantees from banks or guaranteed by parent companies, with a high credit rating. In recent years, the group has had relatively low losses on rental claims, and the risk that the group will incur significant losses because of bankruptcies among tenants, is considered moderate. Realised losses have not increased significantly during the covid pandemic or the economic downturn in 2023/-24, and the group considers that the rental income achieved in the financial year and the development of the pandemic and market uncertainties indicate that the paying capacity of the tenants will be maintained overall. In recent years, rental losses have accounted for less than 0.5 % of the group's rental income.

Please refer to note 20 for maturity analysis related to the group's debt and other payables.

Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the financial liabilities when they are due. The liquidity risk is mitigated by having adequate cash/liquidity reserves, a moderate loan-to-value ratio and long-term loan agreements. The liquidity reserve consists of liquid current assets and unused long-term credit lines in larger financial institutions. The board has set targets for the group's liquidity reserves which will both ensure financial freedom of action to be able to exploit investment opportunities quickly, and to contribute to significantly reducing the financial risk. The liquidity risk linked to the refinancing of the group's debt is mitigated by balancing the refinancing need within the next period in relation to the group's liquidity reserve.

There are financial covenant requirements (loan conditions) in all of the group's bank loan agreements related to equity share, debt service cost coverage ratio and loan-to-value ratio. The group has fulfilled all requirements in the loan agreements in the financial year. The group has a decent to good margin in relation to the defined covenant requirements, and the risk of breach of these requirements is considered to be low for the next 12 months. The group has assessed that there is a low probability that the current geopolitical/market turbulence will affect the group's ability to service its financial liabilities in the next 12 months.

Optimisation of the Company's short-term and long-term financing is a natural part of the Company's daily operations, and the Company makes ongoing strategic assessments in this connection, which may include the sale of assets, refinancing of existing loans, bond financing, M&A, and/or raising capital from the Company's shareholders or external investors to ensure continued operations.

Please refer to note 20 for maturity analysis related to the group's debt and other payables.

Currency risk

The Group is also exposed to currency risk against NOK, as the Group's investments, revenues, and the majority of costs are in euros. All properties are financed through debt in euros, collectively forming a natural hedge for part of the currency risk. The remaining exposure is not hedged by the Group, in line with the company's strategy to allow investments in Baltic Sea Properties to also include a euro exposure for the investor.

Sensitivity

EUR/NOK 31/12/2024	11,7950
-10%	10,6155
+10%	12,9745
Effect of +/- 10% change in exchange rate on the group's equity in NOK:	39 844 991

Interest rate risk

Changes in interest rates can have a significant impact on the value of real estate assets, the cost of financing, and the ability of real estate companies to generate income. The risk associated with unpredictable cost of financing, can be mitigated by having a portion of long-term fixed interest rates in the financing mix. The board closely discuss targets for the share of fixed interest depending on the cost at the time. Interest positions and interest profiles are reported to the board on a regular basis. The Group is currently revising its finance policy including ratio of fixed interest hedges. In addition, the board has regular discussions on the features of floating vs fixed interest measures in the financing mix.

The group currently holds fixed interest agreements for approximately 3.7 % of the loan portfolio. The remaining term was 0.3 years per 31.12. Interest hedging in the group is mainly carried out using financial instruments at portfolio level. The group does not apply hedges accounting in accounting for the swap and cap agreements.



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Sensitivity

31/12/2024				
Euribor interest rate - sensitivity (effect of interest swaps not included)	Interest cost p.a (bank margin)	EURIBOR cost p.a	Full interest + Euribor cost p.a	Effective interest margin
1.5 %	13 876 112	9 649 160	23 427 272	3.68%
2.0 %	13 876 112	12 732 213	26 610 325	4.18%
2.5 %	13 876 112	15 915 266	29 793 378	4.68%
3.0 %	13 876 112	19 098 319	32 976 431	5.18%
3.5 %	13 876 112	22 281 373	36 159 485	5.68%
Shows cost at 3-month EURIBOR at respective rates.				

31/12/2023				
Euribor interest rate - sensitivity (effect of interest swaps not included)	Interest cost p.a (bank margin)	EURIBOR cost p.a	Full interest + Euribor cost p.a	Effective interest margin
2.0 %	NOK 12 737 330	NOK 11 641 894	NOK 24 379 324	4.19%
2.5 %	NOK 12 737 330	NOK 14 552 495	NOK 27 289 825	4.69%
3.0 %	NOK 12 737 330	NOK 17 462 991	NOK 30 200 321	5.19%
3.5 %	NOK 12 737 330	NOK 20 373 490	NOK 33 110 820	5.69%
4.0 %	NOK 12 737 330	NOK 23 283 988	NOK 36 021 318	6.19%
Shows cost at 3-month EURIBOR at respective rates.				

31/12/2022				
Euribor interest rate - sensitivity (effect of interest swaps not included)	Interest cost p.a (bank margin)	EURIBOR cost p.a	Full interest + Euribor cost p.a	Effective interest margin
2.0 %	NOK 11 037 724	NOK 10 303 365	NOK 21 341 090	4.14%
2.5 %	NOK 11 037 724	NOK 12 879 207	NOK 23 916 931	4.64%
3.0 %	NOK 11 037 724	NOK 15 455 048	NOK 26 492 773	5.14%
3.5 %	NOK 11 037 724	NOK 18 030 889	NOK 29 068 614	5.64%
4.0 %	NOK 11 037 724	NOK 20 606 731	NOK 31 644 455	6.14%
Shows cost at 3-month EURIBOR at respective rates.				

The table shows the sensitivity and effect of budgeted interest cost (fixed bank margin) plus a 3-month EURIBOR assumption on a range between 2% - 4% in the respective period.

Euribor at the end of 2024 was 2.870 %. Euribor at the end of 2023 was 3.905 %.

The sensitivity table presented above does not consider Group financing options like mezzanine facilities, as they do not include a Euribor component. It should be noted that the margins for the mezzanine facilities are 9% for Ambolt mezzanine.

Further reference is made to finance table overview in note 20.



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Note 23 Subsidiaries

The following companies are part of the group and therefore consolidated in the Consolidated financial statement

Company	Ownership	Office	Percentage ownership
<u>Direct ownership:</u>			
BSP Asset Management Klaipėda UAB	Direct	Klaipėda, Lithuania	100%
BSP Holding LT UAB	Direct	Vilnius, Lithuania	100%
BSP Asset Management UAB	Direct	Vilnius, Lithuania	100%
<u>Indirect ownership (owned via BSP Holding LT UAB):</u>			
BSP Logistic Property UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property II UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property IV UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property V UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property VI UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property VII UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property VIII UAB	Indirect	Vilnius, Lithuania	100%
BSP Logistic Property IX UAB	Indirect	Vilnius, Lithuania	100%
BSP Industrial Property III UAB	Indirect	Vilnius, Lithuania	100%
BSP Industrial Property IV UAB	Indirect	Vilnius, Lithuania	100%
BSP Retail Properties I UAB	Indirect	Vilnius, Lithuania	100%
BSP Retail Properties V UAB	Indirect	Vilnius, Lithuania	100%
Klaipėdos Verslo Parkas UAB	Indirect	Klaipėda, Lithuania	100%
Liepų Parkas UAB	Indirect	Klaipėda, Lithuania	100%
Pastatų Vystymas UAB	Indirect	Klaipėda, Lithuania	100%
Prekybos Centras Grandis UAB	Indirect	Klaipėda, Lithuania	100%



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Note 24 Segment information and rental income

The group has one operational segment as there are no material differences in risk and returns in the economic environments in which the company operates. The property portfolio consists of properties in Lithuania and internal reporting is consolidated into one reporting segment.

Rental income	Segment	Geography	2023	2022
Income from tenants	Investment property	Lithuania	91 286 411	69 521 275
Total rental income			91 286 411	69 521 275

Customers that aggregate 10 % or more of the Group's total revenues are disclosed in the table below

	2024	2023
Logistics tenant 1	13 981 096	13 264 013
Logistics tenant 2	13 295 102	12 907 721
Logistics tenant 3	11 804 584	11 397 331
Logistics tenant 4	11 116 977	10 499 181

Lease management

The group mainly enters into long-term lease contracts with solid counterparties. The lease contracts mainly has fixed rent and include CPI increases.

The group's future accumulated rent from operational lease contracts per 31.12.23

The following table specifies contractual annual rent. Contracts at maturity are assumed not renewed or replaced by market rent (this to illustrate contractual revenue streams as per balance sheet date).

Please also refer to maturity analysis in the tables below.

Amounts in NOK thousand	2024	2023
Less than 1 year	NOK 106 710	NOK 93 559
Between 1 and 2 years	NOK 94 552	NOK 93 559
Between 2 and 3 years	NOK 93 499	NOK 81 069
Between 3 and 4 years	NOK 93 499	NOK 81 069
Between 4 and 5 years	NOK 74 605	NOK 63 434
Between 5 and 6 years	NOK 61 170	NOK 63 434
Total (<6 years)	NOK 524 038	NOK 476 124

The group's lease contracts per 31.12.2024 have the following maturity structure measured in annual rent*

Amounts in EUR thousand	No of contracts	Contract rent (EUR)	Contract rent, %
Less than 1 year			
Between 1 and 5 years	4	€ 3 859	42,7 %
Between 5 and 10 years			
Over 10 years	8	€ 5 183	57,3 %
Total	12	€ 9 042	100%

The group's lease contracts per 31.12.2023 have the following maturity structure measured in annual rent*

Amounts in EUR thousand	No of contracts	Contract rent (EUR)	Contract rent, %
Less than 1 year			
Between 1 and 5 years	4	€ 3 788	45,5%
Between 5 and 10 years			
Over 10 years	7	€ 4 536	54,5%
Total	11	€ 8 324	100%

The group's lease contracts per 31.12.2022 have the following maturity structure measured in annual rent*

Amounts in EUR thousand	No of contracts	Contract rent (EUR)	Contract rent, %
Less than 1 year			
Between 1 and 5 years	4	€ 3 614	44,3%
Between 5 and 10 years			
Over 10 years	7	€ 4 430	55,1%
Total	10	€ 6 539	100%

* Grandus Shopping centre, the retail portfolio in BSP Retail Properties I UAB and Klaipeda Business Park are multi-tenant, but here presented as having one contract party.



