




Hurtigruten Newco AS

First quarter report 2024

Published 31 May 2024

Key figures Hurtigruten Group

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	% Change	Full year 2023
Operational revenues	167,345	146,082	14.6 %	593,586
Contractual revenues	18,091	15,742	14.9 %	61,993
Other operating income	1,908	-	0.0 %	-
Total revenues and other income	187,344	161,824	15.8 %	655,579
EBITDA ¹⁾	9,888	3,250	204.2 %	4,906
Excluding net other gains/(losses)	(1,083)	(79)	<-100%	3,212
Adjustment for unusual or non-recurring items	5,148	14,118	-63.5 %	31,006
Normalized adjusted EBITDA ¹⁾	16,119	17,447	-7.6 %	32,700
Net cash flows from operating activities	4,710	3,570	31.9 % 	21,612
Hurtigruten				
PCNs ²⁾	230,416	152,476	51.1 %	723,539
Gross ticket revenues per PCN (EUR)	357	337	6%	373
Occupancy rate	67.3%	62.6 %	5 p.p.	65.7 %
HX Hurtigruten Expeditions				
PCNs ²⁾	95,264	128,469	-25.8 %	474,434
Gross ticket revenues per PCN (EUR)	798	675	18.3 %	606
Occupancy rate	73.8 %	69.2 %	4.6 p.p.	58.0 %

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

2) As of April 2023, a new definition for PCN was used resulting in historical values being restated. This change will impact all values using PCN in its calculation.

* Comparable figures for 1st quarter 2023 and full year 2023 are based on consolidated figures from Hurtigruten Group AS, as the establishment of Hurtigruten Newco AS as the new parent company of the group is accounted for under the continuity method. The same apply to all 2023 figures presented in this interim report. See note 1 for more information.

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First quarter 2024 summary

- **On 22 February 2024**, due to an internal reorganization, Hurtigruten Newco AS was established as the new parent company of Hurtigruten Group AS. Hurtigruten Newco AS was prior to being the new parent company an empty shelf company owned by Hurtigruten Group's ultimate parent Silk Topco AS. The transaction (or reorganization) has been accounted for under the continuity method, thus, figures presented in the comparable period of 2023 and prior to the establishment of the new group 22 February 2024 are derived from the consolidated figures historically presented by Hurtigruten Group AS. See note 1 for more information.
- **Hurtigruten Group** had total revenues and other income in the first quarter of 2024 of EUR 187.3 million, up by EUR 25.5 million compared to first quarter of 2023 (16%). The increase is driven by both improved occupancy rates and gross ticket revenue per PCN.
- **Hurtigruten Group** EBITDA was EUR 9.9 million in the first quarter of 2024 compared to EUR 3.3 million in the same period last year. Normalized adjusted EBITDA was EUR 16.1 million adjusted for advisory costs for different workstreams including capital strategy and split of the two businesses (EUR 5.2 million).
- **Hurtigruten** had total revenues in the first quarter of 2024 of EUR 101.1 million, 49.3% higher than the first quarter of 2023 with an EBITDA of EUR 9.1 million compared to EUR 1.7 million in the same quarter last year. Normalised adjusted EBITDA in the first quarter of 2024 was EUR 12.2 million.
- **Hurtigruten** reported gross ticket revenue per PCN of EUR 357 compared to EUR 337 first quarter 2023. Occupancy for Hurtigruten was 67.3% in the first quarter of 2024 compared to 62.6% same period last year.
- **HX Hurtigruten Expeditions** had total revenues in the first quarter of 2024 of EUR 77.9 million, 10.1% lower than the first quarter of 2023 with an EBITDA of negative EUR 1.0 million compared to positive 0.8 million in the same quarter last year. Normalized adjusted EBITDA was EUR 1.4 million.
- **HX Hurtigruten Expeditions** reported gross ticket revenues per PCN of EUR 798, 18% higher than first quarter of 2023 and occupancy for the first quarter of 73.8% compared to 69.2% in the first quarter of 2023.
- As of 30 May 2024, Hurtigruten Group had EUR 536 million in pre-booked ticket revenue for 2024 compared to EUR 518 million for 2023 as of 30 May 2024 which is a 3.5% increase. For 2025, we see increased momentum in recent booking trends. As of 30 May 2024 Hurtigruten Group had booked EUR 130 million for 2025 compared to EUR 96 million for 2024 as at 30 May 2023, which is a 35% increase.
- Net cash outflow from operating activities in first quarter of 2024 was EUR 4.7 million compared to EUR 3.6 million in first quarter 2023. Net cash outflow from investing activities was EUR 15.2 million in first quarter 2024 compared to an outflow of EUR 20.4 million in first quarter 2023 mainly related to capital expenditures from environmental ship upgrades on Hurtigruten vessels and scheduled dockings.
- On 23 February 2024, the Company successfully completed a comprehensive recapitalisation transactions with its senior lenders, its shareholders, and senior unsecured note holders. The transaction provided the Company with material new liquidity, lower cash-paying debt and a more sustainable and simplified capital structure (Please see note 4 for further details of the transaction).
- As of 31 March 2024, Hurtigruten Group had an available free liquidity position of EUR 86 million.

