K·A·Rasmussen GROUP

Annual report
2022

K·A·Rasmussen
NORWAY

K·A·Rasmussen
SWEDEN

K·A·Rasmussen
FINLAND

Sargenta

Guldcentralen
Sweden

K·A·Rasmussen
NORWAY

Visiting address:
Birkebeinervegen 24, 2316 Hamar

Postal address:
Postboks 4455, 2326 Hamar

Phone number:
625 12 710

E-mail:
post@karasmussen.com

Home page:
karasmussen.com

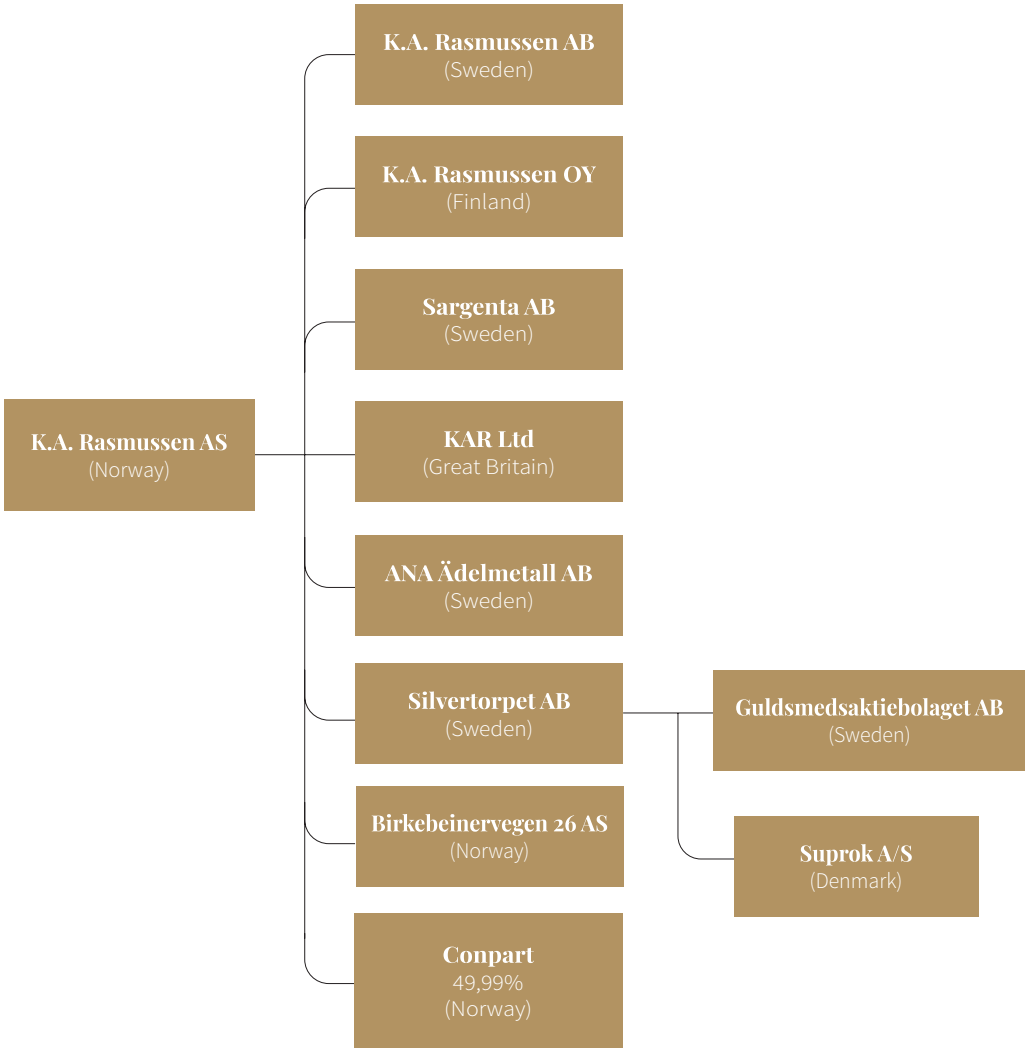
K.A. Rasmussen AS
(Norway)
K.A. Rasmussen AB
(Sweden)
K.A. Rasmussen OY
(Finland)
Sargenta AB
(Sweden)
KAR Ltd
(Great Britain)
ANA Ädelmetall AB
(Sweden)
Silvertorpet AB
(Sweden)
Guldsmedsaktiebolaget AB
(Sweden)
Suprok A/S
(Denmark)
Birkebeinervegen 26 AS
(Norway)
Conpart
49,99%
(Norway)

Table of contents

Board of Directors report 4

Income statement 6

Balance sheet 7

Cash Flow Statement 9

Note to the accounts 10

Notes 12

Auditor´s report 22

Operational overview 2022

K.A. Rasmussen AS is an international company with headquarters and production facility in Hamar, Norway. K.A. Rasmussen manufactures and sells various precious metal-related products and services.