Note 25 Reconciliation of liabilities from financing activities

Amounts in NOK thousand

	2024		2023	
	Interest-bearing debt	Lease obligations	Interest-bearing debt	Lease obligations
Liabilities as of 01.01	654 415	29 283	600 094	24 139
New interest-bearing debt	42 204	-	64 260	-
Down-payment on interest bearing debt	-38 572	-	-53 993	-
Increase lease liabilities	-	812	-	1 562
Down-payment lease liabilities	-	-1 056	-	-1 050
Reclassification from long-term to short-term debt	-	-	-	-
Exchange rate effects	31 142	1 445	44 054	4 632
Liabilities as of 31.12	689 188	30 484	654 414	29 283

Note 26 Uncertain liabilities

In 2014, the tax authorities requested information from the parent company regarding previously deducted issue costs related to the balance sheet for 2006. The parent company was then able to reduce its carry forward loss by NOK 23,688,757. This was part of the issue facilitation fee that was considered to be part of the investment and therefore not give a tax deduction. Furthermore, the decision states that additional tax of 30% of the tax of NOK 23,688,757, a total of NOK 1,969,256, will be effected in the first year the company makes a tax profit. There is thus a contingent liability of NOK 1,969,256 for which there is no provision in the accounts as the company considers it less than 50% likely that it will make a tax profit. This assessment is based on the fact that the company's main source of income is dividends from subsidiaries, which are not subject to taxation.

Per 31.12.2024, the parent company had a deferred tax asset of MNOK 8.9 which the company has chosen to not book in its balance sheet as it not expects to come in a position of taxation where it will be able to make use of the tax asset.

Note 27 Transactions with related parties

BSP settled the remaining balance of the seller credit from Baltic Equity Group UAB and the other sellers of the Grandus Shopping Center during the second quarter of 2024. The outstanding balance at the beginning of 2024 was EUR 830 thousand, originating from the acquisition in May 2022.

(Please refer to Note 18 for details on the Board of Directors' and senior executives' subscription of shares in the private placement in May 2024.)

Note 28 Russia's invasion of Ukraine

Russia's ongoing war in Ukraine, combined with uncertainty over the United States' long-term commitment to NATO, continues to shape the security and economic outlook for the Baltic region. The Baltic states' disconnection from the Russian electricity grid in early 2025 marked a significant step toward energy independence, but regional infrastructure and critical supply routes remain vulnerable to evolving security risks. While Lithuania remains firmly embedded in the EU and NATO, shifting geopolitical dynamics warrant continued close attention.

Despite these challenges, our operations remain stable, with no direct disruptions. In early 2025, we delivered the first phase of Liepja Parkas and secured a long-term lease with UAB Krasta Auto for a BMW dealership in Klaipėda, reflecting continued confidence in Lithuania's economy. While external uncertainties remain, we maintain a cautious and adaptive approach to ensure resilience in a changing environment.

Note 29 Events after reporting date

On 18 February 2025, Baltic Sea Properties AS announced that its subsidiary project, Liepja Parkas, has entered into a 10-year lease agreement with UAB Krasta Auto (part of Inncapex Group) for a 2,475 sqm commercial building in Klaipėda. The lease follows triple-net principles and represents the second stage of the 16,000 sqm Liepja Parkas business and retail park.

The property will be certified under the BREEM sustainability rating scheme and designed to incorporate renewable energy production. The total estimated investment for stage 2, including land and allocated infrastructure, is approximately EUR 4.8 million (NOK 53 million), with handover and opening scheduled for January 2026. Upon completion of two of the four planned development stages, 6,785 sqm will have been built, with a total investment of approximately EUR 13.45 million (NOK 157 million).

Management has reviewed events after the reporting date and has not identified any other matters requiring disclosure.



BSP Park | Vilnius A4



Annual Financial Statement 2024 for the Parent Company

Amounts in NOK

Income Statement	Note	31 December 2024	31 December 2023
Operating income			
Other operating income	2	4 979 792	5 007 788
Sum operating income		4 979 792	5 007 788
Operating expenses			
Wages and social costs	3	4 742 872	4 613 828
Depreciations on fixed assets	4	254 517	191 507
Other operating expenses	3,5	3 815 603	2 703 916
Sum operating expenses		8 812 992	7 509 252
Profit from operations		-3 833 200	-2 501 464
Financial income & expenses			
Dividends received from subsidiaries	6	-	2 892 143
Interest income from subsidiaries	6	10 317 079	7 410 803
Other interest income		588 411	305 355
Currency gain (+) / loss (-)	7	10 226 279	8 471 084
Other interest expenses	8	4 645 564	2 513 583
Impairment of non-current financial assets (+) / Reversal of previous years' impairment of non-current financial assets (-)	6	4 452 751	-
Other financial expenses	8,7	808 300	21 600
Net profit from financial items		11 225 153	16 544 200
Profit before taxes		7 391 953	14 042 737
Corporate income tax	9	-	-
Change in deferred taxes	9	-	-
Taxes on profit		-	-
PROFIT AFTER TAXES		7 391 953	14 042 737
Allocation of profit			
Dividend (distributed during the accounting year)	10	11 692 030	10 670 909
Transferred to/from retained earnings	10	-4 300 077	3 371 828
Sum allocation		7 391 953	14 042 737

¹ NOK 11 692 030 (NOK 1.75 per share) was distributed as dividend in June 2024, in accordance with the decision of the AGM held on the 6th of June 2024.
NOK 10 670 909 (NOK 1.60 per share) was distributed as dividend in June 2023, in accordance with the decision of the AGM held on the 3rd of May 2023.



Baltic Sea Properties AS

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Annual Financial Statement 2024 for the Parent Company

Amounts in NOK

Balance Sheet	Note	31 December 2024	31 December 2023
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Other fixed assets	4	1 019 894	775 151
Sum fixed assets		1 019 894	775 151
Non-current financial assets			
Investments in subsidiaries	6	10 609 166	15 061 917
Loans to subsidiaries	6	232 255 587	184 691 669
Sum non-current financial assets		242 864 754	199 753 586
Sum fixed assets		243 884 647	200 528 736
CURRENT ASSETS			
Accounts receivable			
Trade receivables		1 023 821	719 524
Other accounts receivable	11	56 137	-
Sum accounts receivable		1 079 958	719 524
Cash and cash equivalents			
Cash and cash equivalents	12	48 316 437	996 401
Sum current assets		49 396 395	1 715 925
SUM ASSETS		293 281 042	202 244 661



Baltic Sea Properties AS

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Annual Financial Statement 2024 for the Parent Company

Amounts in NOK

Balance Sheet	Note	31 December 2024	31 December 2023
EQUITY			
Paid-in equity			
Share capital	10, 13	869 608	668 823
Own shares	10, 13	-861	-861
Share premium	10	214 031 393	118 788 021
Sum paid-in equity		214 900 139	119 455 983
Retained earnings			
Retained earnings	10	26 848 763	31 148 840
Sum retained earnings		26 848 763	31 148 840
Sum equity		241 748 903	150 604 824
LIABILITIES			
Non-current liabilities			
Non-current borrowings from subsidiaries	6	118 751	117 745
Other non-current liabilities	8	50 000 000	50 000 000
Sum non-current liabilities		50 118 751	50 117 745
Current liabilities			
Trade payables		506 682	406 966
Payable dues and other taxes		135 883	178 286
Current borrowings from subsidiaries	6	-	8 091
Other current liabilities	8, 14	770 824	928 750
Sum current liabilities		1 413 388	1 522 093
Sum liabilities		51 532 140	51 639 838
SUM EQUITY & LIABILITIES		293 281 042	202 244 661

Oslo, the 10th of April 2025

James Andrew Clarke
Chairman of the Board

Henrik Austgulen
Board Member

John David Mosvold
Board Member

Bjørn Bjørø
Board Member

Lars Christian Berger
CEO



Baltic Sea Properties AS

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Annual Financial Statement 2024 for the Parent Company

Amounts in NOK

Cash Flow Statement	31 December 2024	31 December 2023
Cash flows from operating activities		
Profit before tax	7 391 953	14 042 737
+/- Depreciations	254 517	191 507
- Impairment of financial assets	4 452 751	-
- Gains from sale of shares	-	89 200
+/- Change in trade receivables and other receivables	-360 434	5 277
+/- Change in trade payables	99 716	215 535
+/- Change in other borrowings	-243 121	221 405
+/- Items classified as financial items	-15 901 610	-16 260 445
= Net cash flows from operating activities	146 522	-1 494 786
Cash flows from investment activities		
- Purchases of fixed assets (incl. reclassifications)	-499 260	-126 071
- Purchases of shares	-	-2 338 740
+ Received dividend from subsidiaries	-	2 892 143
= Net cash flows from investment activities	-499 260	427 331
Cash flows from financing activities		
+/- Net changes in non-current financial debts	-9 094 498	25 771 083
+/- Net changes in non-current loans to/from subsidiaries	-27 368 786	-28 795 958
- Distribution of dividends	-11 649 239	-10 595 108
+/- Capital increase	95 444 156	-
= Net cash flows from financing activities	47 331 633	-13 619 983
+/- Effects from currency differences on cash and cash equivalents	341 140	57 683
= Net change in cash and cash equivalents	47 320 036	-14 629 754
+ Cash and cash equivalents at beginning of period	996 401	15 626 155
= Cash and cash equivalents at end of period	48 316 437	996 401
Restricted deposits per 31.12 related to employee tax deduction	134 592	137 152



Notes to the annual financial statements 2024 for the Parent Company

Note 1 Accounting Principles

The annual accounts have been drawn up in accordance with the Accounting Act ("regnskapsloven") and prepared according to Norwegian accounting standards and recommendations for good accounting practice ("God regnskapskikk (GRS)"). The annual accounts have been prepared with the assumption of continued operations, cf. Section 3-3a of the Accounting Act (regnskapsloven).

Sales revenue and operating costs

The parent company's operating income derives from the sale of management services to its own subsidiaries. The parent company's operating income is recognized in the income statement when it is earned ("oppjeningsprinsippet"), while operating expenses are recognized in the income statement in the same period as the income is earned ("sammenstillingsprinsippet"). Operating income related to invoicing is netted against the operating cost that is invoiced.

Cash flow statement

The parent company's cash flow statement has been prepared using the indirect method.

Pension

The parent company is obliged to have an occupational pension scheme in accordance with the Mandatory Occupational Pensions Act ("lov om obligatorisk tjenestepensjon"). The pension schemes in the Norwegian company satisfy the requirements of this act. Defined contribution pension schemes mean that no promise is made of a future pension of a given amount, but an annual contribution is paid to the employees' collective pension savings. The future pension will depend on the size of the subsidy and the annual return on the pension savings. The company has no further obligations related to the work input after the annual deposit has been paid. There is no provision for accrued pension obligations in such schemes. Defined contribution pension schemes are expensed directly and include all employees in the Norwegian company.