Hurtigruten Group – The leading global adventure travel company

Hurtigruten Group's vision is to be the undisputed global leader in sustainable, inspirational adventure travel and to be a catalyst for change towards a greener travel industry. Hurtigruten Group will continue to be a frontrunner in adventure tourism and expedition cruising - a niche with substantial global growth potential. Hurtigruten Group's goal is to reinforce its global position, differentiated from the rest of the cruise industry by authentic, sustainable and active experiences on both land and at sea. Hurtigruten Group has three main business segments: Hurtigruten (former known as Hurtigruten Norway) – branded as Hurtigruten in Scandinavia and Hurtigruten Norwegian Coastal Express in other markets, HX Hurtigruten Expeditions (former known as Hurtigruten Expedition) branded as HX Hurtigruten Expeditions in all markets and Hurtigruten Destinations under the Hurtigruten Svalbard brand. Over the last few years, Hurtigruten Group under the brands has been able to reinforce its position as the leading expedition travel company focusing on sustainable coastal and expedition cruising for the global traveller.

With a fleet of 15 custom-built cruise vessels, HX Hurtigruten Expeditions operates six expedition vessels, two of which are battery powered hybrid-electric cruise vessels and Hurtigruten operates nine vessels where three vessels are battery powered hybrid-electric vessels.

Hurtigruten Group's strategy is to generate profitable, sustainable growth in all three business segments. This will be achieved by increasing capacity through the construction of new vessels, operational initiatives to realise our substantial potential, expand and renew our customer base, and strengthen the product range. Guest experience striving to deliver the best and most sustainable travel product in the world, and ensuring the guest is at the centre of everything we do and sustainability with an ESG ethos in mind are at the heart of the organisation.

Hurtigruten Group believes its product offerings in HX Hurtigruten Expeditions, Hurtigruten and Hurtigruten Destinations differ significantly from other competing expedition cruise and adventure travel operators. The guest offering has been purposefully designed to reach a wide range of customer segments. Hurtigruten Group offers its guests the opportunity to get closer to nature in beautiful and remote areas and to experience local wildlife, culture, and activities while leaving a minimal footprint. All of Hurtigruten Group's business segments allow the guests to experience being a part of the destination – rather than simply viewing it from the ship.

