Lapin Kumi Oy
Business ID: 1945691-3

Domicile: ROVANIEMI, FINLAND

Financial statements for the financial period 1 January 2023–31 December 2023

Table of contents

Annual report

General

This Annual Report is for the financial period from 1 January 2023 to 31 December 2023.

The year 2023 was a return to normal business after the pandemic. The difficulties of the pandemic years and the challenges in manufacturing and supply chains brought about by the war in Ukraine levelled off in 2023 and the tyre business stabilised. The supply disruptions that plagued the market in 2021 have been overcome for the most part and the availability of goods and materials has returned to normal, even to the point of over-availability. Most wholesalers, tyre shops, etc. have liquidated their drastically increased inventory values during 2022–2023, and so have we at Lapin Kumi Oy. Due to the availability of goods during the pandemic years, we were able to sell the larger purchases to our customers in 2023, which in turn caused a decrease in our inventories.

High inflation, poor availability of labour and weak market demand continued to pose their own challenges in 2023. However, with the help of our active personnel, these issues were kept in check and the year was quite good in terms of sales. Higher wage costs and higher fixed costs due to inflation provided an additional challenge for the year. Despite this, the results were quite good, although below the 2022 level.

The acquisition of Kolarin Kumi Oy has already proved to be a very good acquisition in its first year. Through the transaction, we have gained synergy benefits and have been able to open up new customer accounts in Lapland’s industry, especially in the mining industry, for example in the Yara mining area in Siilinjärvi. Together, we can retain a very strong market position in Lapland and especially in the Northern industry and the mining industry.

In 2023, we opened a new shop in Ylivieska, which has attracted interest from both local businesses and the general public. Already the first year has shown that the investment was necessary and a great addition to our shop network.

The quality certificates issued by Michelin and an external inspector remained valid for the Rovaniemi, Tornio, Kemi, Oulu, Kuopio, Jyväskylä, Lahti, Vantaa and Kittilä sites, which now operate according to the Lapin Kumi Oy concept. Everyone in our company is proud of the recognition.

Evolution of turnover

Lapin Kumi Group’s turnover in 2023 was EUR 57,216,417.02 and the balance sheet total was EUR 38,659,468.17.

Key figures describing the Group’s financial position and performance:

	2023	2022	2021
turnover t EUR	57 216,42	50 773,11	44 338,49
operating profit %	3,40	6,30	4,00
return on equity %	7,40	20,60	12,60
equity ratio %	38,40	37,30	39,80

Personnel

In 2023, the Group employed 207 people on average. The Group paid EUR 11,176,192.82 in personnel costs.

The Group's personnel have been trained in the importance of the right service models and the right type of service in the increasingly competitive environment. This has been well received by the personnel and they understand the importance of good service. All permanent personnel, with a few exceptions, have completed the tyre safety card training. During the financial period, 46 people participated in tyre safety card training and further training.

Estimate of likely future development

The effects of economic sanctions, high energy prices and generally high inflation are significant factors for the year 2024, for which Lapin Kumi Oy has tried to prepare as well as possible.

The integration of Kolarin Kumi Oy and Lapin Kumi Oy will continue in 2024 in order to maximise efficiency and create more opportunities in the mining areas of Northern Finland and Sweden.

We believe our 2024 targets will be successful and the opening of a new shop in Jyväskylä, covering almost 4,000 square metres of new premises in the area of Seppälänkangas, will help us improve our ability to serve our customers more efficiently and grow our customer base in Central Finland.

After the end of the financial period, the parent company has started a demerger process, in which the real estate and investment activities will be separated into a separate company.

Maintaining the service skills of our personnel and ensuring our customers' need for our services in Finland will help us secure demand for our tyre services.

External risks have been identified and minimised by insurance companies. We have also hedged interest rate risk with interest rate hedges and currency risk with forward exchanges.

Proposal by the Board of Directors on the use of retained earnings

The parent company's distributable assets amount to EUR 13,913,315.55, of which the profit for the financial period is EUR 1,458,559.32. The Board of Directors proposes to the Annual General Meeting that EUR 13,713,315.55 of the profit for the financial period be transferred to the profits account for previous financial periods and that EUR 200.00 per share be distributed as dividend,

There have been no material changes in the financial position of the company since the end of the financial period. The company's liquidity is normal.

Rovaniemi ___ _________ 2024

LAPIN KUMI OY Board of Directors

Ville Ruokanen Chair	Risto Keskiruokanen Member of the Board of Directors	Pekka Ruokanen Member of the Board of Directors

Group

Income statement (EUR)	2023-01-01 2023-12-31	2022-01-01 2022-12-31
Turnover	**57 216 417,02**	**50 773 114,96**
Own expenses capitalised	**-51 791,49**	**-23 779,48**
Other operating income	**18 001,10**	**10 177,29**
Materials and services		
Materials, supplies and goods		
Purchases in the financial period	-33 155 395,91	-32 149 175,75
Change in inventories	-2 676 433,38	458 712,46
Materials, supplies and goods	-35 831 829,29	-31 690 463,29
External services	-437 402,31	-257 327,85
Total materials and services	**-36 269 231,60**	**-31 947 791,14**
Personnel costs	**-11 325 385,31**	**-9 289 427,52**
Depreciation and write-downs		
Scheduled depreciations	-1 659 319,83	-1 372 320,32
Depreciation of consolidated goodwill	-312 901,37	-85 096,71
Total depreciation and write-downs	**-1 972 221,20**	**-1 457 417,03**
Other operating expenses	**-5 646 598,26**	**-4 823 149,87**
Operating profit	**1 969 190,26**	**3 241 727,21**
Financial income and expenses		
Income from other non-current assets	420,00	180,00
Other interest and financial income	73 825,27	79 341,36
Interest and other financing expenses	-585 866,00	-105 990,83
Total financial income and expenses	**-511 620,73**	**-26 469,47**
Profit before taxes	**1 457 569,53**	**3 215 257,74**
Income taxes		
Tax for the financial period	-315 809,18	-622 219,31
Deferred taxes	-92 642,81	-170 197,85
Income taxes	**-408 451,99**	**-792 417,16**
Profit for the financial period before minority interest	**1 049 117,54**	**2 422 840,58**
Consolidated profit for the financial period	**1 049 117,54**	**2 422 840,58**