Main principles for assessment and classification of assets and liabilities

Fixed assets with a limited economic life are entered in the balance sheet at acquisition cost and are subject to scheduled depreciation. Share investments are classified as financial fixed assets and are booked at the lower of acquisition cost and fair value. Dividends received and other profit distributions from the subsidiaries are recognized as other financial income. Current assets are valued at the lower of acquisition cost and fair value.

Assets intended for permanent ownership or use are classified as fixed assets. Other assets are classified as current assets. Fixed assets are assessed at acquisition cost but written down to fair value when the decline in value is not expected to be temporary. Fixed assets with a limited economic life are depreciated linearly over their expected economic life. As of 31/12/2024, all assets were permanent property.

Accounts receivable and other receivables are entered at face value after deduction for provisions for expected losses. The provision for losses is made on the basis of an individual assessment of the individual claims.

The company's long-term and short-term liabilities are entered in the balance sheet at the nominal amount received at the time of establishment. The debt is not subject to upward/downward assessments as a result of interest rate changes. 1st year instalments are classified as short-term debt.

Long-term shares

Long-term shares where Baltic Sea Properties does not have significant influence are entered in the balance sheet at acquisition cost. The investments are written down to fair value if the decline in value is not temporary. Received dividends and other profit distributions are recognized as other financial income.

Tax

Tax is expensed when it is incurred, i.e. the tax cost is linked to the accounting profit before tax. The tax cost consists of payable tax and changes in deferred tax. Deferred tax in the balance sheet is calculated on the basis of temporary differences between accounting and tax values. The reason for deferred tax is different accruals of the accounting and tax results.

Conversion of foreign currency

Assets and liabilities in foreign currency are converted to NOK at the exchange rate on the balance sheet date, while income and costs in foreign currency are converted to NOK at average exchange rate.

Transactions in foreign currency are converted to NOK using the transaction rate. Currency gains and losses arising from the payment of such transactions, and from the conversion of monetary items (assets and liabilities) in foreign currency at the end of the year at the exchange rate on the balance sheet date, is recognized in profit and loss.

The following exchange rates (NOK/EUR) have been used in the preparation of the accounts:

	2024	2023
Exchange rate on balance sheet date	11,7950	11,2405
Average exchange rate	11,6276	11,4206

Investment in subsidiaries

Investment in subsidiaries Investments in subsidiaries are assessed in the company's financial statement according to the cost method. Investments are assessed at acquisition cost for the shares, unless impairments are found necessary. Impairments to fair value are made when the decline in value is due to reasons that cannot be assumed to be temporary and must be considered necessary according to good accounting practice. Impairments are reversed when the basis for the impairment is no longer present. Dividends received from the subsidiaries are recognized as other financial income.

Note 2 Other operating income

The parent company booked other operating income consisting of invoices for management services issued to:

	2024	2023
External clients	-	-
BSP Logistic Property UAB	804 682	809 206
BSP Logistic Property II UAB	1 103 532	1 109 736
BSP Logistic Property IV UAB	1 149 535	1 155 998
BSP Logistic Property V UAB	873 652	878 564
BSP Logistic Property VI UAB	427 619	430 023
BSP Logistic Property VII UAB	86 213	86 888
BSP Logistic Property VIII UAB	172 427	173 396
BSP Retail Properties I UAB	179 186	179 188
UAB Retail Properties V UAB	183 945	184 979
Sum	4 979 792	5 007 788

In 2024, the parent company invoiced subsidiaries for services according to set guidelines for the group and the arm's length principle.

Operating income from invoicing of expenses have been netted against their operating expense invoiced.



Baltic Sea Properties AS

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Note 3 Wages and social costs

The parent company's wages and social costs for the year were:

Wages/allowances	2024	2023
Wages	2 477 469	2 509 497
Bonuses	355 626	322 067
Board remuneration	1 050 000	950 000
Employer's tax ("Arbeidsgiveravgift")	639 970	628 220
Other social costs	219 608	204 044
Sum	4 742 672	4 613 828

Distribution of wages/allowances (excl. Employer's tax)	2024	2023
CEO of parent company (excl. bonus)	1 725 159	1 629 591
Bonuses (incl. CEO's bonus)	318 144	322 067
Chairman of the Board	300 000	300 000
Other board members	750 000	650 000
Other employees and contractors	1 009 600	1 083 950
Sum	4 102 903	3 985 608

Full-time equivalents employed: 1,8 2,0

No loans have been given to employees as of 31.12.2024 or 31.12.2023. No guarantees have been given on behalf of employees or members of the board. In 2024, the CEO received a total remuneration of NOK 2.1 million (ex. employer's tax) including bonus, of which NOK 89.300 are pension costs and NOK 62.952 other benefits. The CEO is entitled to 6 months' salary upon termination of employment.

The company is subject to the rules on mandatory occupational pensions ("obligatorisk tjenestepensjon").

Auditor	2024	2023
Statutory audit	1 069 196	748 371
Tax advisory	28 840	26 445
Other services	-	104 046
Sum audit fees (ex. VAT reclaimed)	1 098 036	878 862

Note 4 Fixed assets

	Office machines	Other fixed assets	Sum
Book value 1.1.2024	20 051	755 100	775 151
Acquisitions	-	499 260	499 260
Disposals	-	-	-
This year's depreciation	-10 376	-244 141	-254 517
Book value 31.12.2024	9 675	1 010 219	1 019 894



Note 5 Operating expenses

	2024	2023
Audit fees	1 098 036	878 861
Financial and legal assistance	1 140 048	389 247
Office rent*	83 329	324 261
IT expenses	323 197	271 858
Shareholder registry, etc.	188 879	111 655
Travel expenses, etc.	368 848	262 628
Insurance	24 689	173 601
Other operating expenses	568 577	292 015
Sum other operating expenses	3 815 603	2 703 916

* Operating income from office sublease is netted against office rent expenses (2023: NOK 8,428).



Rhenus Logistics | BSP Park – Vilnius A4



Baltic Sea Properties AS

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Note 6 Subsidiaries

The main purpose of Baltic Sea Properties AS is to invest in companies in the Baltics which in turn invest in and develop properties for sale and rental, as well as management services for these.

Entity	Ownership	Office location	Stake	Booked equity 31.12	Profit/Loss 31.12	Loan to subsidiary 31.12	Year's interest income	Debt to subsidiary 31.12	Year's interest expense
<u>Direct ownership:</u>									
BSP Asset Management Klaipėda UAB	Direct	Klaipėda, Lithuania	100%	-697 472	-1 580 081				
BSP Holding LT UAB	Direct	Vilnius, Lithuania	100%	19 631 146	264 671	232 255 587	10 317 079		
BSP Asset Management UAB	Direct	Vilnius, Lithuania	100%	3 375 236	-1 479 508				
<u>Indirect ownership (owned via BSP Holding LT UAB):</u>									
BSP Logistic Property UAB	Indirect	Vilnius, Lithuania	100%	38 775 269	4 455 533				
BSP Logistic Property II UAB	Indirect	Vilnius, Lithuania	100%	105 944 743	6 626 071				
BSP Logistic Property IV UAB	Indirect	Vilnius, Lithuania	100%	123 003 373	18 246 987				
BSP Logistic Property V UAB	Indirect	Vilnius, Lithuania	100%	46 274 305	5 515 147				
BSP Logistic Property VI UAB	Indirect	Vilnius, Lithuania	100%	33 431 338	3 229 608				
BSP Logistic Property VII UAB	Indirect	Vilnius, Lithuania	100%	6 181 620	195 710				
BSP Logistic Property VIII UAB	Indirect	Vilnius, Lithuania	100%	59 286 758	2 279 014			-118 751	
BSP Logistic Property IX UAB	Indirect	Vilnius, Lithuania	100%	-202 852	-33 262				
BSP Industrial Property III UAB	Indirect	Vilnius, Lithuania	100%	-661 240	-177 495				
BSP Industrial Property IV UAB	Indirect	Vilnius, Lithuania	100%	2 218 641	-408 976				
BSP Retail Properties I UAB	Indirect	Vilnius, Lithuania	100%	96 665 281	4 550 613				
BSP Retail Properties V UAB	Indirect	Vilnius, Lithuania	100%	24 503 759	2 544 526				
Klaipėdos Versio Parkas UAB	Indirect	Klaipėda, Lithuania	100%	32 775 916	3 093 258				
Liepu Parkas UAB	Indirect	Klaipėda, Lithuania	100%	18 405 906	10 323 472				
Pastaty Vystymas UAB	Indirect	Klaipėda, Lithuania	100%	106 648 335	12 812 849				
Prekybos Centras Grandus UAB	Indirect	Klaipėda, Lithuania	100%	55 491 247	4 135 136				
SUM				770 451 341	74 693 273	232 255 587	10 317 079	-118 751	-

Book value in parent company of shares owned directly:

	Acquisition cost 01.01	Book value 01.01	Disposal	Acquisition	Year's impairment (-)/reversal prev. imp. (+)	Book value 31.12
BSP Asset Management Klaipėda UAB (i.d.l. BNTP UAB)	4 452 751	4 452 751	-	-	-4 452 751	-
BSP Holding LT UAB	10 584 721	10 584 721	-	-	-	10 584 721
BSP Asset Management Vilnius UAB	24 445	24 445	-	-	-	24 445
SUM	15 061 917	15 061 917	-	-	-4 452 751	10 609 166



Baltic Sea Properties AS

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Note 7 Financial income & expenses

The parent company booked currency gains/losses consisting of:

	2024	2023
Currency gains (+)/losses (-) from invoices and bank accounts in foreign currencies:	341 140	57 683
Currency gains (+)/losses (-) from loans in foreign currencies to/from subsidiaries:	9 885 139	8 413 401
Sum	10 226 279	9 471 084

The parent company received dividends from the following subsidiaries:

	2024	2023
BSP Holding LT UAB	-	2 892 143
Sum	-	2 892 143

The parent company booked other financial expenses consisting of:

	2024	2023
Refinancing fee to Ambolt Mezzanine Sub-Fund	808 300	-
Other financial expenses	-	21 600
Sum	808 300	1 390 550

Note 8 Financial debt

	Other non-current liabilities	Market value interest hedging contracts	Total	This year's interest expenses	Maturity	Interest rate p.a.
Mezzanine loan from Ambolt Mezzanine Sub-Fund	50 000 000	-	50 000 000	4 727 500	15/09/2027	9,30%
SUM	50 000 000	-	50 000 000	4 727 500		

Mezzanine loan in 2024:

On 13 September 2024 Baltic Sea Properties AS and Ambolt Mezzanine Sub-Fund entered into an amendment agreement extending the 50 MNOK loan until 15 September 2027.