Hurtigruten Group's operations

The following table presents, for the periods indicated, the revenues, operating profit/(loss) (EBIT), EBITDA, EBITDA margin and Normalized adjusted EBITDA by reporting segment and for the Group as a whole:

(EUR 1 000)	1st quarter	1st quarter	%	Full year
Total revenues and other income	2024	2023	Change	2023
Hurtigruten	101,136	67,751	49.3 %	334,863
HX Hurtigruten Expeditions	77,943	86,662	-10.1 %	287,310
Hurtigruten Destinations	7,859	7,427	5.8 %	33,958
Other and eliminations	407	(16)	>100%	(552)
Total	187,344	161,824	15.8 %	655,579
Operating profit/(loss) (EBIT)				
Hurtigruten	(619)	(7,193)	91.4%	7,470
HX Hurtigruten Expeditions	(5,293)	(4,419)	-19.8 %	(64,142)
Hurtigruten Destinations	(290)	249	<-100%	2,243
Other and eliminations	(2,224)	(3,430)	35.2 %	(15,389)
Total	(8,427)	(14,794)	43.0 %	(69,817)
EBITDA ¹⁾				
Hurtigruten	9,072	1,651	449.4%	44,956
HX Hurtigruten Expeditions	(1,003)	843	<-100%	(47,137)
Hurtigruten Destinations	1,255	1,396	-10.1 %	8,780
Other and eliminations	564	(640)	>100%	(1,700)
Total	9,888	3,250	>100%	4,899
EBITDA margin ¹⁾				
Hurtigruten	9.0 %	2.4 %	6.5 p.p.	13.4 %
HX Hurtigruten Expeditions	-1.3 %	1.0 %	-2.3 p.p.	-16.4 %
Hurtigruten Destinations	16.0 %	18.8 %	-2.8 p.p.	25.9 %
Other and eliminations	-139%	<-100%	<-100%	308%
Total	5.3%	2.0 %	>100%	0.7 %
Normalized adjusted EBITDA ¹⁾				
Hurtigruten	12,212	7,816	56.2%	57,267
HX Hurtigruten Expeditions	1,445	8,416	-82.8%	(31,265)
Hurtigruten Destinations	1,254	1,389	-9.7%	8,707
Other and eliminations	1,208	(173)	<-100%	(2,015)
Total	16,119	17,447	-7.6 %	32,693

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

Operational review

Total revenues and other income for **Hurtigruten Group** amounted to EUR 187.3 million in the first quarter of 2024, up by EUR 25.5 million in the same period last year of EUR 161.8 million. EBITDA was positive for the quarter along with a positive Operating Cashflow of EUR 10.0 million.

Reported EBITDA amounted to EUR 9.9 million in the first quarter of 2024 compared to negative EUR 3.3 million in the same period last year, an increase of EUR 6.6 million. The increase in EBITDA compared to the same period last year is largely driven by a 16 % increase in PCN compared to same period last year. Direct costs of goods and services have increased in line with higher revenues compared to the same period last year. SG&A cost in the first quarter of 2024 have seen higher marketing spend compared to the previous three quarters, linked to yearly high wave season and in line with the first quarter of 2023. Increased SG&A cost related to split of the businesses compared to same period last year and cost initiatives put in place are continuing to stabilise the cost base as efficiencies materialise. Normalized adjusted EBITDA decreased from EUR 17.4 million in the first quarter of 2023 to EUR 16.1 million in the first quarter this year with higher normalisations in the first quarter of 2023.

Hurtigruten had an occupancy of 67.3% in the first quarter of 2024 compared to 62.6% for the same period last year. Hurtigruten had an increase in gross ticket revenues per PCN, increasing to 357 EUR in the first quarter of 2024 from 337 EUR the same period last year. From June 2023 MS Trollfjord entered into a newly established commercial product, sailing the Svalbard Express during summer time and the North Cape Express during winter time. From January 2024 MS Otto Sverdrup is part of the Hurtigruten fleet, the ship departs from Hamburg and sails to North Cape in northern Norway and back. Introduction of these two new ships on the product category Signature represents an important growth channel for Hurtigruten.