Group
Balance sheet assets (EUR)

	2023-12-31	2022-12-31
Non-current assets		
Intangible assets		
Intangible rights	94 590,19	118 196,65
Goodwill	547 342,46	753 479,45
Consolidated goodwill	1 204 515,36	1 365 612,86
Other intangible assets	140 000,00	183 214,29
Total intangible assets	**1 986 448,01**	**2 420 503,25**
Tangible assets		
Land and waters, owned	2 236 572,07	2 071 142,94
Buildings and structures, owned	9 256 203,24	9 768 984,43
Machinery and equipment	2 703 949,39	2 025 676,64
Other tangible assets	65 702,79	84 341,09
Prepayments and pending acquisitions	3 736 500,03	59 270,00
Total tangible assets	**17 998 927,52**	**14 009 415,10**
Investments		
Other shares and interests	46 603,33	191 133,27
Total investments	**46 603,33**	**191 133,27**
Total non-current assets	**20 031 978,86**	**16 621 051,62**
Current assets		
Inventories		
Materials and supplies	10 486 573,40	12 916 788,76
Other inventories	80 983,99	80 357,86
Total inventories	**10 567 557,39**	**12 997 146,62**
Long-term receivables		
Other receivables	10 416,00	10 416,00
Total long-term receivables	**10 416,00**	**10 416,00**
Short-term receivables		
Sales receivables	3 801 822,84	4 001 945,35
Loan receivables	35 716,67	7 980,08
Other receivables	277 721,00	71 753,65
Accrued income	2 676 658,99	2 784 894,96
Total short-term receivables	**6 791 919,50**	**6 866 574,04**
Cash and cash equivalents	**1 257 596,42**	**1 051 754,05**
Total current assets	**18 627 489,31**	**20 925 890,71**
Balance sheet assets	**38 659 468,17**	**37 546 942,33**

Group

Balance sheet liabilities (EUR)	2023-12-31	2022-12-31
Equity		
Share capital	**8 500,00**	**8 500,00**
Retained earnings	**13 806 396,39**	**11 583 555,81**
Profit for the financial period	**1 049 117,54**	**2 422 840,58**
Total equity	**14 864 013,93**	**14 014 896,39**
Liabilities		
Fixed liabilities		
Account owed to credit institutions	8 086 774,17	6 854 320,64
Total fixed liabilities	**8 086 774,17**	**6 854 320,64**
Current liabilities		
Account owed to credit institutions	4 264 043,32	3 866 702,32
Advances received	1 106,27	3 310,58
Trade payables	7 184 754,10	5 359 250,86
Deferred tax liabilities	552 761,34	459 554,79
Other liabilities	1 911 379,03	4 879 932,11
Accrued expenses	1 794 636,01	2 108 974,64
Total current liabilities	**15 708 680,07**	**16 677 725,30**
Total liabilities	**23 795 454,24**	**23 532 045,94**
Balance sheet liabilities	**38 659 468,17**	**37 546 942,33**

Group

Financial statement (EUR)	2023-01-01 2023-12-31	2022-01-01 2022-12-31
Cash flow from operations		
Profit after financial items	1 457 569,53	3 215 257,74
Adjustments:		
Scheduled depreciations	1 972 221,20	1 457 417,03
Financial income and expenses	511 620,73	26 469,47
Other adjustments	-2 818,70	-213 525,08
Cash flow before change in working capital	3 938 592,76	4 485 619,16
Change in working capital:		
Change in short-term non-interest-bearing receivables	527 847,11	-655 145,65
Change in inventories	2 681 903,44	-432 700,56
Change in short-term non-interest-bearing liabilities	-407 596,66	-189 300,13
Cash flow from operations before financial items and taxes	6 740 746,65	3 208 472,82
Interest paid and payments on other financial operating costs	-585 866,00	-105 990,83
Interest receivable and payments from other financial income	74 245,27	79 521,36
Direct taxes paid	-897 817,88	-647 112,17
Cash flow from operations (A)	**5 331 308,04**	**2 534 891,18**
Cash flow from investments:		
Investments in tangible and intangible assets	-4 585 855,39	-618 460,35
Acquisition of subsidiaries	-982 317,28	-5 677 481,50
Income from tangible and intangible assets	64 436,90	
Sale of investments	150 000,00	364 898,72
Asset purchase	-473 787,84	
Loans granted	-27 736,59	
Cash flow from investments (B)	**-5 855 260,20**	**-5 100 529,72**
Cash flow from financing:		
Drawdown of long-term loans	5 707 218,73	4 400 000,00
Repayment of long-term loans	-3 974 458,68	-2 721 182,65
Drawdown of short-term loans	150 000,00	1 600 000,00
Repayment of short-term loans	-850 000,00	-700 000,00
Use of limit	-102 965,52	102 965,52
Dividends paid	-200 000,00	-160 000,00
Cash flow from financing (C)	**729 794,53**	**2 521 782,87**
Increase in funds (A + B + C)	205 842,37	-43 855,67
Funds at the start of the period	1 051 754,05	1 095 609,72
Funds at the end of the period	1 257 596,42	1 051 754,05

Parent company

Income statement (EUR)	2023-01-01 2023-12-31	2022-01-01 2022-12-31
Turnover	**52 695 349,80**	**49 605 869,24**
Own expenses capitalised	**-48 729,60**	**-23 779,48**
Other operating income	**37 461,42**	**9 972,71**
Materials and services		
Materials, supplies and goods		
Purchases in the financial period	-31 793 427,40	-32 146 045,31
Change in inventories	-1 463 917,49	1 168 608,56
Materials, supplies and goods	-33 257 344,89	-30 977 436,75
External services	-431 505,08	-255 727,85
Total materials and services	**-33 688 849,97**	**-31 233 164,60**
Personnel costs	**-10 197 070,30**	**-9 060 127,25**
Depreciation and write-downs		
Scheduled depreciations	-1 036 002,89	-877 441,51
Total depreciation and write-downs	**-1 036 002,89**	**-877 441,51**
Other operating expenses	**-6 247 427,84**	**-5 614 205,93**
Operating profit	**1 514 730,62**	**2 807 123,18**
Financial income and expenses		
Income from intra-group interests	641 618,13	
Income from other non-current assets	280,00	180,00
Other interest and financial income	228 968,22	128 745,77
Interest and other financing expenses	-331 228,65	-111 088,14
Total financial income and expenses	**539 637,70**	**17 837,63**
Profit before financial items	**2 054 368,32**	**2 824 960,81**
Discretionary reserve adjustment		
Change in depreciation difference	-368 915,51	-201 963,65
Total discretionary reserve adjustments	**-368 915,51**	**-201 963,65**
Income taxes		
Tax for the financial period	-226 893,49	-492 176,70
Income taxes	**-226 893,49**	**-492 176,70**
Profit for the financial period	**1 458 559,32**	**2 130 820,46**