Specification of movements in mezzanine loans from Ambolt Mezzanine Sub-Fund (principal amount balance ex. accrued interest):

(Amounts in NOK)

	2023	2024	2025e
Ingoing balance per 1.1.	50 000 000	50 000 000	50 000 000
Gearing/new project debt			
Downpayments			
Extraordinary downpayments			
Outgoing balance per 31.12	50 000 000	50 000 000	50 000 000
Interest expenses	2 513 583	4 727 500	4 660 000
Extension fee		808 300	808 300
Total interest expenses	2 513 583	5 535 800	5 468 300



Baltic Sea Properties AS

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Note 9 Taxes

This year's tax expenses appear as follows:

	2024	2023
Payable tax on year's profit	-	-
Change in deferred tax	-	-
Tax expenses on ordinary profit	-	-

Payable tax in the year's tax expenses appear as follows:

Ordinary profit before tax	7 391 953	14 042 737
Permanent differences	4 565 147	-2 865 773
Change in temporary differences	-10 015 485	-8 063 932
Use of tax loss carry forward	-1 941 605	-3 113 032
Basis of payable tax	-	-
Tax	-	-
Payable tax on the year's profit	-	-

Payable tax in the balance sheet appears as follows:

Payable tax on the year's profit	-	-
Sum payable tax	-	-

Specification of basis for deferred tax:

Differences that are settled:	Change	2024	2023
Difference between accounting and tax value of receivables	-9 979 487	26 343 833	16 364 336
Difference between accounting and tax value of other fixed assets	-35 997	242 037	206 040
Accounting provisions for liabilities	-	-	-
Tax loss carry forward	-1 941 605	-67 319 273	-69 260 878
Sum	-11 957 089	-40 733 402	-52 690 502
Deferred tax (+) / Deferred tax asset (-)		-8 951 348	-11 591 910
Current tax rate		22%	22%

As it is uncertain whether the company will be able to make use of the deferred tax asset, the company has chosen not to book this.

Note 10 Equity

	Share capital	Own shares	Share premium	Retained earnings	Sum
Equity 1.1.2024	668 823	-861	118 788 021	31 148 841	150 604 824
Dividend (distributed during the accounting year)				-11 692 030	-11 692 030
Capital increase	200 785		95 243 372	-	85 444 156
This year's profit/loss				7 391 953	7 391 953
Equity 31.12.2024	869 608	-861	214 031 393	26 848 764	241 748 903

Note 11 Other accounts receivable

The parent company's other accounts receivable consisted of:

	2024	2023
Prepayments to suppliers	56 137	-
Sum	56 137	-

Note 12 Cash and cash equivalents

	2024	2023
Total bank deposit per 31.12	48 316 437	986 401
Of which restricted deposits related to employee tax deduction	134 592	137 152



Note 13 Share capital, shareholder information and ownership structure

The share capital per 31.12 consisted of the following share classes:

	Number of shares	Nominal value per share	Book value
Ordinary shares	8 696 077	0,10	869 608
Own shares	8 611	0,10	861

Ownership structure:

The 20 largest shareholders in the parent company per 31.12 were:

	Ordinary shares	Voting/ ownership stake
UAB Baltic Equity	3 316 700	38,1 %
CENTRALKIRKEN	1 098 260	12,6 %
NESTOR AS	413 207	4,8 %
AURIS AS	262 394	3,0 %
TRIVON AS	250 000	2,9 %
PIPPINVEST AS	225 000	2,6 %
GAMBIT AS	193 204	2,2 %
EIENDOMSKAPITAL NORGE V AS	165 560	1,9 %
PASCAL HOLDING AS	103 703	1,2 %
LILLEBY, DAG HAAKON	100 000	1,1 %
OLAV HJORTESET AS	91 481	1,1 %
RIEVE KAPITAL AS	86 838	1,0 %
BRØDRENE HJORTESET AS	64 823	0,7 %
THOCA INVEST AS	60 000	0,7 %
ANDERSEN-GOTT, TORE	59 139	0,7 %
HJORTESET, OLAV	58 519	0,7 %
DUPUY, PASCAL FREDERIC	57 658	0,7 %
DUPUY, BERIT MYHRE	57 657	0,7 %
EGGER, NICOLAI ANDREAS	56 600	0,7 %
BONAVISTA AS	52 628	0,6 %
Total number of shares held by the 20 largest shareholders	6 773 361	77,9%

Shares held by board of directors and senior executives as of 31.12:

Shareholders	Represented by	Role	Ordinary shares 2024	Ordinary shares 2023
UAB Baltic Equity	James Clarke	Chairman	3 316 700	1 852 721
CENTRALKIRKEN	Bjørn Bjørø	Board member	1 098 260	1 098 260
AURIS AS	Henrik Austgulen	Board member	262 394	-
EIENDOMSKAPITAL NORGE V AS	Bjørn Bjørø	Board member	165 560	143 060
HOLSTEIN INVEST AS	John Mosvold	Board member	32 861	32 861
MOSVOLD, JOHN DAVID	John Mosvold	Board member	22 276	22 276
HAGEN, BERGER & AAS AS	Lars C. Berger	CEO	13 334	13 334
ARTHEN INVEST AS	Lars C. Berger	CEO	16 609	3 709

Shares acquired by the Board of Directors and senior executives in the 2024 private placement (May 2024)

In May 2024, the Company issued 1,781,355 new shares through a private placement, followed by an additional 226,450 shares in a subsequent offering in June 2024. Of the total shares subscribed in the private placement, UAB Baltic Equity — a company controlled by James Clarke, Chairman of the Board — acquired 1,448,979 shares, while Arthen Invest AS — a company controlled by Lars Christian Berger, CEO — acquired 11,836 shares. Additionally, Auris AS, a company controlled by Henrik Austgulen (who was not a board member of Baltic Sea Properties at the time), acquired 236,734 shares.



Baltic Sea Properties AS

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Note 14 Other current borrowings

The parent company's other current borrowings consisted of:

	2024	2023
Payable dividends	-465 711	422 920
Accrued holiday pay	-284 764	255 830
Other accruals	-20 348	250 000
Sum	-770 824	928 750

Note 15 Transactions with related parties

BSP settled the remaining balance of the seller credit from Baltic Equity Group UAB and the other sellers of the Grandus Shopping Center during the second quarter of 2024. The outstanding balance at the beginning of 2024 was EUR 830 thousand, originating from the acquisition in May 2022.

(Please refer to Note 13 for details on the Board of Directors' and senior executives' subscription of shares in the private placement in May 2024.)

Note 16 Uncertain liabilities

In 2011, the tax authorities requested information from the parent company regarding previously deducted issue costs related to the balance sheet for 2005. The parent company was then able to reduce its carry forward loss by NOK 23,898,757. This was part of the issue/facilitation fee that was considered to be part of the investment and therefore not give a tax deduction. Furthermore, the decision states that additional tax of 30% of the tax of NOK 23,898,757, a total of NOK 1,989,856, will be effected in the first year the company makes a tax profit. There is thus a contingent liability of NOK 1,989,856 for which there is no provision in the accounts as the company considers it less than 50% likely that it will make a tax profit. This assessment is based on the fact that the company's main source of income is dividends from subsidiaries, which are not subject to taxation.

Per 31.12.2024, the parent company had a deferred tax asset of MNOK 8.96 which the company has chosen to not book in its balance sheet as it not expects to come in a position of taxation where it will be able to make use of the tax asset.

Note 17 Russia's invasion of Ukraine

Russia's ongoing war in Ukraine, combined with uncertainty over the United States' long-term commitment to NATO, continues to shape the security and economic outlook for the Baltic region. The Baltic states' disconnection from the Russian electricity grid in early 2025 marked a significant step toward energy independence, but regional infrastructure and critical supply routes remain vulnerable to evolving security risks. While Lithuania remains firmly embedded in the EU and NATO, shifting geopolitical dynamics warrant continued close attention.

Despite these challenges, our operations remain stable, with no direct disruptions. In early 2025, we delivered the first phase of Liepy Parkas and secured a long-term lease with UAB Krasta Auto for a BMW dealership in Klaipėda, reflecting continued confidence in Lithuania's economy. While external uncertainties remain, we maintain a cautious and adaptive approach to ensure resilience in a changing environment.



Statsautoriserte revisorer
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Postboks 1156 Sentrum, 0107 Oslo

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Tlf: +47 24 00 24 00
www.ey.no
Medlemmer av Den norske Revisorforening

To the General Meeting in Baltic Sea Properties AS

INDEPENDENT AUDITOR'S REPORT

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Baltic Sea Properties AS (the Company) which comprise:

- The financial statements of the Company and the consolidated financial statements of the Company and its subsidiaries (the Group). The financial statements of the Company comprise the statement of the financial position as of 31 December 2024 and the statement of profit and loss and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies, and
- The consolidated financial statements of the Group, which comprise the consolidated statement of financial position as of 31 December 2024, the consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended and notes to the financial statements, including material accounting policy information

In our opinion

- the financial statements comply with applicable statutory requirements,
- the financial statements give a true and fair view of the financial position of the Company as at 31 December 2024 and its financial performance and cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and
- the consolidated financial statements give a true and fair view of the financial position of the Group as at 31 December 2024 and its financial performance and cash flows for the year then ended in accordance with IFRS Accounting Standards as adopted by the EU.

Our opinion is consistent with our additional report to the audit committee.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Company and the Group in accordance with the requirements of the relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (the IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors and the CEO (management) are responsible for the information in the Board of Directors' report and the other information presented with the financial statements. The other information comprises information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

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Perinnio Dokumentnr: 56705V_56705X_1GR0D_0X11MM_14KH6_2B9XC



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In connection with our audit of the financial statements, our responsibility is to read the information in the Board of Directors' report. The purpose is to consider if there is material inconsistency between the information in the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or otherwise the information in the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

Based on our knowledge obtained in the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable statutory requirements.

