

Second quarter and First half of 2021 Interim report



FRIGAARD
Property Group

CEO STATEMENT

The new orders in Q2 ended at 237.1 MNOK compared to 151.6 MNOK in Q2 last year, the first half of the year the numbers were 523.1 MNOK compared to 373.2 MNOK last year. The order situation for the year is very promising as we are working to finalize orders for around 1 billion NOK. Assuming success with these new orders, our order input this year will be significantly better than last year's order input, which were 1 254.9 MNOK to external customers and 162.9 MNOK towards Frigaard Bolig.

Our revenues in Q2 were below last year due to last years impact from the handover of a residential project, of 86 MNOK. The first half year though, ended at 649 MNOK compared to 638 MNOK last year.

We have currently two residential projects in sales and/or in construction phase. As this is written we have sold 55 of 69 units in the first phase of our project in Moss (Tribunen). In Q2 we presented our project in Fredrikstad (Fagerlia) to the market and have sold 12 of 31 units, in the first phase of that project. Further we are preparing to go to market with the next phase on both these two projects, as well as a smaller project in Mysen (Høgla) this year. The Tribunen project are scheduled to be handed over to customers in Q4, which then will generate turnover and profit for the group.

Our EBITDA for the quarter ended at 5,6 MNOK compared to 32,2 MNOK, for the first half of the year the figures were 21,6 MNOK and 44,5 MNOK, respectively. Last year Q2 EBITDA was impacted by a 25.9 MNOK gain from sale of shares. Excluding this the first half of 2021 is improving compared to H1 2020.

As no residential projects are handed over in the first half of 2021, the results stem in entirety from our Construction segment and overhead costs for the group.

Although the EBITDA is above the last year's adjusted figure, it is hampered by poor performance in our own steel production department. A mix of issues related to Covid 19 travel restrictions, steep increases in raw material prices and project execution issues led to negative results in the department in Q2. We have worked through this and is implementing actions to improve going forward. On the positive side, our construction companies excluding own steel production, is a significant positive contributor to our EBITDA. More specifically, our subsidiary Alento, is constantly delivering best in class profit margins.

Our cash balances were 230 MNOK at the end of Q2, compared to 235 MNOK at the end of Q1. We continue to have solid liquidity reserves as well as a healthy balance sheet.

The Covid-19 situation are monitored closely, and relevant measures are and will be implemented on an ongoing basis. As the ease in amongst travel restrictions is having effect, the impact on our business is assumed to be reduced.

We have a solid backlog for the remaining part of the year, as well as having expectations to end the year with a backlog well above last years. Thus, we have a positive view on the rest of the year as well as 2022.

Simon Martinsen, CEO, Sarpsborg, 27th of August 2021



HIGHLIGHTS

Second quarter 2021

- ✓ Revenue decreased with 24% to MNOK 306.6 (MNOK 404.2)
 - Positive performance in Q2 2020 from sale of shares in subsidiaries, MNOK 25.9
 - No residential projects have been handed over in the second quarter 2021. Hand over of residential projects in Q2 2020 gave an income of MNOK 86 for the group in total.
- ✓ Operational cashflow of MNOK -1.5 (MNOK -61.9)
- ✓ Order intake of MNOK 237.1 (MNOK 312.8), of which internal toward Frigaard Bolig MNOK 40.5 (MNOK 167.0)
- ✓ EBITDA of MNOK 5.6 (MNOK 32.2)
 - Negative impact from our own steel production due to increase in raw material prices, Covid 19 related travel restrictions and project execution issues which lead to decreased margins.

First half of 2021

- ✓ Revenue increased by 2% to MNOK 649 (MNOK 638)
- ✓ Operational cashflow of MNOK -43.8 (MNOK -81.6)
- ✓ Order intake of MNOK 523.1 (MNOK 373.2), of which internal toward Frigaard Bolig MNOK 51.7 (MNOK 167.0)
- ✓ EBITDA of MNOK 21.6 (MNOK 44.5)
 - Revenue and EBITDA last year was positive effected from sale of shares in subsidiaries MNOK 25.9 from Property development.