Parent company

Balance sheet assets (EUR)	2023-12-31	2022-12-31
Non-current assets		
Intangible assets		
Intangible rights	88 126,72	109 475,58
Goodwill	547 342,46	753 479,45
Other intangible assets	140 000,00	160 000,00
Total intangible assets	**775 469,18**	**1 022 955,03**
Tangible assets		
Machinery and equipment	2 591 873,51	1 878 147,54
Prepayments and pending acquisitions	17 220,00	55 000,00
Total tangible assets	**2 609 093,51**	**1 933 147,54**
Investments		
Intra-group interests	8 564 747,28	8 412 943,41
Other shares and interests	4 772,89	4 772,89
Total investments	**8 569 520,17**	**8 417 716,30**
Total non-current assets	**11 954 082,86**	**11 373 818,87**
Current assets		
Inventories		
Materials and supplies	9 361 048,25	10 825 591,87
Other inventories	80 983,99	80 357,86
Total inventories	**9 442 032,24**	**10 905 949,73**
Long-term receivables		
Intra-group receivables	1 848 423,88	1 842 800,00
Total long-term receivables	**1 848 423,88**	**1 842 800,00**
Short-term receivables		
Sales receivables	3 077 024,55	3 019 821,09
Intra-group receivables	283 328,24	350 174,85
Loan receivables	20 716,67	7 980,08
Accrued income	2 281 504,46	2 333 682,50
Total short-term receivables	**5 662 573,92**	**5 711 658,52**
Cash and cash equivalents	**1 074 047,52**	**275 276,16**
Total current assets	**18 027 077,56**	**18 735 684,41**
Balance sheet assets	**29 981 160,42**	**30 109 503,28**

Parent company Balance sheet liabilities (EUR)	2023-12-31	2022-12-31
Equity		
Share capital	**8 500,00**	**8 500,00**
Retained earnings	**12 454 756,23**	**10 523 935,77**
Profit for the financial period	**1 458 559,32**	**2 130 820,46**
Total equity	**13 921 815,55**	**12 663 256,23**
Discretionary reserves		
Depreciation difference	992 202,36	620 468,15
Total discretionary reserves	**992 202,36**	**620 468,15**
Liabilities		
Fixed liabilities		
Account owed to credit institutions	3 393 029,17	2 724 738,02
Intra-group liabilities	254 984,00	
Total fixed liabilities	**3 648 013,17**	**2 724 738,02**
Current liabilities		
Account owed to credit institutions	1 228 205,70	3 195 050,38
Advances received	575,00	3 310,58
Trade payables	6 724 792,69	4 666 439,20
Intra-group liabilities	151 923,29	107 881,28
Other liabilities	1 708 633,35	4 250 192,88
Accrued expenses	1 604 999,31	1 878 166,56
Total current liabilities	**11 419 129,34**	**14 101 040,88**
Total liabilities	**15 067 142,51**	**16 825 778,90**
Balance sheet liabilities	**29 981 160,42**	**30 109 503,28**

Parent company	01.01.2023	01.01.2022
Financial statement (EUR)	31.12.2023	31.12.2022
Cash flow from operations		
Profit after financial items	2 054 368,32	2 824 960,81
Adjustments:		
Scheduled depreciations	1 036 002,89	877 441,51
Financial income and expenses	-539 637,70	-17 837,63
Other adjustments	0,00	-86 303,16
Cash flow before change in working capital	2 550 733,51	3 598 261,53
Change in working capital:		
Change in short-term non-interest-bearing receivables	308 326,19	-888 660,01
Change in inventories	1 716 231,70	-1 168 608,56
Change in short-term non-interest-bearing liabilities	445 478,10	872 665,65
Cash flow from operations before financial items and taxes	5 020 769,50	2 413 658,61
Interest paid and payments on other financial operating costs	-331 228,65	-111 088,14
Interest receivable and payments from other financial income	37 237,02	73 552,98
Direct taxes paid	-622 565,17	-391 378,12
Cash flow from operations (A)	**4 104 212,70**	**1 984 745,33**
Cash flow from investments:		
Investments in tangible and intangible assets	-951 081,21	-603 884,07
Acquisition of subsidiaries	-953 947,28	-4 000 000,00
Income from tangible and intangible assets	64 436,90	
Interest received on loan receivables	161 291,96	
Business acquisition	-473 787,84	
Change in loan receivable	64 589,53	
Dividends on investments	641 618,13	
Cash flow from investments (B)	**-1 446 879,81**	**-4 603 884,07**
Cash flow from financing:		
Drawdown of long-term loans	2 532 218,73	3 200 000,00
Repayment of long-term loans	-3 387 814,74	-2 179 316,70
Drawdown of short-term loans	150 000,00	1 600 000,00
Repayment of short-term loans	-850 000,00	-700 000,00
Use of limit	-102 965,52	102 965,52
Dividends paid	-200 000,00	-160 000,00
Cash flow from financing (C)	**-1 858 561,53**	**1 863 648,82**
Increase in funds (A + B + C)	798 771,36	-755 489,92
Funds at the start of the period	275 276,16	1 030 766,08
Funds at the end of the period	1 074 047,52	275 276,16

Notes on the accounts (EUR)

NOTES ON ACCOUNTING

Lapin Rengastalo Oy, based in Rovaniemi, Finland, has been consolidated in the consolidated financial statements.
Kolarin Kumi Oy, based in Kolari, Finland. Kolarin Kumi Oy has been merged as of 1 November 2022.
The subsidiary is 100% owned.