Responsibilities of management for the financial statements

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway and of the consolidated financial statements of the Group in accordance with International Financial Reporting Standards as adopted by the EU, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's and the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or the Group, or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's and the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's and the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to

Independent auditor's report - Baltic Sea Properties AS 2024

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draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company and the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Oslo, 11 April 2025
ERNST & YOUNG AS

The auditor's report is signed electronically

Trond Stian Nytteit
State Authorised Public Accountant (Norway)

Perinnio Dokumentnr: VPKDV_SPKX1_1GRID_OX11MM_Y4KH6_2BRXC

Independent auditor's report - Baltic Sea Properties AS 2024
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Nytveit, Trond Stian

Statsautorisert revisor

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Property portfolio

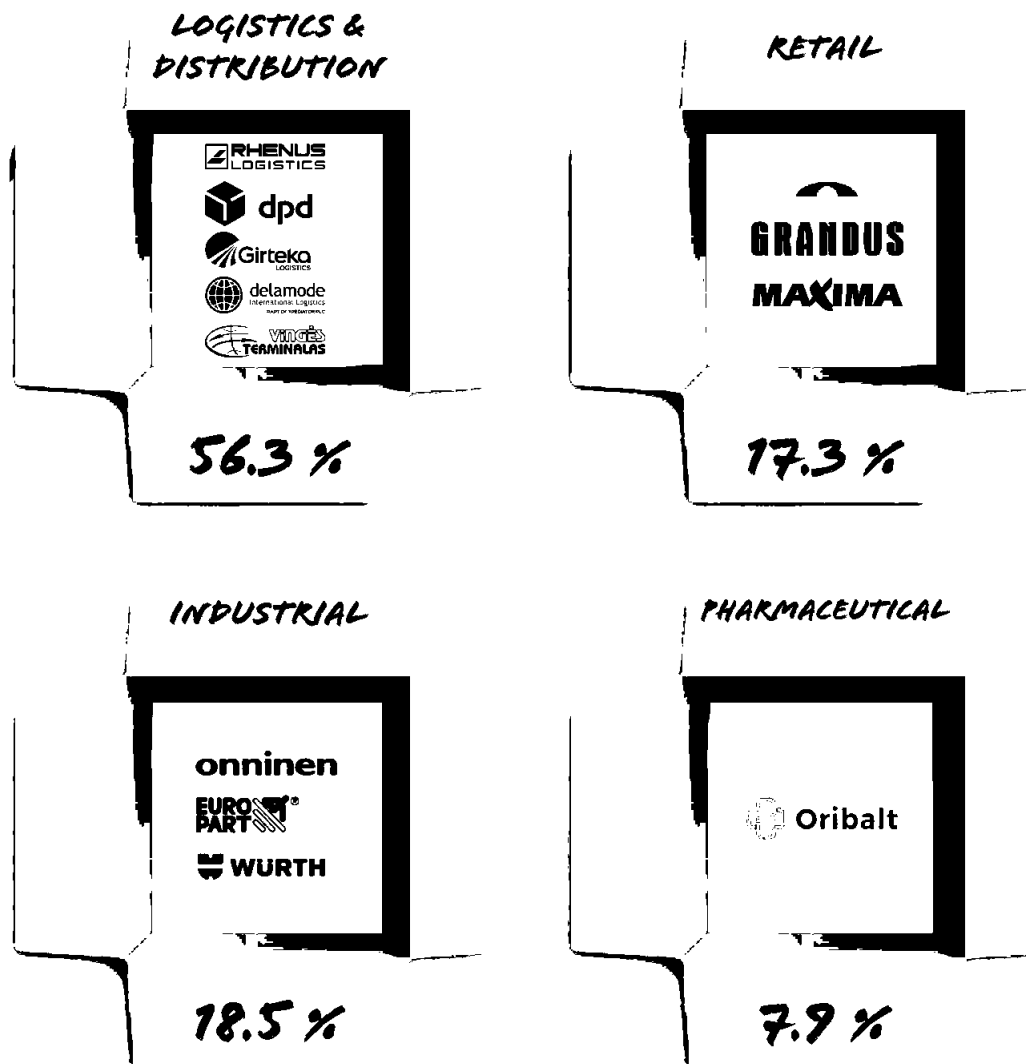
Year-end 2024

- Client mix
- Investment strategy
- Our development approach
- Sustainability in development
- BREEAM certification status
- Investment projects
- Development projects



Client mix

Distribution of 2025 rent income





Investment strategy

Investing in Baltic Sea Properties gives an investor exposure to high-yielding, quality commercial real estate assets in the Baltic region.

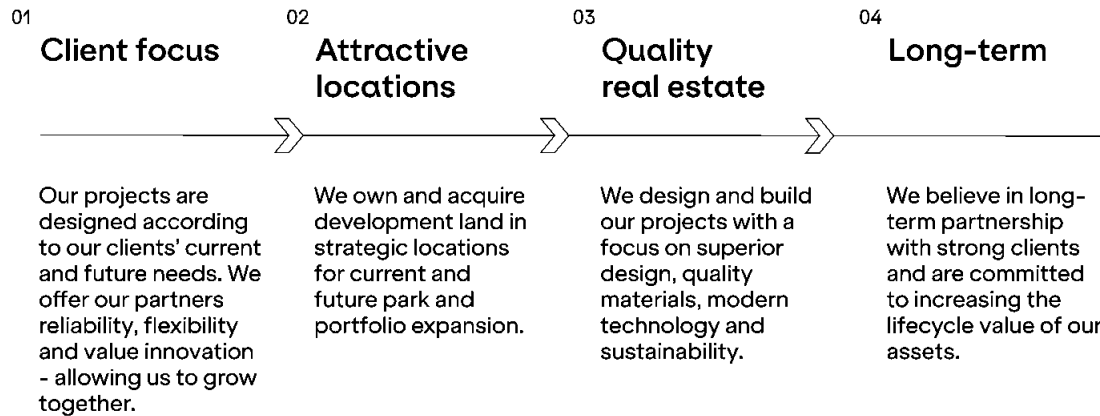
We have a clear strategy for sustainable growth, ambitions to achieve economy of scale and believe the attractive yield spread to the Nordics will still enable both high cash yield returns and value growth potential.

Our overall goals and objectives are to:

- 01 Target an average annual net IRR (internal rate of return) of 10-15 %
- 02 Continually integrate leading sustainability & ESG principles
- 03 Monitor and investigate strategic M&A opportunities
- 04 Sustain a growing, high quality and balanced investment portfolio
- 05 Continually identify, balance, mitigate and manage risks



Our development approach





Sustainability in development

Building for the future — a holistic approach to new developments.

We are working actively with both building- and system-optimising solutions to improve the sustainability and reduce the carbon emission footprint of our operations.

We focus on the long-term longevity of our buildings and optimising our strategic locations. That is why we always design the buildings in our new developments to be durable for the long-term, focusing on high-quality material and solutions which offer building flexibility and adaptability for business and operational changes, different clients, and lease cycles over its lifespan.

We believe transition of the sustainability and quality in the operations should be imbedded in the development of buildings, also for industrial and logistics. Hence, at an early stage in the process in our built-to-suit developments, we offer a variety of sustainability solutions to our clients, including but not limited to:

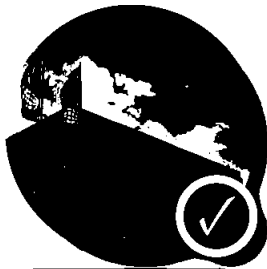
BREEAM In-Use “Very Good” certification as a minimum

Efficiency-focused designs, emphasising longevity and flexibility for future adaptations

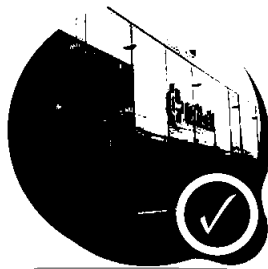
Solar panels, geothermal heating and heat pumps

Waste, recycling and smart water systems

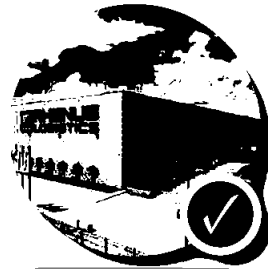
Internal and external LED-lighting in all buildings



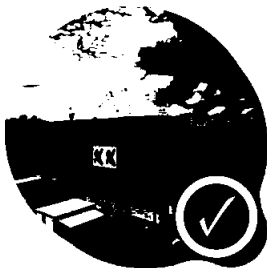
Delamode terminal
BREEAM In-Use: "Very good"



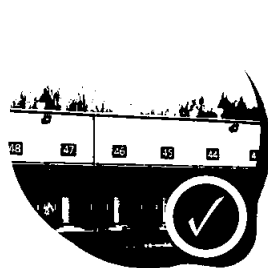
Oribalt terminal
BREEAM In-Use: "Very good"



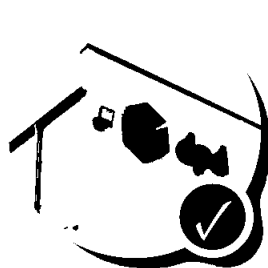
Rhenus terminal
BREEAM In-Use: "Very good"



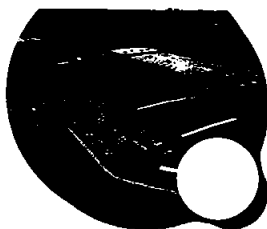
Maxima retail stores
BREEAM In-Use: "Good"



DPD - Šiauliai
BREEAM In-Use: "Excellent"



DPD - Telšiai
BREEAM In-Use: "Excellent"



Klaipėda Business Park
Status: Planning



Grandus Shopping Centre



Vingės terminal



Girteka terminal

BREEAM®

BREEAM is an environmental assessment and rating system that measures a building's sustainability performance across categories like energy use, water consumption, materials, and waste, aiming to promote sustainable building practices and reduce environmental impact. The resulting rating indicates the building's sustainability performance and can be used to demonstrate a commitment to sustainability and improve long-term building performance.

BSP Park - Vilnius A4 | Logistics

Client:	Rhenus Logistics
Location:	Highway A4, Vilnius, Lithuania
GLA:	18 226 m²
Expansion project:	17 255 m²

The property was finalised in June 2017 and further expanded in 2020. It is currently leased by UAB Rhenus Logistics, a subsidiary of the Rhenus Group. We have agreed on an expansion project of 17 255 m². Upon completion the logistics terminal will be approx. 35 600 m².