The group manufactures and sells semi-finished goods and tools for industrial and goldsmithing applications, as well as industrial catalysers, and operates the Nordic region´s largest precious metals refinery. It also manufactures and sells bars and coins for the investment market.

Industrial wast containing precious metals represents a substantial market for the company. Although such waste is sometimes classified as hazardous, the recycling of component materials is vital in a circular economy, and in line with the company´s strategy. In 2022, the company secured necessary permits to import and export hazardous waste, thus enabling it to offer recycling services in this market.

Also in 2022, K.A. Rasmussen acquired the company Birkebeinervegen 26 AS, which owns the property adjacent to the company´s prodution facility in Hamar.

The group operated sales offices in Norway, Sweden, Finland and England in 2022. The Norwegian part of the operation comprises the headquarters in Hamar and a sales office in Oslo.

Future goals
K.A.Rasmussen adopted a new strategy plan for the period 2023-2028 in 2022. The main priorities identified in the plan are further development and growth in the company´s core areas; industrial, jewellry, recycling and investment. The company is also open to developing new business areas, whether through in-house innovation, acquisitions or cooperation with companies in related value chains.

In the current situation of global economic uncertainty and rising precious metal prices, process and profitability improvements and capacity utilisation are key to achieving the group´s financial targets. The company is therefore intensifying its focus in standardisation and digitisation of production processes in Hamar and administrative functions across the group.

Revenues and profits
The majority of the group´s revenues are generated in markets outside Norway. Market prices of precious metals and the general economic situation have a material impact on the group´s revenues. In 2022, revenue linked to sales of investment metals in the form of coins and bars grew substantially in all countries in which the group operates. Demand for precious metal investment rises among both investors and private individuals during periods of increased inflation and turbulence in the global financial markets.

The group´s revenues totalled NOK 1.9 billion in 2022, up from NOK 1.4 billion in 2021. The group´s operating profit was NOK 72.4 million in 2022, compared to NOK 110.5 million in 2021.

The group achieved a pre-tax profit of NOK 47.1 million in 2022, compared to NOK 91.8 million in 2021.

The board of directors expects a positive financial development for the group´s operations in the year ahead.

The annual accounts have been prepared in accordance with the going-concern assumption. The board of directors confirms that the assumption is met.

Capital structure
The company´s holding of precious metals are affected by market prices. Borrowed metals are the company´s most important instrument for financing its metal holdings, and function as a hedge against profit fluctuations. For futher information, please see the section on Stock and financial instruments in the accounting principle note.

The proportion of metal holdings financed by means of borrowed metals varies over the course of the year, and has a substantial effect on net cash flow from operational activities. The company has sufficient metal credits to finance changes in the value of its metal holdings.

The group´s capital totalled NOK 874.1 million at year-end, compared to NOK 716.3 million as at 31 December 2021. The group´s equity was NOK 217.8 million as at 31 December 2022, corresponding to 24.9% of the total capital. In total, liquid assets, unutilised credit facilities and short-term investments amounted to NOK 231.1 million as at 31 December 2022.

The liquidity situation is considered satisfactory.

Health, safety and enivronment
The group prioritises continous improvement of the health and safety of its staff, as well as environmental protection. Cooperation and the working environment within the company are satisfactory.

The parent company´s operation entail emissions to air and water. Measurement results are reported to the authorities on an ongoing basis in accordance with the company´s emissions permit. In addition, continuous efforts are made to reduce negative environmental impacts. K.A. Rasmussen AS holds ISO 14001 Environmental management and ISO 9001 Quality management certification.

The company´s health, safety and environmental efforts are summarised an annual sustainability report which is published on the company´s website, karasmussen.com.

Staff

As at 31 December, the group and the parent company had the following numbers of employees:

The Group	Total	Men	Women
2022	99	64	35
2021	98	59	39
Parent company	**Total**	**Men**	**Women**
2022	71	49	22
2021	69	45	24

K.A. Rasmussen AS´s sick leave rates was 4.02% in 2022. There were no personal injuries resulting in absence from work during the year.

All of the group´s operational entities implemented measures to restrict the spread of Covid-19. The pandemic had some effect on short-term sick leave in 2022.

The company focuses on performance, professional sckills and social skills in connection with recruitment and internal promotions.

K.A. Rasmussen AS is working systematically to promote equality and prevent discrimination. A report has been prepared that describes the company´s gender-equality status and its efforts to promote equality and combat discrimination. This report has been published on the company´s website, karasmussen.com

Board liability insurance has been taken out on behalf of the board members and CEOs of all group companies, to cover potentiall liability damages.