The subgroup financial statements of Lapin Rengastalo Oy have not been prepared pursuant to chapter 6, section 1(4) of the Accounting Act. The company's subsidiaries Oulun Rengas Oy and KOY Rajakumpu, of which the parent company of the subgroup owns 100%, have been consolidated into Lapin Kumi Oy Group. Oulun Rengas Oy has merged with its parent company in 2023.

The consolidated financial statements have been prepared using the acquisition cost method. The difference of the acquisition cost of the subsidiary and the amount of equity corresponding to the interest acquired is presented as consolidated goodwill. The depreciation plan for consolidated goodwill is five (5) years.
Intra-group transactions, mutual assets and liabilities as well as internal distribution of profit have been eliminated.

Tangible and intangible assets are valued at the respective acquisition cost with scheduled depreciations deducted. Inventories are valued at the acquisition cost or a lower replacement price or the transfer price. Investments are valued at the acquisition cost and other inventories at the acquisition cost or a probable lower transfer price.

The acquisition cost of reproducible assets owned by the company is depreciated according to a pre-established plan.
The depreciation plan is as follows:

Buildings	30 years
Warehouses	20 years
Fuel structures	10 years
Structures	5 years
Machinery and equipment	5–10 years
Computer programs	5 years
Goodwill	5 years
Long-term expense items	10 years

Small purchases of fixed assets are entered as an annual expense.

Assets and liabilities expressed in a foreign currency are translated into Finnish currency at the rate on the balance sheet date.

Geographical breakdown of turnover	**Group** 2023	**Group** 2022	**Parent company** 2023	**Parent company** 2022
Domestic sales	55 730 445,21	49 133 123,23	52 026 564,94	48 172 110,33
Intra-community sales	1 467 824,74	1 579 269,39	659 187,17	1 414 220,55
Sales outside the community	18 147,06	20 722,34	9 597,69	19 538,36
Total turnover	**57 216 417,01**	**50 733 114,96**	**52 695 349,80**	**49 605 869,24**

Other operating income	**Group** 2023	**Group** 2022	**Parent company** 2023	**Parent company** 2022
Sales profit on fixed assets	11 380,78		10 171,10	
Other income	6 620,32	9 577,29	27 290,32	9 372,71
Rent		600,00		600,00
Total other operating income	**18 001,10**	**10 177,29**	**37 461,42**	**9 972,71**

Average number of personnel	**Group** 2023	**Group** 2022	**Parent company** 2023	**Parent company** 2022
Employees	146	128	131	122
Clerical employees	61	66	55	52
Total personnel	**207**	**194**	**186**	**174**

Personnel costs	2023	2022	2023	2022
Salaries and fees	9 268 812,15	7 664 789,86	8 330 810,51	7 469 001,20
Pension costs	1 683 972,29	1 350 727,50	1 513 005,52	1 324 027,40
Other personnel add-on costs	372 600,87	273 910,16	353 254,27	267 098,65
Total personnel costs	**11 325 385,31**	**9 289 427,52**	**10 197 070,30**	**9 060 127,25**

	Parent company 2023	**Parent company** 2022
Salaries of the members of the Board of Directors and the CEO:	100 514,58	100 516,94

Depreciation and write-downs	**Group**	**Group**	**Parent company**	**Parent company**
Scheduled depreciation and change in depreciation difference:	2023	2022	2023	2022
Intangible assets	43 133,96	39 228,46	40 876,36	36 970,86
Goodwill	406 136,99	378 780,67	406 136,99	378 780,67
Other long-term assets	43 214,29	57 500,00	20 000,00	20 000,00
Buildings	512 781,19	404 409,84		
Machinery and equipment	390 209,97	290 282,02	365 006,18	298 767,27
Fleet	214 524,72	150 329,63	192 028,10	131 469,45
Other tangible assets	49 318,71	51 789,70	11 955,26	11 453,26
Consolidated goodwill	312 901,37	85 096,71		
Total depreciation and write-downs	**1 972 221,20**	**1 457 417,03**	**1 036 002,89**	**877 441,51**
Change in depreciation difference			-368 915,51	-201 963,65

Fees paid to the auditor	2023	2022	2023	2022
Audit fees	30 106,64	7 684,88	22 766,38	5 440,88
Total fees paid to the auditor	**30 106,64**	**7 684,88**	**22 766,38**	**5 440,88**

Financial income and expenses	2023	2022	2023	2022
From others				
Dividend income	420,00	180,00	280,00	180,00
Interest income	73 825,27	79 341,36	36 957,02	73 372,98
Interest charges	585 866,00	105 990,83	316 021,79	111 088,14
From Group companies				
Dividend income			641 618,13	
Interest income			192 011,20	55 372,79
Interest charges			15 206,86	
Total financial income and expenses	**-511 620,73**	**-26 469,47**	**539 637,70**	**17 837,63**

Group **Intangible assets**	Intangible rights	Other long-term expense items	Goodwill	Consolidated goodwill
Acquisition cost 1 January 2023	484 356,58	350 000,00	1 900 855,00	2 130 182,16
Increases	19 527,50		200 000,00	151 803,87
Deductions				
Acquisition cost 31 December 2023	503 884,08	350 000,00	2 100 855,00	2 281 986,03
Accrued depreciation and write-downs 1 January 2023	366 159,93	166 785,71	1 147 375,55	764 569,30
Depreciation for the financial period	43 133,96	43 214,29	406 136,99	312 901,37
Accrued depreciation and write-downs 31 December 2023	409 293,89	210 000,00	1 553 512,54	1 077 470,67
Carrying amount 31 December 2023	**94 590,19**	**140 000,00**	**547 342,46**	**1 204 515,36**
Carrying amount 31 December 2022	118 196,65	183 214,29	753 479,45	1 365 612,86

Group **Intangible assets**	Total
Acquisition cost 1 January 2023	4 865 393,74
Increases	371 331,37
Deductions	
Acquisition cost 31 December 2023	5 236 725,11
Accrued depreciation and write-downs 1 January 2023	2 444 890,49
Depreciation for the financial period	805 386,61
Accrued depreciation and write-downs 31 December 2023	3 250 277,10
Carrying amount 31 December 2023	**1 986 448,01**
Carrying amount 31 December 2022	2 420 503,25