The Rhenus Group is one of Europe's biggest transportation groups, and UAB Rhenus Logistics covers the group's operations in the Baltics and part of the East European network.



¹ Originally Q2/Q3 2025.

BSP Park - Vilnius A3 | Logistics

Client: Vingés Terminalas
Location: Highway A3, Vilnius, Lithuania
GLA: 21 929 m²

The property is strategically located along the highway between Vilnius og Minsk in Belarus.

Vingés Terminalas is a local logistics company within the the Vingés Logistics Group, operating within export, transit, order processing and goods transport. The company has a wide spectre of clients in Europe and CEE.



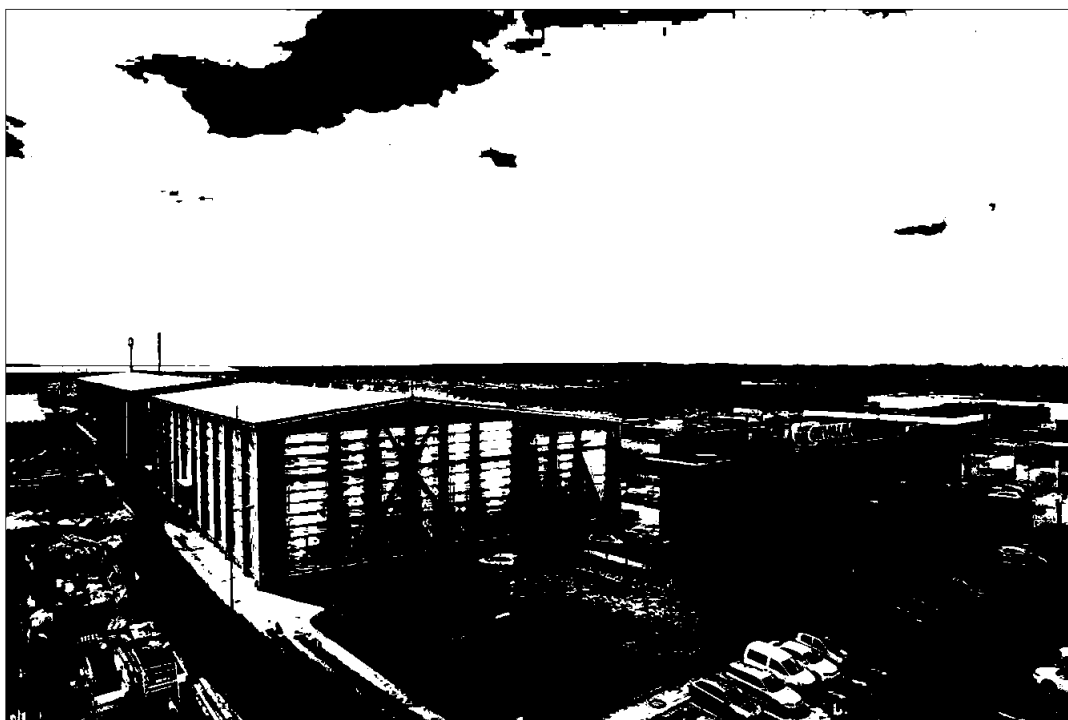


BSP Park - Vilnius East | Logistics

Client: Girteka Logistics
Location: Highway A3, Vilnius, Lithuania
GLA: 17 149 m²

The property is leased by Girteka Logistics, one of Europe's leading transportation companies, strategically located by Vilnius International Airport.

The property has a land area of 42 907 m² with 11 458 m² storage, 2 014 m² frozen storage, 3 348 m² cold storage and 1 134 m² office.

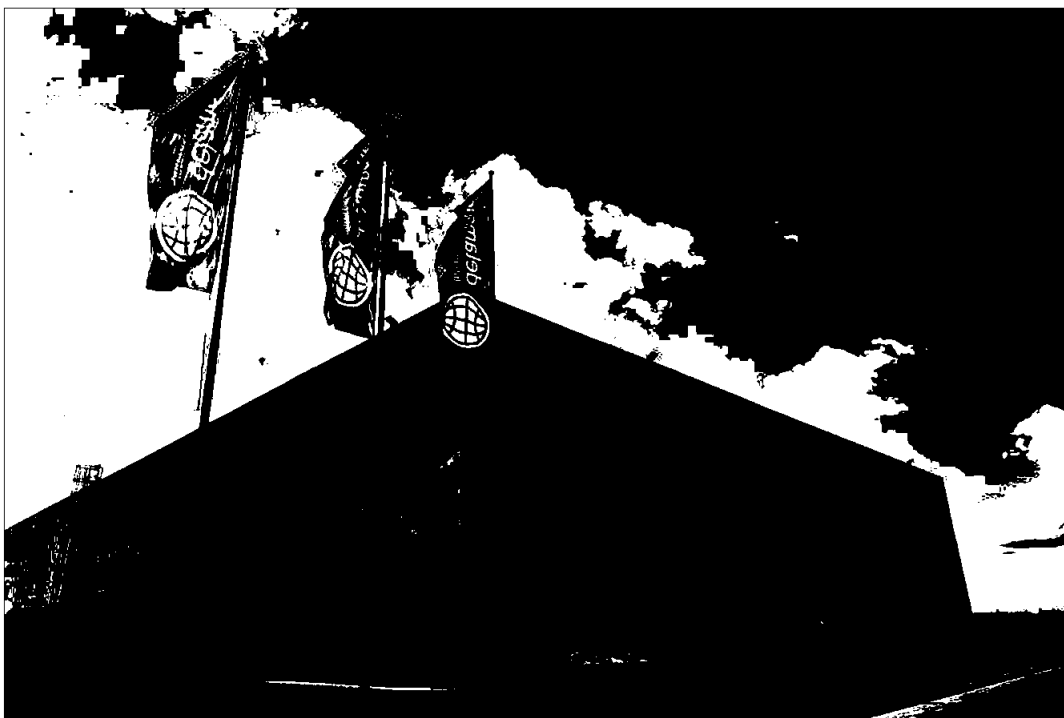


BSP Park - Vilnius West | Logistics

Client: Delamode Baltics
Location: Highway A1, Vilnius, Lithuania
GLA: 13 205 m²

The property was finalised in August 2020 and is currently leased by Delamode Baltics, a dynamic supplier of freight forwarding-solutions to the global market.

In July 2021, BSP signed an agreement with Delamode to expand the facility. The expansion project (apx. 4 780 m²) was completed in September 2022.



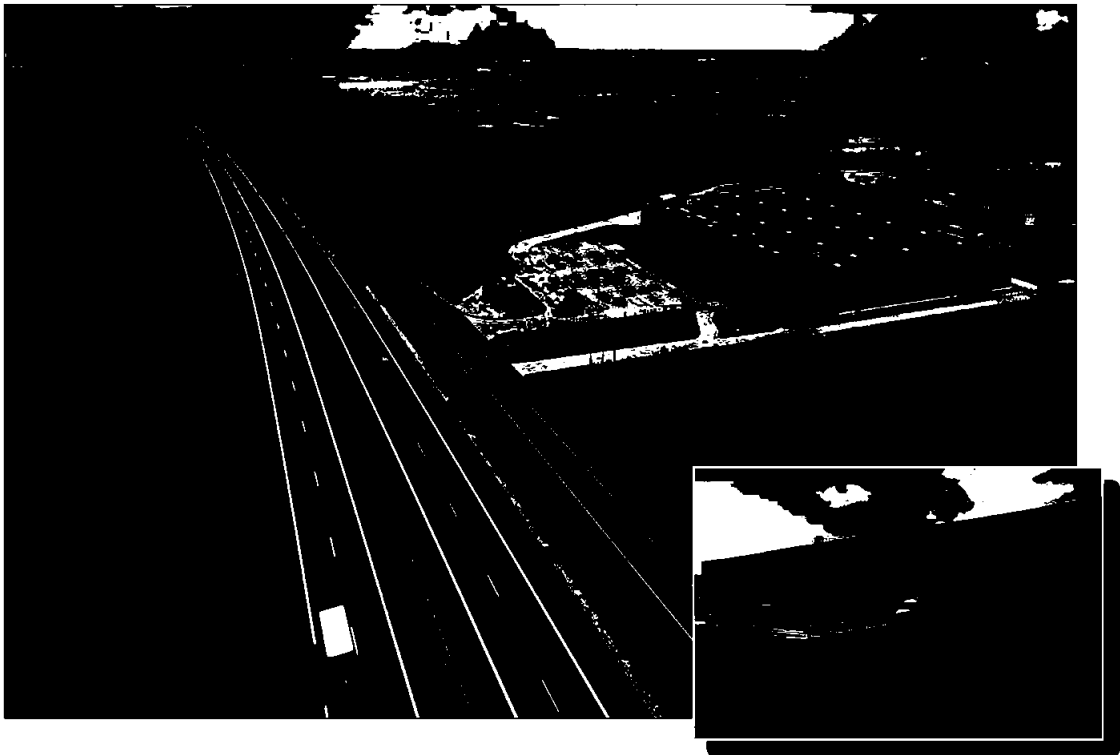


BSP Park - Vilnius A1 | Logistics

Client: Oribalt
Location: Highway A1, Vilnius, Lithuania
GLA: 9 625 m²

The property was finalised in August 2020 and is currently leased by Oribalt. An expansion area of apx. 2 800 m² was handed over to the client in 2023.

Oribalt offers a wide spectre of logistics solutions for pharmaceutical producers, including storage, distribution, transportation and direct delivery.