Profit allocation

The board of directors proposes the payment of a dividend of NOK 50 per share for 2022, and the profit of K.A. Rasmussen AS be allocated as follows:

Allocated to dividends	20.880.000
Transferred to other equity	15.009.000
Total allocated	35.889.000

Hamar, 16 February 2023

Pål Tajet
Chairman

Harald Sverdrup

Kjell- Arne Rasmussen

Torleiv Sverdrup

Christian Dethloff

Rasmus Sverdrup

Erik Olsen

Ann Kristin Lagmannsveen

Torodd Rande
CEO

1 January to 31 December

Amounts in 1,000 kroner	Note	K.A. Rasmussen AS 2022	K.A. Rasmussen AS 2021	The Group 2022	The Group 2021
OPERATING INCOME AND EXPENSES					
Operating income					
Revenue from sales	1, 2	1 146 610	953 780	1 882 332	1 434 539
Other operating income		6 344	5 535	2 449	2 774
Total operating income		**1 152 954**	**959 316**	**1 884 780**	**1 437 313**
Operating expenses					
Raw materials and consumables	2	999 237	758 151	1 643 480	1 166 621
Payroll expenses	3, 4	63 082	59 184	87 111	83 115
Ordinary deprication	5, 6	7 947	7 776	8 567	8 446
Other operating expenses	4, 5, 7	50 002	45 736	73 204	68 619
Total operating expenses		**1 120 268**	**870 847**	**1 812 363**	**1 326 801**
OPERATING PROFIT		**32 686**	**88 468**	**72 418**	**110 513**
FINANCIAL INCOME AND EXPENSES					
Income from investment in subsidiaries	8	28 457	14 876	-	-
Income from investments in associated companies	9	-3 894	-1 729	-3 894	-1 729
Interest income		1 523	451	1 811	453
Interest income from group companies		3 223	2 428	-	-
Other financial income		1 423	-	1 627	10
Interest expenses		-18 516	-9 973	-18 560	-10 075
Other financial expenses		-5 655	-7 059	-6 347	-7 414
Net financial income/expences		**6 562**	**-1 005**	**-25 363**	**-18 753**
RESULT BEFORE TAX		**39 248**	**87 464**	**47 054**	**91 759**
Tax	10	3 359	17 807	11 166	22 103
NET PROFIT OF THE YEAR		**35 889**	**69 656**	**35 889**	**69 656**
Allocation of the year´s profits					
Allocated to dividend		20 880	33 408		
Transfer to/from other equity		15 009	36 248		
Total of transfers	11	**35 889**	**69 656**		

Amounts in 1.000 NOK	Note	K.A. Rasmussen AS 2022	K.A. Rasmussen AS 2021	The Group 2022	The Group 2021
ASSETS					
FIXED ASSETS					
Intangible assets					
Deferred tax asset	10	3 323	3 992	2 526	4 242
Intangible assets	5	7 575	7 574	7 575	7 744
Total intangible assets		**10 898**	**11 566**	**10 101**	**11 985**
Tangible fixed assets					
Land		9 500	9 500	52 550	9 500
Factory buildings		2 204	2 536	5 168	2 536
Machines, inventory and vehicle		17 169	17 712	17 914	18 924
Total tangible assets	6, 12	**28 873**	**29 748**	**75 631**	**30 960**
Financial fixed assets					
Investment in subsidiaries	8, 12	163 626	92 836	-	-
Investment in associated companies	9	1 565	-	1 565	-
Internal group recievables	12	72	-	-	-
Other long-term recievables		-	-	4 727	9 745
Total financial fixed assets		**165 263**	**92 836**	**6 291**	**9 745**
TOTAL FIXED ASSETS		**205 034**	**134 150**	**92 023**	**52 690**
CURRENT ASSETS					
Stock	12, 13	604 493	456 113	645 951	482 392
Account receivables	12	13 631	8 792	33 569	14 506
Other receivables		16 055	3 144	19 298	6 051
Account receivables group companies	14	504	-	-	-
Cash and bank assets	12	79 174	151 368	83 235	160 679
TOTAL CURRENT ASSETS		**713 857**	**619 417**	**782 052**	**663 628**
TOTAL ASSETS		**918 890**	**753 566**	**874 076**	**716 318**
EQUITY AND LIABLILITIES					
EQUITY					
Restricted equity					
Share capital (*417.600 shares at NOK 11 each*)	15	4 594	4 594	4 594	4 594
Share premium reserve		9 444	9 444	9 444	9 444
Total restricted equity		**14 038**	**14 038**	**14 038**	**14 038**
Retained earnings					
Other equity		203 751	189 200	203 751	189 200
Total retained earnings		**203 751**	**189 200**	**203 751**	**189 200**
TOTAL EQUITY	11	**217 789**	**203 238**	**217 789**	**203 238**