Outlook 2021

- ✓ Solid order intake in Q2 and YTD
- ✓ Very high expectations for signing of new orders in Q3
- ✓ Expected hand over of the residential project Tribunen in Q4
- ✓ Gradually reduced risk and impact of Covid 19 issues

SUMMARY OF 2th QUARTER AND FIRST HALF OF 2021

Key figures (NOK million)	2Q 21	2Q 20	H1 2021	H1 2020	31.12.2020
Revenues Property development	5.9	117.1	6.1	126.6	157.6
Revenues Construction	300.5	353.5	642.5	573.5	1 176.5
Revenues Other	0.2	0.2	0.4	5.1	0.8
Elimination of internal income	-	-66.7	-	-67.1	-68.3
Total revenues and other income	306.6	404.2	649.0	638.0	1 266.6
EBITDA Property development	-1.7	20.0	-2.7	20.2	39.5
EBITDA Construction	11.3	17.2	31.3	29.7	73.3
EBITDA Other	-4.0	-5.0	-7.0	-5.4	-20.7
Total EBITDA	5.6	32.2	21.6	44.5	92.1
Earnings before financial items and tax (EBIT)	3.6	30.3	17.4	40.7	84.6
Earnings before tax (EBT)	-1.1	25.4	4.9	29.9	64.6
EBITDA margin	1.8 %	8.0 %	3.3 %	7.0 %	7.3 %
Operating profit margin	1.2 %	7.5 %	2.7 %	6.4 %	6.7 %
Profit margin	-0.4 %	6.3 %	0.7 %	4.7 %	5.1 %
Cash flow from operating activities	-1.5	-61.9	-43.8	-81.6	67.2
Net interest-bearing debt (NIBD)	253.2	279.7	253.2	279.7	144.1
Net interest-bearing debt excluding IFRS 16 debt	238.9	263.7	238.9	263.7	127.7
Equity ratio	23.8 %	28.5 %	23.8 %	28.5 %	28.7 %
Order backlog	831.3	635.3	831.3	635.3	1 019.7
of which toward Frigaard Bolig	52.0	133.8	52.0	133.8	77.7
Order input	237.0	151.6	523.1	373.2	1 417.8



Neselva Hageby byggetrinn 2, Alento

FINANCIAL REVIEW

Income statement and order intake

Frigaard Property Group reported revenues of MNOK 306.6 (MNOK 404.2) and EBITDA of MNOK 5.6 (MNOK 32.2) for the quarter.

Total order intake in the second quarter was MNOK 237 (MNOK 151.6). Order backlog at the end of the quarter is MNOK 831.3 (MNOK 635.3).

Cash flow

Cash flow from operations amounted to MNOK -1.5 (MNOK -61.9). The Cash and cash equivalents as of 30th of June 2021 amounts to MNOK 229.6 (MNOK 124.2). The liquidity situation of the Group is solid.

Balance sheet

The Group had an equity of MNOK 285.9 (MNOK 292.8) per 30th of June 2021, corresponding to an equity ratio of 23.8 percent.

Net interest-bearing debt was MNOK 253.2 (MNOK 279.7). Net interest-bearing debt after adjustment for leasing liability, were MNOK 238.9 (MNOK 263.7). Net interest-bearing debt after adjustment for construction loan MNOK 104.9 (MNOK 218.9).

Segments

Frigaard Property Group consists of two segments, Construction and Property development.

Construction reported revenues of MNOK 300.5 (MNOK 353.5) and EBITDA of MNOK 11.3 (MNOK 17.2) in the quarter. Property development reported revenues of MNOK 5.9 (MNOK 117.1) and EBITDA of MNOK -1.7 (MNOK 20.0).

BUSINESS AREAS

Construction

BRUKE	KOMMA	PÅ	ALLE	PROSENTENE		
NOK million		2Q 21	2Q 20	H1 2021	H1 2020	31.12.2020
Revenues and other income		300.5	353.5	642.5	573.5	1 176.5
EBITDA		11.3	17.2	31.3	29.7	73.3
EBIT		9.6	15.7	28.0	26.6	67.2
EBITDA margin		3.8 %	4.9 %	4.9 %	5.2 %	6.2 %
Operating profit margin		3.2 %	4.4 %	4.4 %	4.6 %	5.7 %
Order backlog		831.3	635.3	831.3	635.3	1 019.7
of which toward Frigaard Bolig		52.0	133.8	52.0	133.8	77.7

The business area construction consists of two business units, Alento AS and Metacon AS. Both are turn-key contractors that execute the development and construction of commercial buildings and residential properties.