HX Hurtigruten Expeditions' occupancy for the first quarter of 2024 was 73.8 % compared to 69.2% same period last year after completing a successful Antarctica season. Gross ticket revenue per PCN in the first quarter of 2024 increased to EUR 798 compared to EUR 675 same period last year. The strong uplift in ticket revenue per PCN is a reflection of our continued effort to optimize deployment plan and clearly communicate the unique product offering delivered to our guests. HX Hurtigruten Expeditions has been operating 5 ships in multiple destinations throughout the quarter such as Antarctica, South America, Norway and the Galapagos islands.

Hurtigruten Destinations' operations in Svalbard had an occupancy of 47.6% for the first quarter of 2024, which is 6.2 percentage points above same period last year. Hurtigruten Svalbard has increased market share by taking shares from competitors, as well as capturing a larger share of the new markets. Total revenues and other income amounted to EUR 7.9 million in Q1 2024 vs EUR 7.4 million in Q1 2023.

Hurtigruten

Hurtigruten operates under the brand Hurtigruten in Scandinavia and Hurtigruten Norwegian Coastal Express in other markets. Its scheduled voyages along the beautiful Norwegian coast offer domestic and international guests a unique and immersive travel experience, connecting the international traveller with the everyday life and infrastructure of local communities.

The voyage was described by the New York Times as: “one of Norway’s treasured national symbols”. Having been developed over its 131-year history, it forms part of the country’s cultural heritage, strengthening Hurtigruten’s legitimacy with international travellers seeking authentic Norwegian experiences.

Hurtigruten operates seven ships in the original Coastal Express route sailing day and night to 34 diverse ports, from frontier Arctic cities to quiet fishing villages. Furthermore, Hurtigruten offers Signature sailings on two ships with tailored sailing plan to highlights of the Norwegian coast and Svalbard.

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Change	Full year 2023
Operational revenues	83,045	52,009	59.7 %	272,870
Contractual revenues	18,091	15,742	14.9 %	61,993
Total revenues and other income	101,136	67,751	49.3 %	334,863
EBITDA ¹⁾	9,073	1,651	>100%	44,956
Excluding net other gains/(losses)	(362)	303	<-100%	1,860
Adjustment for unusual or non-recurring items	2,778	6,467	-57.0 %	14,170
Normalized adjusted EBITDA ¹⁾	12,212	7,816	56.2 %	57,267

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

The calculations in the following table do not include the State agreements' contractual revenue, nor the goods and other operating revenue originated by Hurtigruten activity.

<i>(EUR 1 000 Except for PCNs, APCNs, occupancy rate, fuel consumption and fuel cost per liter)</i>	1st quarter 2024	1st quarter 2023	Full year 2023
PCNs ¹⁾	230,416	152,476	723,539
APCNs	342,256	243,648	1,102,084
Occupancy rate	67.3%	62.6%	65.7%
Gross ticket revenues	82,342	51,327	270,241
Less:			
Commissions, costs of goods for flights, hotels, transportation and other passenger services	14,298	9,522	46,474
Food, beverage, shop, excursions	7,881	5,599	27,117
Net ticket revenues	60,163	36,205	196,650
Gross ticket revenues per PCN (EUR)	357	337	373
Net ticket revenues per PCN (EUR)	261	237	272
Gross cruise costs	68,429	47,678	216,892
Less:			
Commissions, costs of goods for flights, hotels, transportation and other passenger services	14,298	9,522	46,474
Food, beverage, shop, excursions	7,881	5,599	27,117
Net cruise costs	46,250	32,557	143,301
Net cruise costs per APCN (EUR)	135	134	130
Net cruise costs per APCN excl. fuel costs (EUR)	92.51	88	88
Fuel consumption (liter/nautical mile)	78.55	76.0	74.3
Fuel cost per liter	1.03	0.99	0.97

1) As of April 2023, a new definition for PCN was used resulting in historical values being restated. This change will impact all values using PCN in its calculation.

Total revenues in the first quarter of 2024 increased by 49 % compared to same period last year from EUR 67.8 million to EUR 101.1 million.

Occupancy of 67.3% in the first quarter of 2024, an increase from 62.6% same period last year. Gross ticket revenues per PCN increased to 357 EUR in the first quarter 2024 from 337 EUR the same period last year.