Amounts in 1.000 NOK	Note	K.A. Rasmussen AS 2022	K.A. Rasmussen AS 2021	The Group 2022	The Group 2021
LIABILITIES					
Provision for liabilities					
Other provisions		-	-	7 700	9 416
Total provisions for liabilities		**0**	**0**	**7 700**	**9 416**
Other long-term liabilities					
Liabilities to financial institutions	12	14 826	17 404	14 826	17 404
Total other long-term liabilities		**14 826**	**17 404**	**14 826**	**17 404**
Short-term liabilities					
Overdraft facilities		9 140	5 398	10 998	7 905
Public liabilities		3 368	3 902	6 425	3 885
Tax payable	10	2 708	17 066	6 378	17 984
Dividend		20 880	33 408	20 880	33 408
Metal leases	12	557 461	392 651	557 461	392 651
Intra group liabilities	14	76 566	60 358	-	-
Other short-term liabilities	16	16 152	20 142	31 618	30 426
Total short-term liabilities		**686 275**	**532 924**	**633 761**	**486 259**
TOTAL LIABILITIES		**701 101**	**550 328**	**656 287**	**513 079**
TOTAL EQUITY AND LIABILITIES		**918 890**	**753 566**	**874 076**	**716 317**

Hamar, 16 February 2023

Pål Tajet
Chairman

Harald Sverdrup

Torleiv Sverdrup

Kjell-Arne Rasmussen

Christian Dethloff

Rasmus Sverdrup

Erik Olsen

Ann Kristin Lagmannsveen

Torodd Rande
CEO

	K.A. Rasmussen AS		The group	
Amounts in 1.000 NOK	**2022**	**2021**	**2022**	**2021**
CASH FLOW FROM OPERATIONS				
Untaxed results	39 248	87 464	47 054	91 759
Ordinary deprecation	7 947	7 776	8 567	8 446
Payable tax in financial period	-17 048	-8 763	-17 984	-15 402
Income/expences assosiated with sales of tangible assets	-80	-98	-80	-98
Income from investment in subsidiaries	-28 457	-14 876	-	-
Income from investment in associates	3 894	1 729	3 894	1 729
Recieved dividend from subsidiaries	4 736	41 391	-	-
Mottatt utbytte fra tilknyttet selskap	-	-	-	-
Change pension liability	-	-	-	-
Addition from annual activity	**10 240**	**114 622**	**41 451**	**86 434**
Change in stock	-148 380	-11 494	-163 559	22 741
Change in metal liabilities	164 810	-10 511	164 810	-10 511
Change in customer receivables	-5 343	9 661	-19 063	23 141
Change in accounts payable	3 742	-4 196	3 093	-11 313
Change in other receivables	-72	8 002	-8 229	4 137
Change in other short-term liabilities	-1 392	20 844	-101	-7 626
Net cash flow from operations (A)	**23 605**	**126 928**	**18 402**	**107 003**
CASH FLOW FROM INVESTMENTS				
Investment in tangible assets	-6 908	-6 185	-52 922	-6 654
Sale of tangible assets	80	128	80	23 927
Capital increase in subsidiaries	-46 038	-	-	-
Sale of subsidiaries	72	54 307	-	-
Sale of equities		2 796	-	2 796
Investment in equities	-7 019	-1 681	-7 019	-1 681
Net cash flow from investments (B)	**-59 813**	**49 365**	**-59 861**	**18 388**
CASH FLOW FROM FINANCING				
Change in overdraft facilities	-	-	-	-5 235
Opptak av ny langsiktig gjeld	-	-	-	-
Amortization	-2 578	-2 578	-2 578	-11 907
Dividend	-33 408	-24 638	-33 408	-24 638
Net cash flow from financing (C)	**-35 986**	**-27 216**	**-35 986**	**-41 780**
Net change in liquid funds (A+B+C)	-72 194	149 077	-77 445	83 611
Liquid funds 1.1.	151 368	2 291	160 680	77 070
Liquid funds 31.12.	**79 174**	**151 368**	**83 235**	**160 680**

Accounting principles
The annual accounts have been prepared in accorance with the Norwegian Accounting Act and good accounting principles.

Consolidation principle
The group accounts cover the parent company K.A. Rasmussen AS and companies over which the parent company has a controlling influence. The group accounts show these entities as a single joint financial unit through the elimination of all material transactions and outstanding balances between them.

When shares are purchased in a subsidiary, the cost price of the shares is set off against the equityof the subsidiary on the acquisition date. Identified excess value s allocated to other assets or recognised as goodwill and depreciated over anticipated economic life.

The group accounts have been prepared in accordance with uniform principles, since the subsidiaries follow same principles as the parent company.

The accounts for foreign subsidiaries are restated by translating the profit and loss account using an average exchange rate for the period, while balance-sheet items are translated using the exchange on the balance-sheet date. Translation differences are recorded directly against the group equity.

Associated companies over which K.A. Rasmussen AS has material influence are valued using the equity method in the group accounts. The share of each subsidiary's profit/loss is shown on a separate line in the profit and loss account. The group balance sheet shows associated companies at cost price plus the accumulated share of profit/loss.

Subsidiaries and associated companies are consolidated into the group as of the acquisition date and until the balance-sheet date or the date a company is sold or wound up.