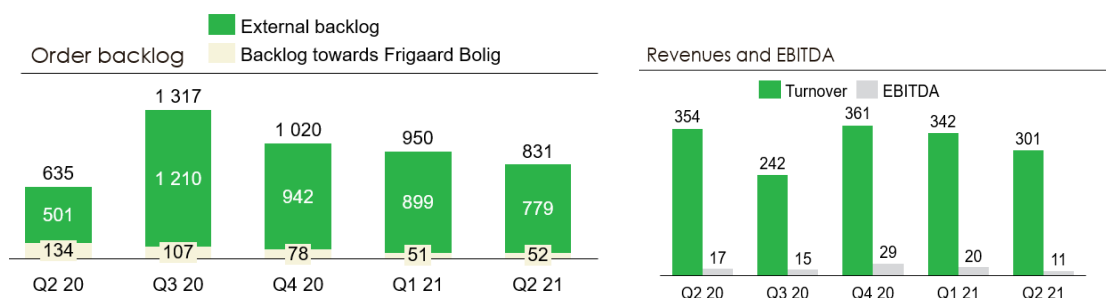
Reported revenues were MNOK 300.5 (MNOK 353.5) for second quarter. This corresponds to an decrease of 15 percent compared to the same quarter last year. Last years income for the construction segment was positive effected of MNOK 66.7 from the hand over of the group's residential project Aspelundtunet in Q2 2020.

Total reported revenues for first half rose by 12 % to MNOK 642.5 (MNOK 573.5). Income last year was affected by the handover of Aspelundtunet, see comment above for the quarter. The growth this year is completely related to organic growth. There have been no handovers of residential projects this year.

The margin in the construction segment is effected by weak result from our steel factory, which is a part of Metacon AS. As announced in previous quarters our own production of steel constructions have been heavily impacted by increased steel prices, travel restrictions related to Covid-19 and some project execution issues..

The construction of Tribunen 1 is on schedule to be finalised in Q4. There is no income from internal Property development projects in Q2 2021. Revenue from sale of development property is recognised when control over the property has been transferred to the customer. EBIT was MNOK 9.6 (MNOK 15.7).

During the quarter we added new contracts of MNOK 237.0 (MNOK 151.6), and several new contracts are in the pipeline to be signed the coming quarters. The backlog represents and secure good utilization of our organization for the next quarters.



Property development

NOK million	2Q 21	2Q 20	H1 2021	H1 2020	31.12.2020
Revenues and other income	5.9	117.1	6.1	126.6	157.6
EBITDA	-1.7	20.0	-2.7	20.2	39.5
EBIT	-1.7	19.9	-3.0	20.1	39.2
EBITDA margin	n.a.	17.1 %	-43.9 %	16.0 %	25.1 %
Operating profit margin	n.a.	17.0 %	-49.3 %	15.8 %	24.9 %
No. of units under construction	69	69	69	69	69
No. of units sold	12	6	14	9	19
No. of units in land bank	342	342	342	342	342

The business area Property development develops residential units and commercial buildings within the inter-city triangle. The Group, recognises revenue when the control of the property has been transferred to the customer.

Revenues in the quarter amounted to MNOK 5.9, compared to MNOK 117.1 in the same period last year. EBIT amounted to MNOK -1.7 (MNOK 20.0). The last townhouse in Aspelundtunet was handed over this quarter. Next scheduled hand over is Tribunen 1, located in Moss, in Q4 2021. Last year's Q2 figures included a gain from sale of shares of 25.9 MNOK.

Several new projects are in the start up for both sale and building in 2021, the planning of these, dependent upon market situation, regulatory processes and construction progress is illustrated in the table below.