Contractual income per ship per month was EUR 0.9 million in the first quarter, an increase from EUR 0.7 million last year due to index related adjustment of contractual income for 2024. Fuel cost per liter increased compared to first quarter 2023 which is a

combination of both price and increase in l/nm consumption. Consumption in l/nm increased 3.3% compared to same period last year predominantly due to introduction of MS Otto Sverdrup.

Gross cruise costs of EUR 68.4 million in the first quarter of 2024, increased from EUR 47.7 million in the same period last year driven by introduction of MS Otto Sverdrup. Net cruise costs per APCN remains at approximately same level as same period last year.

EBITDA for the first quarter of 2024 amounted to EUR 9.1 million compared to EUR 1.7 million in the same period last year.

Normalized adjusted EBITDA for the first quarter of 2024 amounted to EUR 12.2 million compared to EUR 7.8 million in the same period last year. Normalization items for the first quarter consist

predominantly of advisory costs for various workstreams including capital strategy and split of the two businesses.

HX Hurtigruten Expeditions

HX Hurtigruten Expeditions is the world's largest and leading expedition cruise line, offering expedition cruises to over 30 countries across 5 continents – including Galapagos, Antarctica, South America, Alaska, Iceland, Greenland, Svalbard, West-Africa, the British Isles, the spectacular Norwegian coastline, and a variety of other destinations. HX Hurtigruten Expeditions' legacy dates back 126 years to 1896 when the first sailing from Hammerfest to the archipelago of Svalbard was introduced.

In 2019, its two new hybrid-powered expedition ships; MS Roald Amundsen and MS Fridtjof Nansen were delivered. The ships are state-of-the-art expedition vessels designed to meet guests' expectations as well as strict environmental and safety standards. MS Roald Amundsen and MS Fridtjof Nansen have an ice-reinforced hull, a total length of 140m and can carry 530 guests. The hybrid technology engines will reduce fuel consumption substantially and permit periods of emission-free sailing.

Over the last seven years HX Hurtigruten Expeditions has increased the capacity from one ship in 2015 to seven ships in 2022 (including MS Santa Cruz II), with the addition in 2019 of MS Roald Amundsen and MS Fridtjof Nansen and in 2021 of MS Otto Sverdrup and MS Maud (formerly part of the Hurtigruten fleet as MS Finnmarken and MS Midnatsol). From January 2022 the vessel MS Santa Cruz II joined the fleet and by that adding year around cruises on the Galapagos archipelago on the list of unique destinations. This will further cement HX Hurtigruten Expeditions' global leadership in the expedition cruising segment. From January 2024 MS Otto Sverdrup became part of the Hurtigruten Fleet.

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Change	Full year 2023
Operational revenues	76,035	86,662	-12.3 %	287,310
Other operating income	1,908	-	0.0 %	-
Total revenues and other income	77,943	86,662	-10.1 %	287,310
EBITDA ¹⁾	(1,003)	843	<-100%	(47,137)
Excluding net other gains/(losses)	(78)	78	<-100%	964
Adjustment for unusual or non-recurring items	2,370	7,651	-69.0 %	16,836
Normalized adjusted EBITDA ¹⁾	1,445	8,416	-82.8 %	(31,265)