Group **Tangible assets**	Land	Buildings	ıchinery and equipm	Equipment
Acquisition cost 1 January 2023	2 071 142,94	12 557 988,38	3 359 236,45	936 062,58
Increases	165 429,13		608 944,56	111 151,93
Deductions				
Acquisition cost 31 December 2023	2 236 572,07	12 557 988,38	3 968 181,01	1 047 214,51
Accrued depreciation and write-downs 1 January 2023		2 789 003,95	2 303 010,18	632 205,57
Depreciation for the financial period		512 781,19	282 145,12	108 064,85
Accrued depreciation and write-downs 31 December 2023		3 301 785,14	2 583 087,53	742 338,19
Carrying amount 31 December 2023	**2 236 572,07**	**9 256 203,24**	**1 385 093,48**	**304 876,32**
Carrying amount 31 December 2022	2 071 142,94	9 768 984,43	1 056 226,27	303 857,01

Group **Tangible assets**	Cars	Other machinery and equipment	Other tangible assets	Pending acquisitions
Acquisition cost 1 January 2023	1 290 929,76	133 480,69	399 884,49	59 270,00
Increases	616 577,37	2 510,00	18 377,15	3 715 010,03
Deductions	61 618,20			37 780,00
Acquisition cost 31 December 2023	1 845 888,93	135 990,69	418 261,64	3 736 500,03
Accrued depreciation and write-downs 1 January 2023	653 952,95	104 864,13	315 543,40	
Depreciation for the financial period	214 524,72	12 303,26	37 015,45	
Accrued depreciation and write-downs 31 December 2023	850 732,64	117 167,39	352 558,85	
Carrying amount 31 December 2023	**995 156,29**	**18 823,30**	**65 702,79**	**3 736 500,03**
Carrying amount 31 December 2022	636 976,80	28 616,56	84 341,09	59 270,00

Group **Tangible assets**	Total
Acquisition cost 1 January 2023	20 807 995,29
Increases	5 238 000,17
Deductions	99 398,20
Acquisition cost 31 December 2023	25 946 597,26
Accrued depreciation and write-downs 1 January 2023	6 798 580,18
Depreciation for the financial period	1 166 834,59
Accrued depreciation and write-downs 31 December 2023	7 947 669,74
Carrying amount 31 December 2023	**17 998 927,52**
Carrying amount 31 December 2022	14 009 415,10

Parent company **Intangible assets**	Intangible rights	Goodwill	Other long-term expense items	Total
Acquisition cost 1 January 2023	473 068,58	1 900 855,00	200 000,00	2 573 923,58
Increases	19 527,50	200 000,00		219 527,50
Acquisition cost 31 December 2023	492 596,08	2 100 855,00	200 000,00	2 793 451,08
Accrued depreciation and write-downs 1 January 2023	363 593,00	1 147 375,55	40 000,00	1 550 968,55
Depreciation for the financial period	40 876,36	406 136,99	20 000,00	467 013,35
Accrued depreciation and write-downs 31 December 2023	404 469,36	1 553 512,54	60 000,00	2 017 981,90
Carrying amount 31 December 2023	**88 126,72**	**547 342,46**	**140 000,00**	**775 469,18**
Carrying amount 31 December 2022	109 475,58	753 479,45	160 000,00	1 022 955,03

Parent company **Tangible assets**	chinery and equipm	Equipment	Cars	Other machinery and equipment
Acquisition cost 1 January 2023	3 274 285,02	862 762,74	1 200 943,29	131 740,69
Increases	594 094,41	111 151,93	616 577,37	2 510,00
Deductions			61 618,20	
Acquisition cost 31 December 2023	3 868 379,43	973 914,67	1 755 902,46	134 250,69
Accrued depreciation and write-downs 1 January 2023	2 285 205,30	563 932,19	617 930,58	104 516,13
Depreciation for the financial period	256 941,33	108 064,85	192 028,10	11 955,26
Accrued depreciation and write-downs 31 December 2023	2 542 146,63	671 997,04	809 958,68	116 471,39
Carrying amount 31 December 2023	**1 326 232,80**	**301 917,63**	**945 943,78**	**17 779,30**
Carrying amount 31 December 2022	989 079,72	298 830,55	563 012,71	27 224,56

Parent company **Tangible assets**	Pending acquisitions	Total
Acquisition cost 1 January 2023	55 000,00	5 524 731,74
Increases		1 324 333,71
Deductions	37 780,00	99 398,20
Acquisition cost 31 December 2023	17 220,00	6 749 667,25
Accrued depreciation and write-downs 1 January 2023		3 571 584,20
Depreciation for the financial period		568 989,54
Accrued depreciation and write-downs 31 December 2023		4 140 573,74
Carrying amount 31 December 2023	**17 220,00**	**2 609 093,51**
Carrying amount 31 December 2022	55 000,00	1 933 147,54

Balance sheet value of production machinery and equipment 31 December 2023	1 326 232,80
Balance sheet value of production machinery and equipment 31 December 2022	989 079,72

Discretionary reserves

Change in depreciation difference	2023	2022
Intangible assets	7 852,48	11 885,48
Goodwill	12 732,79	2 869,78
Machinery and equipment	546 220,35	298 702,44
Equipment	90 911,95	89 266,06
Cars	326 501,84	204 906,49
Other tangible assets	7 982,95	12 837,90
Total discretionary reserves	**992 202,36**	**620 468,15**

Share of accrued depreciation and voluntary reserves recognised in equity

	Group	**Group**
	2023	2022
Depreciation difference	2 734 156,81	2 268 124,06
Deferred taxes	546 831,36	453 624,81
Share recognised in equity	2 187 325,45	1 814 499,25

Investments

Group companies owned by the company:	ownership %	carrying amount	group
Lapin Rengastalo Oy	100	3 610 800,00	
Kolarin Kumi Oy	100	4 953 947,28	
Shares in other companies held by the company:			
Arctic Golf Oy		4 772,89	4 772,89
Total investments		**8 569 520,17**	**4 772,89**

	Parent company	**Parent company**
Long-term receivables	2023	2022
Long-term loan receivables from Group companies	1 848 423,88	1 842 800,00
Total long-term receivables	**1 848 423,88**	**1 842 800,00**