Projects	Scheduled sale start	Scheduled start of building	Ready for hand over	No. of units	BRAs*
Tribunen fase 1, Moss	Q2 2019	Q2 2020	Q4 2021	69	4 713
Tribunen fase 2, Moss	Q3 2021	Q4 2021	Q4 2022	55	4 228
Tribunen fase 3, Moss	Q4 2021	Q2 2022	Q3 2023	50	3 626
Fagerlia fase 1, Fredrikstad	Q2 2021	Q3 2021	Q1 2023	31	2 945
Fagerlia fase 2, Fredrikstad	Q4 2021	Q2 2022	Q2 2023	30	2 665
Fagerlia fase 3, Fredrikstad	Q3 2021	Q1 2022	Q1 2023	8	1 350
Høgliveien, Mysen	Q3 2021	Q1 2022	Q2 2023	30	3 156
Høgliveien land, Mysen	Q4 2021	Q4 2021	Q1 2022	9	7 424
Solbyen, Sarpsborg	Q4 2022	Q2 2023	Q3 2024	50	2 900

*BRAs is the usable area in a home.

The construction of Tribunen started in Q1 2020. For Tribunen and Fagerlia, Metacon is the turn-key contractor.

During the quarter 12 apartments were sold. Sales will naturally fluctuate quarter over quarter depending on the maturity of the projects.

KEY FIGURES	Q2 2021	Q1 2021	Q4 2020	Q3 2020	Q2 2020	2020
Number of units sold	12	2	2	8	6	19
Number of units under construction	69	69	69	69	69	69
Total number of units in						
Land for development	323	342	342	342	342	342
Completed unsold units	-	-	1	1	4	

Other information

HSE

Health, Safety and Environment is a core focus area for Frigaard Property Group. Our ambition is zero injuries. The group is constantly working to make sure everybody that works for- and with us gets home safely to their families everyday. During second quarter 2021 we had one injury, compared to Q2 2020 where we had zero injuries to our workers.



Glassverket 2, Jeløya, Moss, Metacon

Outlook

We continue to have a very strong order backlog at above 800 MNOK and we expect to secure significant around 1000 MNOK additional orders in the near future. This will no doubt secure significant growth for 2021 compared to 2020 as well as creating a strong revenue base for 2022.

Our residential projects are progressing as planned and will gradually impact revenues and earnings.

Our liquidity position is strong and the balance sheet and financing is healthy.

Our team has gradually been strengthened, and we have built up our resources within property development, project execution and finance. At the end of Q2, beginning of Q3 this year we brought on board a new general manager and finance manager for our subsidiary Metacon.

All in all we consider Frigaard Property Group to be well positioned to continue to grow profitable

INCOME STATEMENT

All amounts in NOK thousand	Note	2Q 2021	2Q 2020	H1 2021	H1 2020	31.12.2020
Revenue from contracts with customers	5	306 327	373 439	648 413	606 260	1 219 078
Other operating revenue		269	30 765	616	31 756	47 599
Total operating revenue	6	306 596	404 204	649 029	638 016	1 266 677
Materials, subcontractors and consumables		258 119	326 942	543 427	508 637	1 020 327
Salaries and personnel expense		35 816	35 743	68 848	66 827	129 789
Other operating expense		7 088	9 303	15 196	18 094	24 459
Operating profit (loss) before depreciation, amortisation and impairment losses (EBITDA)	5	5 573	32 216	21 558	44 458	92 102
Depreciation and amortisation expense		1 953	1 879	4 175	3 804	7 507
Operating profit (EBIT)	5	3 620	30 337	17 383	40 654	84 595
Net financial costs		4 711	4 917	12 525	10 708	19 972
Profit before income tax		-1 091	25 420	4 858	29 946	64 623
Income taxes		-240	-113	1 069	883	6 346
Net profit (loss) for the period		-851	25 533	3 789	29 063	58 277

STATEMENT OF COMPREHENSIVE INCOME

<i>Items which may be reclassified to profit and loss in subsequent periods</i>						
Exchange differences on translation of foreign subsidiaries		-	-	-	-	5
Total comprehensive income for the year		-851	25 533	3 789	29 063	58 282