Recognition of revenue and cost
Revenue is recognised at the time of delivery in the case of sales of goods, and at the time of service provision in the case of services.

Sales to customers´metal accounts with K.A. Rasmussen AS are recognised as income when a metal is credited to a customer account. Sales from metal accounts with external suppliers or financial institutions are recogised as income when a metal is withdrawn from an account.

Costs are linked to and expensed simultaneously with the revenues to which the costs are attributable. Costs which cannot be directly attributed to revenues are expensed when they accure.

Research and development
Research costs are expensed. Development costs are recognised in the balance sheet if a future economic benefit can be identified in connection with development of an identifiable intangible asset and the costs can be accurately quantified.

Maintenance
Completed maintenance i recognised in the profit and loss account on an ongoing basis. Upgrades to and replacements of fixed assets are recognised in the balance sheet.

Item in foreign currencies
Monetary items in foreign currencies are translated using the exchange rate on the balance-sheet date. Foreign exchange gains/losses are classified as financial income or finanical expenses on a net basis in the profit and loss account.

Tax
The tax cost in the profit and loss account includes tax payable for the period and any change in deferred tax. Deferred tax is calculated based on any temporary differences between accounting and tax value. Tax-increasing and tax-reducing temporary differences that are or may be reversed during the same period are set off against one another. Any net deferred tax benefits is recognised in the balance sheet if it is likely that it can be utilised.

Classification and valuation of balance-sheet items
Assets and liabilities related to the undertaking´s circulation of goods are classified as current assets and current liabilities, respectively. Receivables and liabilities which do not relate to the circulation of goods are classified as current assets and current liabilities, respectively, if they fall due for payment within one year of the balance-sheet date.

Other assets are classified as fixed assets and other liabilities are classified as long-term liabilities.

Tangible fixed assets and intangible assets
Tangible fixed assets and intangible assets are recorded at historic costs, adjusted for any appreciation/impairments and accumulated depreciation. Operating assets are depreciated on a linear basis over their anticipated economic life, and are written down to actual value in the event of drops in value that are not expected to be temporary. Gains and losses on divested fixed assets are included in the operating profit/loss.

Financial fixed assets
In the company accounts, shares in subsidiaries and associated companies are valued using the equitiy method. The balance sheet shows subsidiaries and associated companies at cost price on the acquisition date pluss accumulated profit/loss share. The profit and loss account shows the company´s share of the profits/losses of subsidiaries and associated companies on a separate line, net of any value added tax or goodwill recognised in the profit and loss account.

Accounts receivable

The balance sheet shows accounts receivable at nominal value less loss allocation. Loss allocations on receivables are calculated based on an individual assessment of each receivable.

Stock and financial instruments

The company has financed a substantial proportion of its operations by means of short-term metal loans. The loans have a maturity period of 1-12 months, and are renewed on an ongoing basis. The loan obilgation is translated from USD into NOK using the exchange rate on balance-sheet date. The liability is secured by means of guarantees and charges.

The value of precious metal holdings is subject to substantial short-term fluctuation, reflecting changes in metal prices. To reduce the risk of large profit fluctuations due to changes in the value of its precious metal holdings, the company enters into forward contracts and related foreign exchange trades. The forward contracts are normally for a period of 1-3 months. The percious metal holdings for which hedging instruments have been entered into are recognised at market value on the balance-sheet date, while the forward contracts are valued as the difference between the average contract price and the market price translated into NOK using the exchange rate on the balance-sheet date. The profit/loss effect of the hedging transactions is shown in the accounts on the line for cost of goods.

Unhedged metal holdings are recognised in the accounts at the lower of acquisition cost and market value on the balance-sheet date. The same applies to purchased finished goods.

Goods in productions and self-produced finished goods are valued at the lower of production costs and actual value.

All amounts in the notes are in NOK ´000 unless otherwise stated.

▪ Note 1 - Sales revenue

Sales revenue divided by business area

	K.A. Rasmussen AS		The Group
Mill. NOK	**2022**	**2021**	**2022**
Recycling	899	682	722
Industry	113	186	139
Semi-finished products and jewelry	56	36	228
Investment metals	68	27	776
Other/Eliminations	10	23	17
Total	**1 147**	**954**	**1 882**

This overview by business area is new in 2022, and thus no corresponding distribution of the revenues of subsidiaries is available for 2021.

Sales revenue divided på geographical areas:

	K.A. Rasmussen AS		The Group	
Mill. NOK	**2022**	**2021**	**2022**	**2021**
Norway	213	222	208	221
Sweden	185	111	388	257
Finland	24	21	536	326
Denmark	2		10	
Øvrig Europa / Rest of Europe	686	588	704	619
Asia/Australia/America	37	12	37	12
Total	**1 147**	**954**	**1 882**	**1 435**

▪ Note 2 - Transactions with subsidiaries

The largest transactions between K.A. Rasmussen AS and related parties involve the purchase of scrap metal from subsidiaries and the sale of goods and services to the subsidiaries.