	Group	**Group**	**Parent company**	**Parent company**
Short-term receivables	2023	2022	2023	2022
From others				
Sales receivables	3 801 822,84	4 001 945,35	3 077 024,55	3 019 821,09
Loan receivables	35 716,67	7 980,08	20 716,67	7 980,08
Other receivables	277 721,00	71 753,65		
Accrued income	2 676 658,99	2 784 894,96	2 281 504,46	2 333 682,50
Total	**6 791 919,50**	**6 866 574,04**	**5 379 245,68**	**5 361 483,67**
From Group companies				
Sales receivables			384,15	
Accrued income			98 944,09	68 224,85
Loan receivables			184 000,00	281 950,00
Total			**283 328,24**	**350 174,85**
Total short-term receivables	**6 791 919,50**	**6 866 574,04**	**5 662 573,92**	**5 711 658,52**
Material items of accrued income from others	2023	2022	2023	2022
Receivables from personnel	1 738,00	329,12	1 269,28	329,12
Tax receivables	594 935,02	298 113,39	298 735,76	128 634,35
Other accrued income	2 079 985,97	2 486 452,45	1 981 499,42	2 204 719,03
Total accrued income from others	**2 676 658,99**	**2 784 894,96**	**2 281 504,46**	**2 333 682,50**

Material items of accrued income from Group companies				
Interest receivable			98 944,09	68 224,85
Total accrued income from Group companies			**98 944,09**	**68 224,85**

Equity	**Parent company**	**Parent company**
Restricted equity	2023	2022
Share capital	**8 500,00**	**8 500,00**
Non-restricted equity		
Retained earnings 1 January	12 654 756,23	10 683 935,77
Dividend distribution	-200 000,00	-160 000,00
Retained earnings 31 December	**12 454 756,23**	**10 523 935,77**
Profit for the financial period	**1 458 559,32**	**2 130 820,46**
Total equity	**13 921 815,55**	**12 663 256,23**

Calculation of distributable assets	2023	2022
Retained earnings	12 454 756,23	10 523 935,77
Profit for the financial period	1 458 559,32	2 130 820,46
Total distributable assets	**13 913 315,55**	**12 654 756,23**

	Group	**Group**	**Parent company**	**Parent company**
Non-current liabilities	2023	2022	2023	2022
Other fixed liabilities				
Account owed to credit institutions	8 086 774,17	6 854 320,64	3 393 029,17	2 724 738,02
Total non-current liabilities	**8 086 774,17**	**6 854 320,64**	**3 393 029,17**	**2 724 738,02**
Current liabilities	2023	2022	2023	2022
To others				
Account owed to credit institutions	4 264 043,32	3 866 702,32	1 228 205,70	3 195 050,38
Advances received	1 106,27	3 310,58	575,00	3 310,58
Trade payables	7 184 754,10	5 359 250,86	6 724 792,69	4 666 439,20
Deferred tax liabilities	552 761,34	459 554,79		
Other liabilities	1 911 379,03	4 879 932,11	1 708 633,35	4 250 192,88
Accrued expenses	1 794 636,01	2 108 974,64	1 604 999,31	1 878 166,56
To Group companies				
Trade payables			55 453,37	107 881,28
Loans			85 008,00	
Accrued expenses			11 461,92	
Total current liabilities	**15 708 680,07**	**16 677 725,30**	**11 419 129,34**	**14 101 040,88**
Material items of accrued expenses:				
To others				
Salaries including social security costs	1 710 797,91	1 680 600,66	1 543 865,26	1 525 461,47
Taxes	16 019,51	155 227,28		79 590,97
Other accrued expenses	67 818,59	273 146,70	61 134,05	273 114,12
To Group companies				
Interest payable			11 461,92	
Total accrued expenses	**1 794 636,01**	**2 108 974,64**	**1 616 461,23**	**1 878 166,56**

Liabilities maturing in over five (5) years

	Group 2023	Group 2022	Parent company 2023	Parent company 2022
Account owed to credit institutions	459 428,52	582 857,00		

Parent company and Group securities

	Group 2023	Group 2022	Parent company 2023	Parent company 2022
The Group's financial loans are secured by the following:				
Enterprise mortgages	2 000 000,00	2 000 000,00	2 000 000,00	2 000 000,00
Real estate mortgages	15 813 386,00	11 813 386,00		
Lease mortgage bonds	6 200 000,00	6 200 000,00		
Bank securities	667 000,00	667 000,00	367 000,00	367 000,00
Rental security deposits	100 000,00	100 000,00	100 000,00	100 000,00
Total	**24 780 386,00**	**20 780 386,00**	**2 467 000,00**	**2 467 000,00**

The parent company's loans are also secured by the entire shareholdings of Lapin Rengastalo Oy and KOY Rajakumpu, as well as Lapin Rengastalo Oy's real estate mortgage and lease mortgage bonds.

	Group 2023	Group 2022	Parent company 2023	Parent company 2022
Amounts payable under contingent liabilities				
Leasing rent	167 758,46	31 899,33	157 108,24	11 114,06
payable in the next financial period	45 760,58	20 400,33	40 371,20	8 800,75
payable at a later date	121 997,88	11 499,00	116 737,04	2 313,31
Rent	7 066 805,21	8 349 369,31	15 360 746,12	15 905 535,21
payable in the next financial period	1 351 947,49	1 490 449,23	2 482 105,44	2 497 540,20
payable at a later date	5 714 857,72	6 858 920,08	12 878 640,68	13 407 995,01
Total contingent liabilities	**7 234 563,67**	**8 381 268,64**	**15 517 854,36**	**15 916 649,27**

List of account books used

- Tax calculations on CD
- Daybooks on CD
- General ledgers on CD
- Income statements and balance sheets on CD
- Financial statements

The financial statements must be retained for at least 10 years from the end of the financial period (Accounting Act chapter 2, section 10(1)).
Accounting material for the financial period must be retained for at least six years after the end of the year during which the financial period ended (Accounting Act chapter 2, section 10(2)).