STATEMENT OF FINANCIAL POSITION

ASSETS	Note	30.06.2021	30.06.2020	31.12.2020
All amounts in NOK thousand				
Non-current assets				
Other intangible assets		82	500	333
Goodwill		284 019	284 019	284 019
Buildings and land		4 052	4 605	4 342
Machinery and equipment		4 144	3 678	4 057
Right-of-use assets		14 959	16 526	16 687
Other investments		-	5	-
Other long term receivables		-	6 485	9 324
TOTAL NON-CURRENT ASSETS		307 256	315 818	318 762
Current assets				
Inventories and development properties		454 299	249 645	327 694
Trade receivables	7	109 676	236 410	117 042
Contract assets	7	36 903	96 610	66 007
Other short-term receivables	7	61 797	6 252	33 965
Cash and cash equivalents	7	229 592	124 248	258 756
TOTAL CURRENT ASSETS		892 267	713 165	803 464
TOTAL ASSETS		1 199 523	1 028 983	1 122 226

STATEMENT OF FINANCIAL POSITION

EQUITY AND LIABILITIES	Note	30.06.2021	30.06.2020	31.12.2020
All amounts in NOK thousand				
Equity				
Share capital		467	543	543
Share premium reserve	8	176 600	216 389	216 389
Total paid-in capital		177 067	216 932	216 932
Retained earnings	8	108 870	75 866	105 081
Total retained earnings		108 870	75 866	105 081
TOTAL EQUITY		285 937	292 798	322 013
Non-current liabilities				
Deferred tax		23 570	17 045	22 493
Bond loan	7	295 138	-	-
Liabilities to financial institutions	7	25 011	25 114	25 059
Construction loan	7	-	-	62 857
Leasing liabilities		9 374	12 177	10 360
Other non-current liabilities		72 719	77 719	72 719
TOTAL NON-CURRENT LIABILITIES		425 812	132 055	193 488
Current liabilities				
Short term financial liabilities		-	5 000	-
Short term construction loan	7	148 353	60 654	-
Bond loan current	7	-	297 135	298 565
Lease liabilities		4 947	3 818	5 974
Trade account payables	7	157 125	107 560	136 989
Public duties payable		20 353	15 608	23 186
Contract liabilities	7	104 696	42 676	64 202
Other short-term liabilities		52 300	71 679	77 809
TOTAL CURRENT LIABILITIES		487 774	604 130	606 725
TOTAL LIABILITIES		913 586	736 185	800 213
TOTAL EQUITY AND LIABILITIES		1 199 523	1 028 983	1 122 226

STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the parent company				Total equity
			Other Equity		
	Share capital	Share premium reserve	Retained earnings	Total other equity	
Equity as at 01.01 2020	543	216 389	46 798	46 798	263 730
Comprehensive income					
Profit for the period			29 063	29 063	29 063
Other comprehensive income			5	5	5
Equity at 30.06.2020	543	216 389	75 866	75 866	292 798
Comprehensive income					
Profit for the period Q3-Q4 2020			29 214	29 214	29 214
Other comprehensive income			-	-	-
Exchange difference, on translation of foreign subsidiaries				-	-
Equity as at 31.12 2020	543	216 389	105 080	105 080	322 013
Equity as at 01.01 2021	543	216 389	105 080	105 080	322 013
Transaction with owners					
Capital decrease	-76	-39 789			-39 865
Comprehensive income					
Profit for the period			3 789	3 789	3 789
Other comprehensive income			-	-	-
Exchange difference, on translation of foreign subsidiaries					
Equity as at 30.06 2021	467	176 600	108 870	108 869	285 937