	Sales revenue		Purchase of goods	
Subsidiaries	**2022**	**2021**	**2022**	**2021**
K.A. Rasmussen AB	170 721	107 099	316 655	185 505
K.A.Rasmussen OY	42 980	21 036	230 281	161 271
Sargenta AB	10	4 493	10	2 636
Total	**213 712**	**132 628**	**546 945**	**349 411**

▪ Note 3 - Payroll

	K. A. Rasmussen AS		The Group	
	2022	**2021**	**2022**	**2021**
Wages and salaries	49 562	46 403	67 447	64 716
Payroll tax	7 537	7 018	10 989	10 786
Pension cost	4 614	4 468	7 176	7 025
Other payments	1 369	1 295	1 500	587
Total	**63 082**	**59 184**	**87 111**	**83 115**
Number of person years	68,2	67,5	96,2	95,5

Pensions and pension liabilities

The parent company and the subsidiaries in the group have defined-contribution plans in accordance with local laws.

As of 31 December 2022, there were 73 members in the parent company´s contribution plan. Expensed deposits amounted to 3,276 and 3,075 in 2021 and 2022 respectively.

Remuneration to leading officials	**CEO**
Salary	2 288
Bonus	1 132
Pension costs	176
Other remuneration	156

The CEO has a bonus agreement based on the operating result achieved by the group. The CEO is entitled to 12 months' severance pay in the event of dismissal**.**

The board of directors

The board members have been paid a fee of NOK 1,010. There are no agreements on special remuneration in connection with cessation or amendment of a board appointment.

▪ Note 4 – Public grants

The company receives public grants in connection with an ongoing research and development project focused on refining technology. The grant has been recognised on a net basis in the accounts, as a reduction of payroll costs and other operating costs. The received grant totalled NOK 1,313 in 2021 and NOK 1,213 in 2022. Provided that the project progresses as planned, there will no repayment obligation.

▪ Note 5 - Tangible assets

K.A. Rasmussen AS	Goodwill	Other assets	Total
Accumulated acquisition cost at 1.1	5 078	15 962	21 040
Investments		2 727	2 727
Disposals at acquisition costs		-	-
Accumulated acquisition cost at 31.12	5 078	18 689	23 767
Accumulated ordinary deprecation at 31.12	-5 078	-11 115	-16 193
Book value 31.12.	**-**	**7 574**	**7 574**
Ordinary deprication	**-**	**2 726**	**2 726**
Estimated usefull life		4-5 år	

The Group	**Goodwill**	**Other assets**	**Total**
Accumulated acquisition cost at 1.1	7 053	25 732	32 785
Translation differences	-59	144	85
Investments		2 727	2 727
Disposals			-
Accumulated cost price at 31.12	6 994	28 603	35 597
Accumulated ordinary deprecation at 31.12	-6 994	-21 028	-28 022
Book value at 31.12	**-**	**7 575**	**7 575**
Ordinary deprication	**-**	**3 038**	**3 038**
Estimated usefull life		4-5 år	

Research and development (R&D)

R&D costs recognised in the profit and loss account totalled NOK 4,929 in 2022 and NOK 4,139 in 2021, including received grants. R&D activities are primarily focused on (further) development of production processes, and incurred R&D expenses are expected to be recouped through future earnings.

Note 6 - Tangible fixed assets

K.A. Rasmussen AS	Machines, inventory, equipment and vehicles	Buildings	Land	Total
Accumulated acquisition cost at 1.1.	93 938	24 282	9 500	127 720
Investments	4 181	-	-	4 181
Disposals at acquisition costs	-369	-	-	-369
Accumulated acquisition cost at 31.12	97 750	24 282	9 500	131 532
Accumulated ordinary depreciation at 31.12	-80 581	-22 078	-	-102 659
Book value at 31.12	**17 169**	**2 204**	**9 500**	**28 873**
Ordinary depreciation	**4 889**	**332**	**-**	**5 221**
Estimated usefull life	5-10 years	10-25 years		

The group	Machines, inventory, equipment and vehicles	Buildings	Land	Total
Accumulated acquisition cost at 1.1	101 072	29 874	10 880	141 826
Conversions/other corrections	84	-	-	84
Investments	4 181	-	41 670	45 851
Disposials at acquisition costs	-369	-	-	-369
Accumulated acquisition costs at 31.12	104 968	29 874	52 550	187 392
Accumulated ordinary depreciation at 31.12	-87 055	-24 706	-	-111 761
Booked value at 31.12	**17 914**	**5 168**	**52 550**	**75 632**
Ordinary depreciation	**5 197**	**332**		**5 529**
Estimated usefull life	5-10 years	10-25 years		

- **Note 7 - Remuneration Auditors**

	Statutory Audit	Other assurence services	Tax advice	Other advice	Total
K.A. Rasmussen AS	514	4	-	32	550
Subsidiaries	487		1	27	516
Total	**1 001**	**4**	**1**	**59**	**1 066**