Types of vouchers and receipts used in accounting:
2 = Bank receipts 1 - 4,055 as PDFs
3 = Purchase invoices 1 - 22,159 on CD
4 = Sales invoices 1 - 67,440 on CD
5 = Payroll 1 - 4,496 as paper receipts
7 = Special needs 1 - 86,287 as paper receipts
8 = Tax calculations/Depreciation 1 - 77 as PDFs
9 = Memo vouchers 1 - 705 as PDFs

Types of vouchers and receipts used in accounting:
7 = Special needs 1 - 59 as PDFs
9 = Memo vouchers 1 - 27 as PDFs

Signatures

Signature of the financial statements

Rovaniemi ____.____.2024

____________________________	____________________________
Ville Ruokanen Chair of the Board of Directors CEO	Risto Keskiruokanen Member of the Board of Directors

____
Pekka Ruokanen
Member of the Board of Directors

Auditor's note

The report on the audit carried out has been issued today.

Rovaniemi ___ __________ 20____

PricewaterhouseCoopers Oy
Audit firm

____
Hanna Petrelius, CPA

Tilintarkastuskertomus

Lapin Kumi Oy:n yhtiökokoukselle

Tilinpäätöksen tilintarkastus

Lausunto

Lausuntonamme esitämme, että tilinpäätös antaa oikean ja riittävän kuvan konsernin sekä emoyhtiön toiminnan tuloksesta ja taloudellisesta asemasta Suomessa voimassa olevien tilinpäätöksen laatimista koskevien säännösten mukaisesti ja täyttää lakisääteiset vaatimukset.

Tilintarkastuksen kohde

Olemme tilintarkastaneet Lapin Kumi Oy:n (Y-tunnus 1945691-3) tilinpäätöksen tilikaudelta 1.1.–31.12.2023. Tilinpäätös sisältää sekä konsernin että emoyhtiön taseen, tuloslaskelman, rahoituslaskelman ja liitetiedot.

Lausunnon perustelut

Olemme suorittaneet tilintarkastuksen Suomessa noudatettavan hyvän tilintarkastustavan mukaisesti. Hyvän tilintarkastustavan mukaisia velvollisuuksiamme kuvataan tarkemmin kohdassa Tilintarkastajan velvollisuudet tilinpäätöksen tilintarkastuksessa.

Käsityksemme mukaan olemme hankkineet lausuntomme perustaksi tarpeellisen määrän tarkoitukseen soveltuvaa tilintarkastusevidenssiä.

Riippumattomuus

Olemme riippumattomia emoyhtiöstä ja konserniyrityksistä niiden Suomessa noudatettavien eettisten vaatimusten mukaisesti, jotka koskevat suorittamaamme tilintarkastusta ja olemme täyttäneet muut näiden vaatimusten mukaiset eettiset velvollisuutemme.

Auditor's Report (Translation of the Finnish Original)

To the Annual General Meeting of Lapin Kumi

Report on the Audit of the Financial Statements

Opinion

In our opinion, the financial statements give a true and fair view of the group's and the company's financial performance and financial position in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements.

What we have audited

We have audited the financial statements of Lapin Kumi (business identity code 1945691-3) for the financial period 1.1.-31.12.2023. The financial statements comprise the balance sheets, the income statements, cash flow statements and notes for the group as well as for the parent company.

Basis for Opinion

We conducted our audit in accordance with good auditing practice in Finland. Our responsibilities under good auditing practice are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the parent company and of the group companies in accordance with the ethical requirements that are applicable in Finland and are relevant to our audit, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Tilinpäätöstä koskevat hallituksen ja toimitusjohtajan velvollisuudet

Hallitus ja toimitusjohtaja vastaavat tilinpäätöksen laatimisesta siten, että se antaa oikean ja riittävän kuvan Suomessa voimassa olevien tilinpäätöksen laatimista koskevien säännösten mukaisesti ja täyttää lakisääteiset vaatimukset. Hallitus ja toimitusjohtaja vastaavat myös sellaisesta sisäisestä valvonnasta, jonka ne katsovat tarpeelliseksi voidakseen laatia tilinpäätöksen, jossa ei ole väärinkäytöksestä tai virheestä johtuvaa olennaista virheellisyyttä.

Hallitus ja toimitusjohtaja ovat tilinpäätöstä laatiessaan velvollisia arvioimaan emoyhtiön ja konsernin kykyä jatkaa toimintaansa ja soveltuvissa tapauksissa esittämään seikat, jotka liittyvät toiminnan jatkuvuuteen ja siihen, että tilinpäätös on laadittu toiminnan jatkuvuuteen perustuen. Tilinpäätös laaditaan toiminnan jatkuvuuteen perustuen, paitsi jos emoyhtiö tai konserni aiotaan purkaa tai toiminta lakkauttaa tai ei ole muuta realistista vaihtoehtoa kuin tehdä niin.

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

The Board of Directors and the Managing Director are responsible for the preparation of financial statements that give a true and fair view in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements. The Board of Directors and the Managing Director are also responsible for such internal control as they determine 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, the Board of Directors and the Managing Director are responsible for assessing the parent company's and the group's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting. The financial statements are prepared using the going concern basis of accounting unless there is an intention to liquidate the parent company or the group or to cease operations, or there is no realistic alternative but to do so.

Tilintarkastajan velvollisuudet tilinpäätöksen tilintarkastuksessa

Tavoitteenamme on hankkia kohtuullinen varmuus siitä, onko tilinpäätöksessä kokonaisuutena väärinkäytöksestä tai virheestä johtuvaa olennaista virheellisyyttä, sekä antaa tilintarkastuskertomus, joka sisältää lausuntomme. Kohtuullinen varmuus on korkea varmuustaso, mutta se ei ole tae siitä, että olennainen virheellisyys aina havaitaan hyvän tilintarkastustavan mukaisesti suoritettavassa tilintarkastuksessa. Virheellisyyksiä voi aiheutua väärinkäytöksestä tai virheestä, ja niiden katsotaan olevan olennaisia, jos niiden yksin tai yhdessä voisi kohtuudella odottaa vaikuttavan taloudellisiin päätöksiin, joita käyttäjät tekevät tilinpäätöksen perusteella.