STATEMENT OF CASHFLOW

All amounts in NOK thousand	Note	2Q 2021	2Q 2020	1H 2021	1H 2020	31.12.2020
Cash flow from operations						
Profit before income taxes		-1 091	25 420	4 858	29 946	64 623
Taxes paid in the period		-	-	-	-	-
Adjustment for gains on disposal of shares in subsidiaries		-	-25 934	-	-25 934	-46 595
Depreciation		1 953	1 879	4 175	3 804	7 507
Impairment of fixed assets		-1	-	320	-	110
Change in inventory		-71 690	41 270	-126 605	23 945	-54 104
Change in trade receivables		93 573	-111 637	71 333	-128 247	17 428
Change in trade account payables		17 698	27 122	20 136	-12 898	16 531
Change in other provisions		-41 937	-20 048	-17 983	27 829	61 652
Net cash flow from operations		-1 495	-61 928	-43 766	-81 555	67 152
Cash flow from investments						
Purchase of fixed assets and other intangible assets		-361	-197	-909	-509	-1 523
Proceeds from sale of other investments and sale of subsidiaries		-	25 934	-	25 964	25 998
Other investment		-354	-1 442	-18 527	-1 648	-4 487
Net cash flow from investments		-715	24 295	-19 436	23 807	19 988
Cash flow from financing						
Proceeds from the issuance of bonds	9	-	-	300 000	-	-
Payment of bonds	9	-	-	-303 000	-	-
Issue costs paid	9	-507	-	-5 455	-	-
Repayment of long term loans		-19	-	-48	-	-8 540
Proceeds from construction loans		38 800	19 924	85 496	32 313	95 170
Repayment of construction loans		-	-	-	-20 370	-81 024
Repayment of short term loans		-	-26	-	-3 566	-5 081
Repayment of lease liabilities		-1 177	-1 296	-3 090	-2 791	-5 319
Capital reduction	8	-39 865	-	-39 865	-	-
Net cash flow from financing		-2 768	18 602	34 038	5 586	-4 794
Net change in cash and cash equivalents		-4 978	-19 031	-29 164	-52 162	82 346
Cash and cash equivalents at the beginning of the period		234 570	143 279	258 756	176 410	176 410
Cash and cash equivalents at the end of the period		229 592	124 248	229 592	124 248	258 756

NOTES

NOTE 1. GENERAL INFORMATION

Frigaard Property Group AS is a Norwegian building- and construction group with its main office located in Sarpsborg. The Group is operating in Norway.

The head office is located at Sandesundsveien 2, 1724 Sarpsborg.

This summary of financial information for second quarter of 2021 has not been audited.

NOTE 2. BASIS OF PREPERATION

Frigaard Property Group AS' consolidated financial statements are prepared in accordance with IAS 34 Interim accounts. The summary of the financial information presented in the quarterly accounts is intended to be read in conjunction with annual report for 2020, which have been prepared in accordance with the international Financial Reporting Standards (IFRS).

In the balance sheet for H1 2020, we have reclassified the bond loan from long term term debt to short term, to be in line with Q3 and Q4 report for 2020.

NOTE 3. CHANGES IN GROUP STRUCTURE

Subsidiaries

Group Companies	Location	Ownership
Frigaard Property Group AS (parent company)	Sarpsborg	100 %
Metacon AS	Rakkestad	100 %
Alento AS	Drammen	100 %
Sub-group Frigaard Bolig:		
Frigaard Bolig AS (parent company in sub-group)	Sarpsborg	100 %
Høgliveien 30 AS	Sarpsborg	100 %
Aspelundveien 5 AS	Sarpsborg	100 %
Fagerliveien Utvikling AS	Sarpsborg	100 %
Moenskogen Utvikling AS	Sarpsborg	100 %
Rugdeveien 2 AS	Sarpsborg	100 %
Ryggeveien 33 AS	Sarpsborg	100 %
Solbyen Utvikling AS	Sarpsborg	100 %
Høgliveien Eiendom AS	Mysen	100 %

Høgliveien Eiendom AS in Mysen was purchased during the second quarter 2021 as part of the property development project Høgliveien.

NOTE 4. ACCOUNTING POLICIES

The accounting policies applied to the accounts are consistent with those described in the annual report for 2020.

New and amended accounting standards

Frigaard Property Group AS has not implemented new or changed standards in 2021 with material effect on the Group's financial position and results.

Critical accounting estimates and judgements

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Group's accounting policies.