▪ Note 8 - Subsidiaries

Subsidiaries

The following subsidiaries are consolidated as part of the group 31.12.2022

Subsidiaries	Land	Stake %	Acquisition cost
ANA Ädelmetall AB	Sverige	100 %	1 668
Birkebeinervegen 26 AS	Hamar	100 %	46 038
K.A. Rasmussen AB	Sverige	100 %	8 988
K.A. Rasmussen Ltd.	England	100 %	109
K.A. Rasmussen OY	Finland	100 %	21
Sargenta AB	Sverige	100 %	8 016
Silvertorpet AB	Sverige	100 %	52 758
Guldsmedaktiebolaget AB	Sverige		
Suprok A/S	Danmark		

Recognition according to the equity method

Subsidiaries	Book value 01.01	Recognized Income	Recognized Income	Other Changes	Book value 31.12
ANA Ädelmetall AB	1 132	211		-198	1 145
Birkebeinervegen 26 AS*	-	-		46 099	46 099
K.A. Rasmussen AB	17 440	12 601		1 611	31 652
K.A. Rasmussen Ltd.	344	53		-27	370
K.A.Rasmussen OY	35 796	14 359		2 466	52 621
Mema AB	79	-		-79	-
Sargenta AB	4 038	833		-1 222	3 649
Silvertorpet AB	34 007	400	-4 736	-1 582	28 090
Total subsidiaries	**92 836**	**28 457**	**-4 736**	**47 069**	**163 626**

* K.A. Rasmussen AS has acquired 100% of the shares in Birkebeinervegen 26 AS. As the acquisition date was at the end of December 2022, no result has been recognised in the accounts for the acquired company for 2022. The acquisition cost was NOK 46 million, and the excess value secured through the acquisition has increased the value of fixed assets. The value calculation in connection with initial recognition in the accounts is based on provisional accounting figures as at 31 December 2022.

▪ Note 9 - Affiliated companies

The following equity stake are accounted for using the equity method in the consolidated accounts at 31.12.22

Company name	Land	Stake %	Acquisition cost?
Conpart AS	Hamar	49,99 %	16 700

Affiliated companies	Book value 01.01	Recognized Income	Recognized Income	Other Changes	Book value 31.12
Conpart AS	-	-3 894	-	5 459	1 565
Total affiliated companies	**-**	**-3 894**	**-**	**5 459**	**1 565**

▪ Note 10 - Income taxes

This year´s tax consists of:	K.A. Rasmussen AS 2022	K.A. Rasmussen AS 2021	The Group 2022	The Group 2021
Payable taxes	2 708	17 066	9 278	20 938
Adjustments of prior years	-18	292	-18	292
Changes in deffered taxes / taxbenefits	670	450	1 905	873
Tax cost	**3 359**	**17 807**	**11 165**	**22 103**

	K.A. Rasmussen AS 2022	K.A. Rasmussen AS 2021
Pre-tax profits	39 248	87 464
Permanent differences	-23 897	-7 846
	-3 043	-2 045
Changes in temporary differences		
Taxable amount	12 308	77 572
Tax payable, 22 %	**2 708**	**17 066**

Temporary differences:	**2022**	**2021**
Fixed assets	-8 741	-8 997
Current assets	-5 763	-7 824
Provisions for liabilities	-600	-1 326
Total temporary differences?	-15 104	-18 147
Deficit to carry forward?	-	-
Basis of deferred tax / tax benefits	-15 104	-18 147
Deferred tax tax benefit, 22%	**-3 323**	**-3 992**

▪ Note 11 - Equity

K.A. Rasmussen AS	Share capital	Share premium account	Other equity	Total
Equity at 1.1	4 594	9 444	189 200	203 238
Net profit			35 889	35 889
Conversion differences / other			-458	-458
Dividend			-20 880	-20 880
Equity at 31.12.	**4 594**	**9 444**	**203 751**	**217 789**

Other equity per. 31.12.2022 includes fund for valuation differences of NOK 73.586.

The Group	Share capital	Share premium account	Other equity	Total
Equity at 1.1	4 594	9 444	189 200	203 238
Net profit			35 889	35 889
Conversion differences / other corrections			-458	-458
Dividend			-20 880	-20 880
Equity at 31.12	**4 594**	**9 444**	**203 751**	**217 789**

▪ Note 12 - Long-term liabilities

	K. A. Rasmussen AS		The Group	
LIabilities secured by mortgage:	**2022**	**2021**	**2022**	**2021**
Long-term debt to credit institution	14 826	17 404	14 826	17 404
Overdraft facilities*	-	-	-	0
Total	**14 826**	**17 404**	**14 826**	**17 404**
Liabilities due later than 5 years	1 936	4 514	1 936	4 514

* The company's overdraft facility is included in the group accounts system. All participating group companies are jointly and severally liable for the group's total borrowings.