Small frame Terminal after expansion



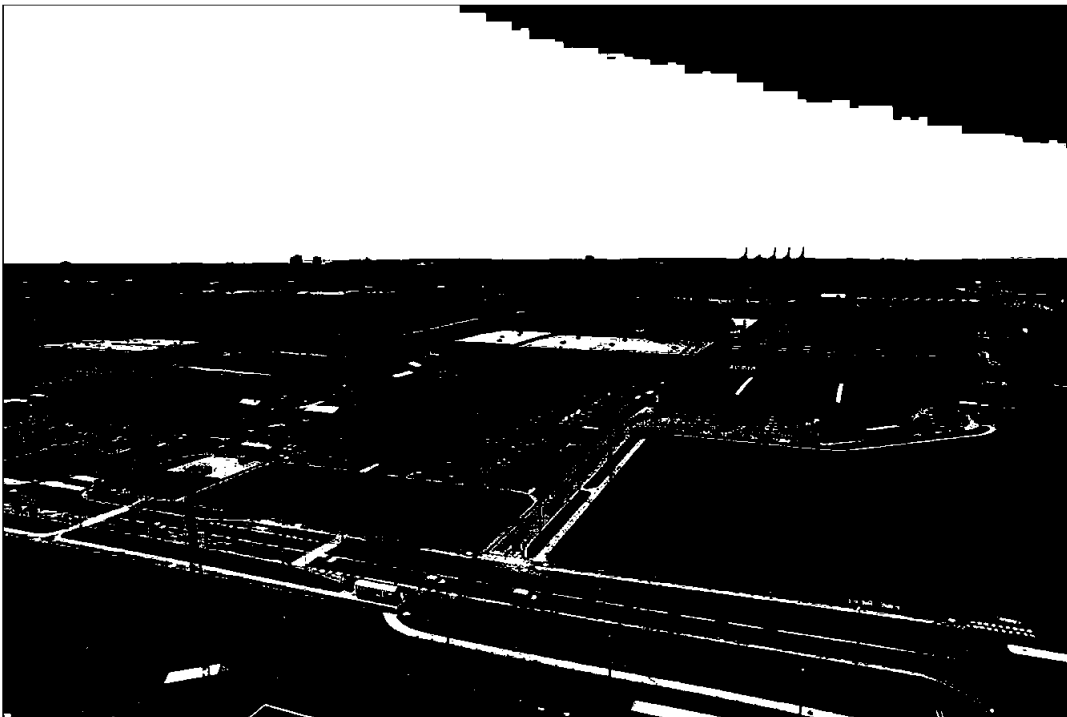
Baltic Sea Properties AS

Annual report | 2024

Klaipėda Business Park (KVP) | Business park

Clients: Multiple (27)
Location: Klaipėda, Lithuania
GLA: 23 990 m²

Klaipėda Business Park (KVP) offers its tenants industrial, commercial and office spaces within the Free Economic Zone of Klaipėda.





Baltic Sea Properties AS

Annual report | 2024

BSP Retail I & II | Commercial

Main clients:

Maxima/Multi-tenant

Location:

Lithuania

GLA:

4 358 m²

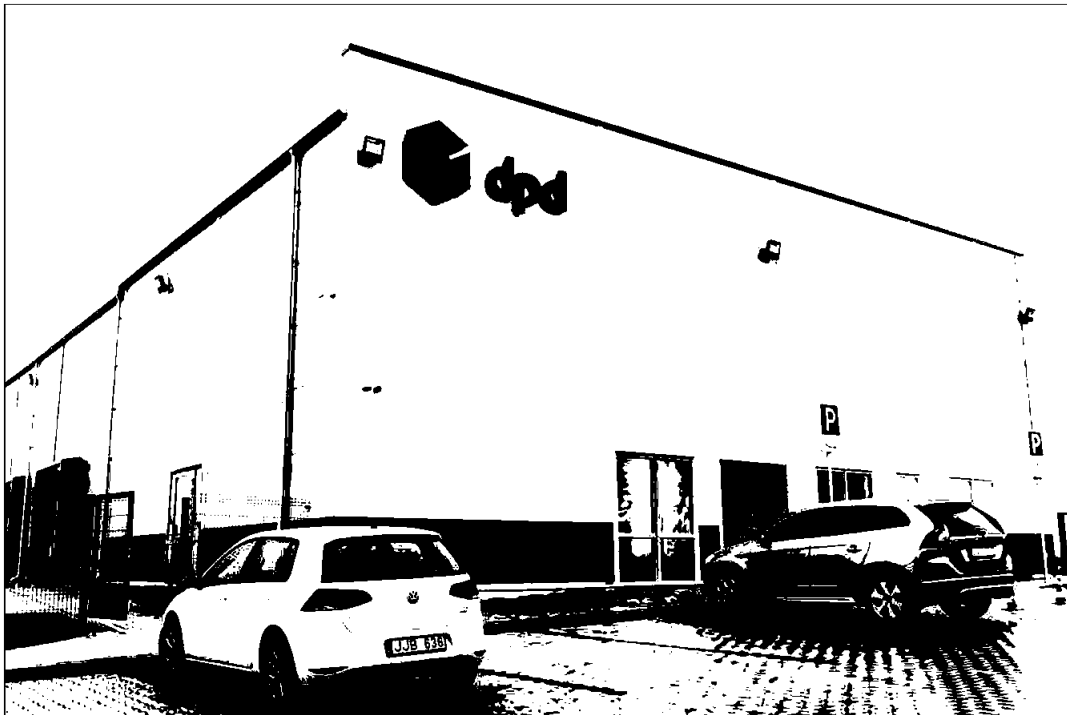




BSP Park Šiauliai FEZ & BSP Park Telšiai | Logistics

Client: DPD
Location: BSP Park Šiauliai FEZ & BSP Park Telšiai
GLA: 4 141 m²

In October 2022 we delivered two new terminals to DPD, one of the world's largest distribution operators, and the official opening ceremony was held on the 18th of November.





Grandus Shopping Center | Commercial

Clients: Multiple
Location: Klaipėda, Lithuania
GLA: 11 437 m²

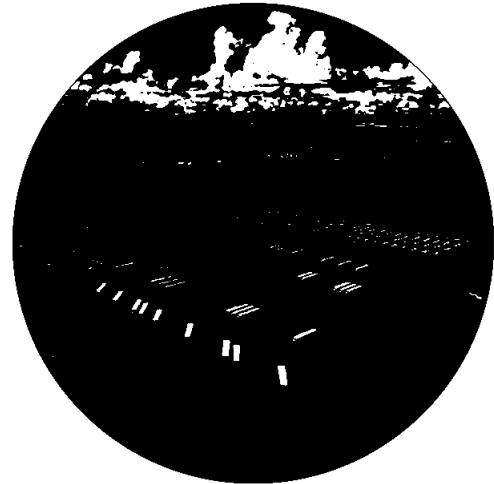
Grandus is a neighborhood shopping center located along one of the main access road to the center of Klaipėda. The center is located in the immediate vicinity of a larger residential area that ensures good access to visitors every day.



Development projects | In progress

BSP Park – Vilnius A4

Client:	Rhenus Logistics
Type:	Expansion project
Location:	Metelių str. 12, Vilnius
GLA:	17 255 m ²



Liepų Parkas

Clients:	ESO (Ignitis Grupe)
Type:	Retail/business park
Location:	Liepų str. 80, Klaipėda
Size:	3.6 hectare
Handover (1 st stage):	January 2025



In January 2025, we officially handed over the first building in the park to ESO, a subsidiary of the public listed energy company Ignitis Group.

Stay tuned for news on the developments for the remaining three stages!

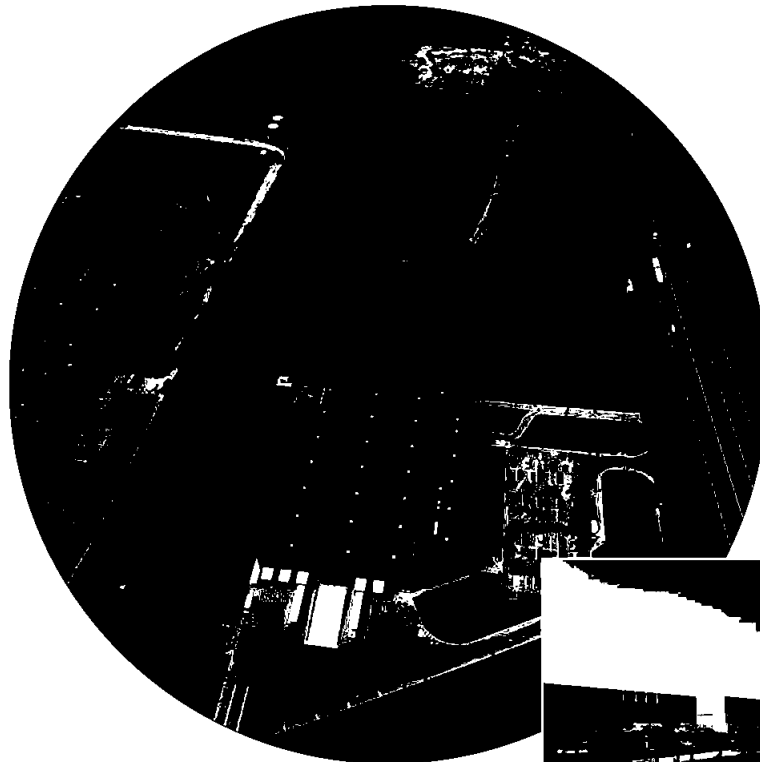
Read more on liepuparkas.lt.



Available land | For development

Project:	BSP Park – Vilnius A1
Type:	Land plot for development
Location:	Maišinės vil. 1C, LT-21401 Trakai region
Size:	6.9 hectare
Zoning:	Commercial

6.9 hectare strategically located by the A1 Highway to Vilnius, next to our Oribalt terminal.



Small frame Concept visualisation



Available land | For development

Project:	Klaipėda Business Park – Stage 4
Type:	Land plot for development
Location:	Pramones str. 8A, Klaipėda
Size:	2.2 hectare
Zoning:	Commercial

2.2 hectare development land adjacent to our existing business park in Klaipėda, within the Free Economic Zone. The expansion of the business park can be up to 16,000 m² GLA.