Estimates and judgements are continually evaluated, and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

Management makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates, assumptions and management judgments that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

NOTE 5. SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

Frigaard Property Group AS has defined its two segments as:

- Property development
- Construction

All amounts in NOK thousand	2Q		H1		Year
	2021	2020	2021	2020	2020
Income statement					
Property development	5 865	117 123	6 140	126 563	157 581
Construction	300 520	353 495	642 466	573 479	1 176 519
Other	211	240	423	5 076	838
Eliminations	-	-66 654	-	-67 102	-68 261
Total operating revenue	306 596	404 204	649 029	638 016	1 266 677
Property development	-1 742	19 981	-2 694	20 226	39 507
Construction	11 281	17 188	31 284	29 671	73 336
Other	-3 966	-4 953	-7 032	-5 439	-20 741
EBITDA	5 573	32 216	21 558	44 458	92 102
Property development	-1 742	19 898	-3 027	20 060	39 174
Construction	9 603	15 664	27 985	26 572	67 174
Other	-4 241	-5 225	-7 575	-5 978	-21 753
EBIT	3 620	30 337	17 383	40 654	84 595

Segment information is presented in the accordance with Frigaard Property Group's accounting policies in accordance with IFRS. Revenue from Property development from project for own account is recognised upon handover as regulated in IFRS 15. The largest operating segment in the Group relates Construction projects. These are engineering and construction projects delivered to public and private customers based on contractual agreed scope and price.

Segment assets and liabilities is not reported to the chief operating decision maker on a regularly basis.

The group "other" consists of rental income and other operating expense for the investment property and the holding company Frigaard property Group AS. Eliminations is intra group sales, where Property development is the contracting customer and Construction is the builder.

NOTE 6. INCOME

All amounts in NOK thousand		2Q		H1		Year
Segment		2021	2020	2021	2020	2020
<i>Revenue from contracts with customers</i>						
Contract revenues from Construction	Construction	300 462	286 841	642 273	506 354	1 108 025
Sale of development property	Development property	5 656	89 754	5 656	98 487	108 316
Rental income from Property development	Development property	209	707	484	1 414	2 709
Rental income from Other	Other	-	-3 863	-	5	28
Total revenue from contracts with customers		306 327	373 439	648 413	606 260	1 219 078
<i>Other operating income</i>						
Gain from sale of fixed assets	Construction	58	-	193	23	233
Other income from Other	Other	211	4 103	423	5 071	810
Sale of shares Property development	Development property	-	26 662	-	26 662	46 556
Total other operating income		269	30 765	616	31 756	47 599
Totalt operating revenue		306 596	404 204	649 029	638 016	1 266 677

NOTE 7. FINANCIAL INSTRUMENTS

There were no significant changes during the period related to financial risk and the group's use of financial instruments.

NOTE 8. RELATED PARTY TRANSACTIONS

All transactions with related parties are carried out in accordance with the arm's length principle. Transaction between subsidiaries are eliminated in the consolidated financial statements and do not represent related parties.

On the Annual Meeting in February 21 of Frigaard Property Group AS, it was decided to redeem 38 098 shares and by that reducing the share capital of the company with 76 196,- NOK, from 543 012,- NOK to 466 816,- NOK. After this the share capital of the company consists of 233 408 shares each with a par value of 2,- NOK. The effective date of the redemption was April 15th.

NOTE 9. EVENTS AFTER THE REPORTING DATE

See note 22 in the annual statement for Frigaard Property Group for further information. No events have occurred after the balance sheet date which have had a material effect on the submitted accounts.

FINANCIAL CALENDAR

2021 Q3 report: 12.11.2021

ADDITIONAL INFORMATION

Please contact



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DECLARATION IN ACCORDANCE WITH ARTICLE 5-5 OF THE SECURITIES TRADING ACT

We confirm that, to the best of our knowledge and belief, that the condensed financial statements for the period 1 January to 30 June 2021 have been prepared in compliance with current applicable accounting standards, and that the information in the accounts gives a true and fair view of the group assets, liabilities and profit and loss of the group. We also confirm that the CEO statement gives a true and fair view of the group and company development, result, and position, as well as of the main risk and uncertainty factors the group is faced with.

Sarpsborg, 27 August 2021

The Board of Directors


Heige Stemshaug
Chairman


Trond Olav Frigaard
Board Member


Kristian Lindland
Board Member


Mads Langaard
Board Member


Simon Nyquist Martinsen
CEO