	K. A. Rasmussen AS		The Group	
Liabilities secured by guarantees	**2022**	**2021**	**2022**	**2021**
Metal leases	557 461	392 651	557 461	392 651

As at 31 December, the group's bank had issued guarantees totalling NOK 679 million, including NOK 672 million linked to metal loans.

Accounting value of assets provided as collateral for debt secured by charges and guarantees:

	K. A. Rasmussen AS		The Group	
	2022	**2021**	**2022**	**2021**
Account receivables	13 631	8 792	33 569	14 506
Shares	163 626	92 836	0	0
Intra-group receivables	72	0	0	0
Inventory	604 493	456 113	645 951	482 392
Machines	17 169	17 712	17 914	18 924
Factory Buildings	2 204	2 536	5 168	2 536
Land	9 500	9 500	52 550	9 500
Total	**810 695**	**587 489**	**755 151**	**527 857**

▪ Note 13 - Stock

K.A. Rasmussen AS

In the accounts, holdings of secured precious metals are valued at market value on the balance-sheet date, net of analysis and production-waste risk. The work-in-progress value of finished goods and goods in production is assessed as production cost.

	K. A. Rasmussen AS		The Group	
	2022	**2021**	**2022**	**2021**
Goods under production	6 502	4 777	6 502	4 777
Finished products	3 628	2 331	15 479	13 547
Metal	594 363	449 004	623 970	464 068
Total	**604 493**	**456 113**	**645 951**	**482 392**

The parent company's metal holdings include both physical stocks and outstanding metal balances owed by subsidiaries and other parties. Outstanding metal balances owed by subsidiaries totalled NOK 64.074 million as at 31 December 2022.

▪ Note 14 - Receivables and current liabilities

K.A. Rasmussen AS

Short-term receivables on group companies consists of	**2022**	**2021**
Account receivable	504	
Total	**504**	**-**

Short-term liabilities to group companies:	**2022**	**2021**
Accounts payable	1 083	968
Other current receivables	665	643
Credit within Group cash-pool	74 818	58 747
Total	**76 566**	**60 358**

▪ Note 15 - Shareholders

There are 417.600 shares, each with a face value of NOK 11.

	Stake in %	Number of shares
H Sverdrup Industrier AS	40,5 %	169 120
BES Rasmussen AS	22,5 %	93 810
KAR Invest II AS	18,0 %	75 000
Torleiv Sverdrup AS	16,0 %	66 770
Harald Ulrik Sverdrup	2,9 %	12 300
Knud Andreas Rasmussens Legat	0,1 %	600
Total	**100,0 %**	**417 600**

The Board members directly og indirectly own the following shares:

	Direct	Indirectly	Total
Harald U. Sverdrup	2,9 %	40,5 %	43,4 %
Kjell-Arne Rasmussen		22,5 %	22,5 %
Torleiv G. Sverdrup		16,0 %	16,0 %

▪ Note 16 - Value of financial derivatives

The book value of forward contracts at 31 December was 1,825, and is included in other short-term liabilities.

Forward contracts at 31.12	Gold	Silver	Total
Market value 31.12.	-4 556	-4 604	-9 160
- value with forward rate	4 246	3 090	7 336
Book value of forward contracts	-311	-1 514	-1 825

BDO AS
Tordenskjoldsgt. 13-15
2821 Gjøvik

Independent Auditor's Report

To the Annual Shareholders meeting of K A Rasmussen AS

Opinion

We have audited the financial statements of K A Rasmussen AS.

The financial statements comprise:	In our opinion:
• The financial statements of the parent company, which comprise the balance sheet as at 31 December 2022, the income statement and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and • The financial statements of the group, which comprise the balance sheet as at 31 December 2022, the income statement and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.	• The financial statements comply with applicable statutory requirements. • The accompanying financial statements give a true and fair view of the financial position of the company as at 31 December 2022, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway. • The accompanying financial statements give a true and fair view of the financial position of the group as at 31 December 2022, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

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 as required by relevant laws and regulations in Norway and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (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 Managing Director (management) is responsible for the other information. The other information comprises the Board of Directors' report. Our opinion on the financial statements does not cover the other information.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears

to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on the Board of Director's report

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

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

Responsibilities of the Board of Directors and the Managing Director for the Financial Statements

The Board of Directors and the Managing Director (management) are responsible for the preparation of 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 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 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 insofar as it is not likely that the enterprise will cease operations.

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.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to:
https://revisorforeningen.no/revisjonsberetninger

BDO AS

Stig Hagen
State Authorised Public Accountant
(This document is signed electronically)

Note: Translation from Norwegian prepared for information purposes only.

K·A·Rasmussen
GROUP

Visiting address:
Birkebeinervegen 24, 2316 Hamar

Postal address:
Postboks 4455, 2326 Hamar

Phone number:
+47 62 51 27 10

E-mail:
post@karasmussen.com

Home page:
karasmussen.com