Hyvän tilintarkastustavan mukaiseen tilintarkastukseen kuuluu, että käytämme ammatillista harkintaa ja säilytämme ammatillisen skeptisyyden koko tilintarkastuksen ajan. Lisäksi:

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 good auditing practice 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 good auditing practice, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Tunnistamme ja arvioimme väärinkäytöksestä tai virheestä johtuvat tilinpäätöksen olennaisen virheellisyyden riskit, suunnittelemme ja suoritamme näihin riskeihin vastaavia tilintarkastustoimenpiteitä ja hankimme lausuntomme perustaksi tarpeellisen määrän tarkoitukseen soveltuvaa tilintarkastusevidenssiä. Riski siitä, että väärinkäytöksestä johtuva olennainen virheellisyys jää havaitsematta, on suurempi kuin riski siitä, että virheestä johtuva olennainen virheellisyys jää havaitsematta, sillä väärinkäytökseen voi liittyä yhteistoimintaa, väärentämistä, tietojen tahallista esittämättä jättämistä tai virheellisten tietojen esittämistä taikka sisäisen valvonnan sivuuttamista.

- Muodostamme käsityksen tilintarkastuksen kannalta relevantista sisäisestä valvonnasta pystyäksemme suunnittelemaan olosuhteisiin nähden asianmukaiset tilintarkastustoimenpiteet mutta emme siinä tarkoituksessa, että pystyisimme antamaan lausunnon emoyhtiön tai konsernin sisäisen valvonnan tehokkuudesta.

- Arvioimme sovellettujen tilinpäätöksen laatimisperiaatteiden asianmukaisuutta sekä johdon tekemien kirjanpidollisten arvioiden ja niistä esitettävien tietojen kohtuullisuutta.

- Teemme johtopäätöksen siitä, onko hallituksen ja toimitusjohtajan ollut asianmukaista laatia tilinpäätös perustuen oletukseen toiminnan jatkuvuudesta, ja teemme hankkimamme tilintarkastusevidenssin perusteella johtopäätöksen siitä, esiintyykö sellaista tapahtumiin tai olosuhteisiin liittyvää olennaista epävarmuutta, joka voi antaa merkittävää aihetta epäillä emoyhtiön tai konsernin kykyä jatkaa toimintaansa. Jos johtopäätöksemme on, että olennaista epävarmuutta esiintyy, meidän täytyy kiinnittää tilintarkastuskertomuksessamme lukijan huomiota epävarmuutta koskeviin tilinpäätöksessä esitettäviin tietoihin tai, jos epävarmuutta koskevat tiedot eivät ole riittäviä, mukauttaa lausuntomme. Johtopäätöksemme perustuvat tilintarkastuskertomuksen antamispäivään mennessä hankittuun tilintarkastusevidenssiin. Vastaiset tapahtumat tai olosuhteet voivat kuitenkin johtaa siihen, ettei emoyhtiö tai konserni pysty jatkamaan toimintaansa.

- 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 parent company's or 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 the Board of Directors' and the Managing Director'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 parent company's or the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to 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 parent company or the group to cease to continue as a going concern.

- Arvioimme tilinpäätöksen, kaikki tilinpäätöksessä esitettävät tiedot mukaan lukien, yleistä esittämistapaa, rakennetta ja sisältöä ja sitä, kuvastaako tilinpäätös sen perustana olevia liiketoimia ja tapahtumia siten, että se antaa oikean ja riittävän kuvan.

- Hankimme tarpeellisen määrän tarkoitukseen soveltuvaa tilintarkastusevidenssiä konserniin kuuluvia yhteisöjä tai liiketoimintoja koskevasta taloudellisesta informaatiosta pystyäksemme antamaan lausunnon konsernitilinpäätöksestä. Vastaamme konsernin tilintarkastuksen ohjauksesta, valvonnasta ja suorittamisesta. Vastaamme tilintarkastuslausunnosta yksin.

Kommunikoimme hallintoelinten kanssa muun muassa tilintarkastuksen suunnitellusta laajuudesta ja ajoituksesta sekä merkittävistä tilintarkastushavainnoista, mukaan lukien mahdolliset sisäisen valvonnan merkittävät puutteellisuudet, jotka tunnistamme tilintarkastuksen aikana.

Muut raportointivelvoitteet

Muu informaatio

Hallitus ja toimitusjohtaja vastaavat muusta informaatiosta. Muu informaatio käsittää toimintakertomuksen.

Tilinpäätöstä koskeva lausuntomme ei kata muuta informaatiota.

Velvollisuutenamme on lukea muu informaatio tilinpäätöksen tilintarkastuksen yhteydessä ja tätä tehdessämme arvioida, onko muu informaatio olennaisesti ristiriidassa tilinpäätöksen tai tilintarkastusta suoritettaessa hankkimamme tietämyksen kanssa tai vaikuttaako se muutoin olevan olennaisesti virheellistä. Velvollisuutenamme on lisäksi arvioida, onko toimintakertomus laadittu sen laatimiseen sovellettavien säännösten mukaisesti.

Lausuntonamme esitämme, että toimintakertomuksen ja tilinpäätöksen tiedot ovat yhdenmukaisia ja että toimintakertomus on laadittu toimintakertomuksen laatimiseen sovellettavien säännösten mukaisesti.

- 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 so that the financial statements give a true and fair view.

- 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 those charged with governance 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.

Other Reporting Requirements

Other Information

The Board of Directors and the Managing Director are responsible for the other information. The other information comprises the report of the Board of Directors.

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 financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. Our responsibility is also to assess whether the report of the Board of Directors has been prepared in accordance with the regulations applicable to its preparation.

In our opinion, the information in the report of the Board of Directors is consistent with the information in the financial statements and the report of the Board of Directors has been prepared in accordance with the regulations applicable to its preparation.

Jos teemme suorittamamme työn perusteella johtopäätöksen, että toimintakertomuksessa on olennainen virheellisyys, meidän on raportoitava tästä seikasta. Meillä ei ole tämän asian suhteen raportoitavaa.

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

Rovaniemellä

PricewaterhouseCoopers Oy
Tilintarkastusyhteisö

Hanna Petrelius
KHT

Rovaniemi

PricewaterhouseCoopers Oy
Authorised Public Accountants

Hanna Petrelius
Authorised Public Accountant (KHT)