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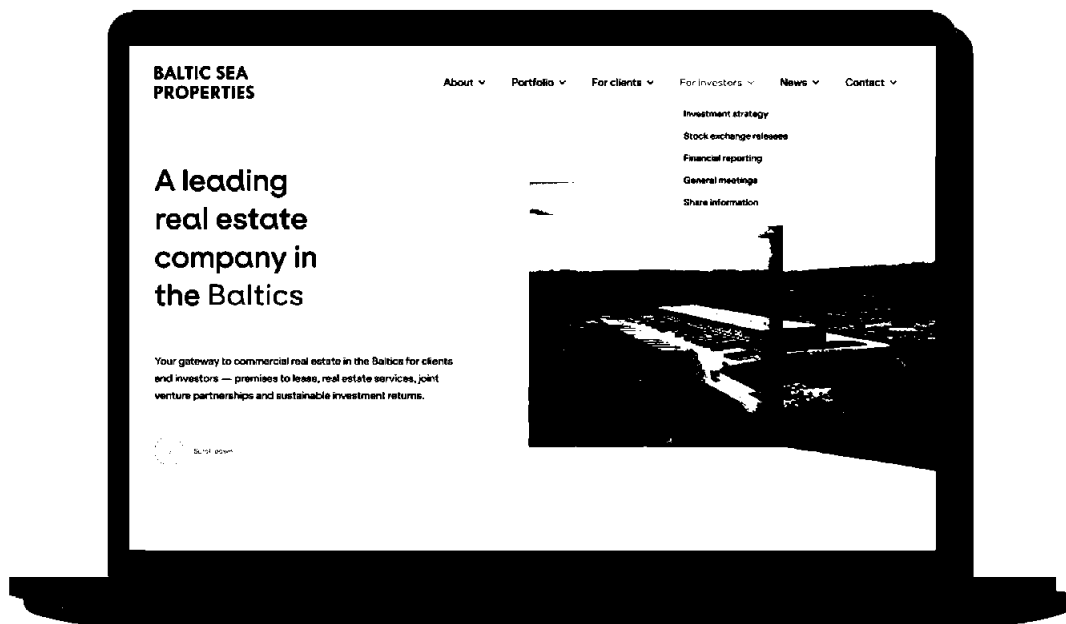
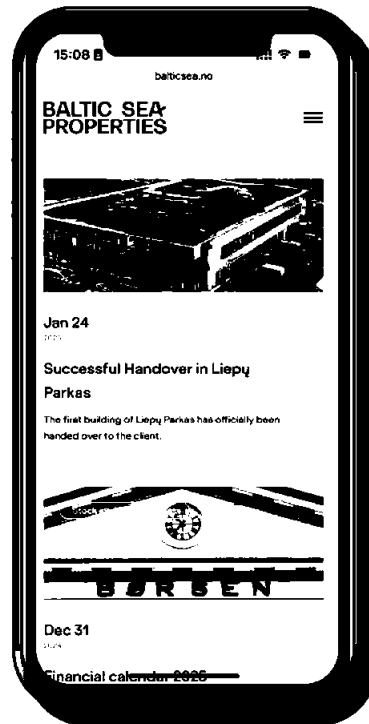
Oslo
Tollbugata 8A
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Lithuania

Vilnius
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Lithuania



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Euronext Growth Oslo

Baltic Sea Properties AS has since 2017 been listed for trading on Merkur Market/Euronext Growth Oslo, a MTF under Oslo Stock Exchange.

Since Euronext's acquisition of Oslo Stock Exchange in June 2019, trading at Euronext Growth Oslo has been migrated to Euronext's trading system Optiq. The trading system gives all trading on Euronext marketplaces in Europe access to trading on the marketplaces under Oslo Stock Exchange. Pricing data is available on live.euronext.com where trades are updated in real-time.

Euronext Growth Oslo is subject to Euronext's rulebook regime.

For more information, please refer to the following links:

English: https://www.oslobors.no/ob_eng/Oslo-Boers/About-Oslo-Boers/Web-pages-has-been-moved-to-Euronext

Norwegian: <https://www.oslobors.no/Oslo-Boers/Om-Oslo-Boers/Nettsider-flyttes-til-Euronext>

Useful info:

As Baltic Sea Properties (ticker: BALT) is listed for trading on Euronext Growth Oslo, the share may be traded through different channels. You may for instance place purchase or sales orders on different online trading platforms.

Contact your custodian, stock broker or bank for more information.



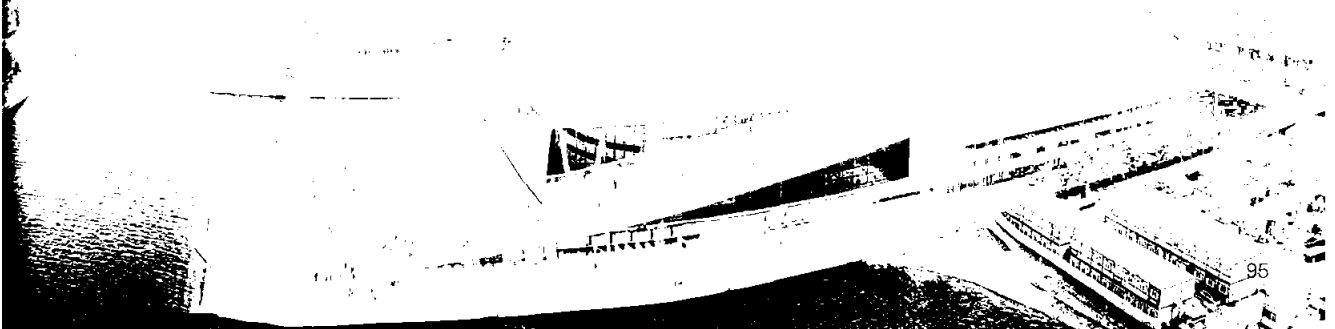


Appendix 1

Reconciliation of APM's*

* Alternative Performance Measures

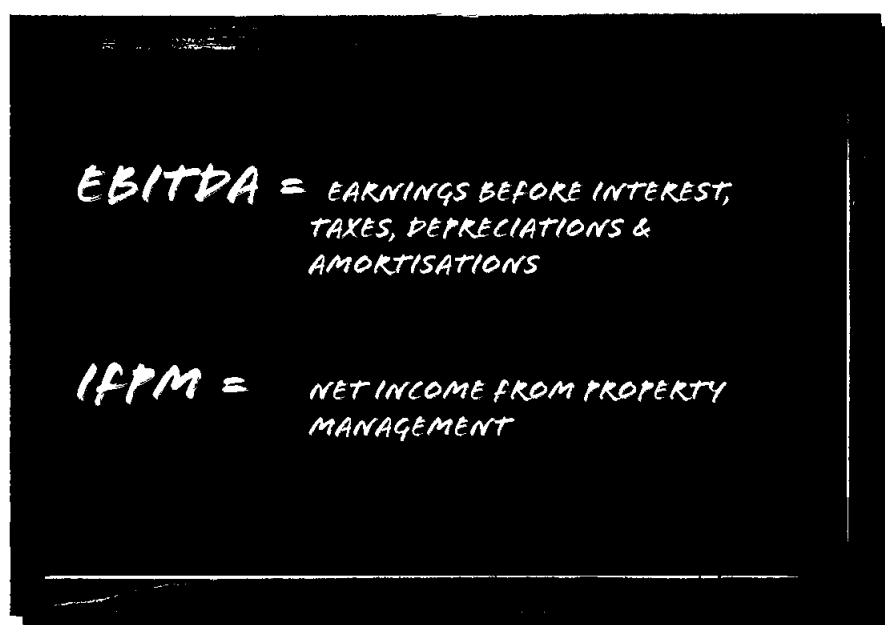
- IFPM & EBITDA
- Loan-to-Value ratio (LTV)
- Net Asset Value (NAV)
- Interest Coverage Ratio (ICR)





IFPM & EBITDA

Reconciliation



Reconciliation with IFRS figures			
(TNOK)	31 December 2024	31 December 2023	Source
Rental income	96 413	91 286	Consolidated Profit/Loss Statement
Other income	785	754	Consolidated Profit/Loss Statement
Payroll and related costs	-17 457	-15 487	Consolidated Profit/Loss Statement
Other operating expenses	-9 280	-9 639	Consolidated Profit/Loss Statement
EBITDA	70 461	66 914	
Financial income	688	311	Consolidated Profit/Loss Statement
Financial expenses	-42 827	-33 892	Consolidated Profit/Loss Statement
IFPM	28 322	33 334	

Loan-to-Value ratio (LTV)

Reconciliation

$$LTV = \frac{\text{NET NOMINAL INTEREST-BEARING DEBT}}{\text{FAIR VALUE OF INVESTMENT PROPERTY}}$$

$$NET LTV = \frac{\text{NET NOMINAL INTEREST-BEARING DEBT} - \text{CASH}}{\text{FAIR VALUE OF INVESTMENT PROPERTY}}$$

Reconciliation with IFRS figures (TNOK)	31 December 2024	31 December 2023	Source
Interest-bearing liabilities (non-current)	657 058	616 955	Consolidated statement of financial position
Interest-bearing liabilities (current)	30 433	37 460	Consolidated statement of financial position
Other adjustments ¹	14 327	924	Internal calculation
Net nominal interest-bearing debt	701 818	655 338	
Cash	80 990	40 888	Consolidated statement of financial position
Net nominal interest-bearing debt - Cash	620 829	614 450	
Investment property	1 345 746	1 150 216	Consolidated statement of financial position
- IFRS adjustments (periodisation & amortisation)	-29 624	-28 876	Internal calculation / Note 4 of annual report
Fair value of investment property	1 316 121	1 121 340	
LTV	53.32%	58.44%	
Net LTV	47.17%	54.80%	

¹ Interest-bearing debt per 31.12.2024 here includes MEUR 1.2 in construction cost which in the annual accounts are presented as debt to suppliers but will be financed with bank loan.



Net Asset Value (NAV)

Reconciliation

$$\text{NAV PER SHARE} = \frac{\text{NET ASSET VALUE (TOTAL)}}{\text{(ISSUED SHARES - OWN SHARES)}}$$

Reconciliation with IFRS figures			
	31 December 2024	31 December 2023	Source
Total equity (TNOK)	615 340	450 061	Consolidated statement of financial position
+ Deferred tax liabilities (TNOK)	65 277	48 518	Consolidated statement of financial position
- Deferred tax according to BSP original NAV definition (TNOK)	-50 589	-38 109	(See description on cited page)
Net Asset Value (TNOK)	630 028	460 470	
Number of issued shares (excl. own shares)	8 687 466	6 679 622	VPS
NAV per share*	72.52	68.95	
* In late June 2024, the company issued 1,781,394 new shares in a direct share issue at NOK 49 per share. Additionally, in July, BSP issued another 226,450 shares in a repair issue. Due to the lower subscription price of the newly issued shares compared to the existing NAV per share, the NAV per share has been diluted.			



Interest Coverage Ratio (ICR)

Reconciliation

The image shows a handwritten formula on a black background. The formula is:
$$ICR^* = \frac{EBITDA}{NET\ INTEREST\ EXPENSES}$$
 Below the formula, it says: ** INTEREST COVERAGE RATIO*

Reconciliation with IFRS figures (TNOK)	31 December 2024	31 December 2023	Source
EBITDA (Group)	70 461	66 914	Own calculations
Interest income	-688	-311	
Interest expenses payable (incl. hedge effect)	41 166	32 260	
Other adjustments	-	-	
Net interest expenses	40 478	31 949	
ICR (Group)	1.74	2.09	



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