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

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<i>(EUR 1 000 Except for PCNs, APCNs, occupancy rate, fuel consumption and fuel cost per liter)</i>	1st quarter 2024	1st quarter 2023	Full year 2023
PCNs ¹⁾	95,264	128,469	474,434
APCNs	129,152	185,670	818,540
Occupancy rate	73.8 %	69.2 %	58.0 %
Gross ticket revenues	76,035	86,662	287,310
Less:			
Commissions, costs of goods for flights, hotels, transportation and other passenger services	18,300	19,883	62,561
Food, beverage, shop, excursions	3,257	6,588	25,305
Net ticket revenues	54,478	60,190	199,444
Gross ticket revenues per PCN (EUR)	798	675	606
Net ticket revenues per PCN (EUR)	572	469	420
Gross cruise costs	53,795	61,714	240,471
Less:			
Commissions, costs of goods for flights, hotels, transportation and other passenger services	18,300	19,883	62,561
Food, beverage, shop, excursions	3,257	6,588	25,305
Net cruise costs	32,237	35,242	152,605
Net cruise costs per APCN (EUR)	250	190	186
Net cruise costs per APCN excl. fuel costs (EUR)	195	139	146
Fuel consumption (liter/nautical mile) ²⁾	110.3	105.0	97.0
Fuel cost per liter	1.07	1.08	0.81

1) As of April 2023, a new definition for PCN was used resulting in historical values being restated. This change will impact all values using PCN in its calculation.

2) Fuel consumption (litre/nautical mile) is based on 5 ships (Not including MS Santa Cruz II).

HX Hurtigruten Expeditions operated five ships during the first quarter of 2024 sailing to destinations such as Antarctica, Norway, South America and the Galapagos islands.

Total revenues for the first quarter of 2024 amounted to EUR 77.9 million compared to EUR 86.7 million in the first quarter of 2023.

HX Hurtigruten Expeditions had a gross ticket revenue per PCN in the first quarter of 2024 at EUR 798 compared to EUR 675 same period last year. Occupancy for the first quarter was 74 % compared to 69 % same period last year.

Gross cruise costs amounted to EUR 53.8 million in the first quarter of 2024 compared to EUR 61.7

million in the same period last year. Net cruise cost per APCN increased from EUR 190 in first quarter 2023 to EUR 250 in the same period this year.

Reported EBITDA for the first quarter of 2024 amounted to EUR negative 1.0 million compared to positive EUR 0.8 million in the same period last year.

Normalized adjusted EBITDA for the first quarter of 2024 amounted to EUR 1.4 million compared to EUR 8.4 million in the same period last year. Normalization items for the first quarter consist predominantly of advisory costs for various workstreams including capital strategy and split of the two businesses.

Hurtigruten Destinations

Hurtigruten Destinations' main operation is under the Hurtigruten Svalbard brand, which operates the Radisson Blu Polar Hotel, Funken Lodge and the Coal Miners' Cabins, as well as arctic adventure tourism. The archipelago of Svalbard is the Northernmost settlement in the world and one of the most remote and unique destinations, where there are more polar bears than people.

From a base in Longyearbyen, Hurtigruten Svalbard AS offers active Arctic experiences on snow-covered and snow-free terrain with an extensive portfolio of activities and excursions. These include day trips on skis, dog sledding, snowmobile trips, boat or hiking excursions and longer expeditions in the archipelago. Hurtigruten Svalbard's operations – originating in 1896 – is the largest and most diversified on Svalbard.

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Change	Full year 2023
Operational revenues	7,859	7,427	5.8 %	33,958
Other operating income	-	-	0.0 %	9
Total revenues and other income	7,859	7,427	5.8 %	33,967
EBITDA	1,255	1,396	-10.1 %	8,780
Excluding net other gains/(losses)	0	7	-95.4 %	73
Normalized adjusted EBITDA	1,254	1,389	-9.7 %	8,707

	1st quarter 2024	1st quarter 2023	Full year 2023
Room night	14,030	11,933	45,213
Available room night	24,216	21,764	92,792
Occupancy rate	57.9 %	54.8 %	48.7 %
Average room rate (EUR)	182	232	216
Revenue per available room (EUR)	105	127	105
Revenue rooms (EUR 1 000)	2,550	2,772	9,763
Guest night	23,045	18,004	71,602
Available guest night	48,432	43,528	185,584
Occupancy rate	47.6 %	41.4 %	38.6 %

Total revenues in the first quarter of 2024 increased by 5.8 % compared to same period last year from EUR 7.4 million to EUR 7.9 million. Hurtigruten succeeded in gaining market share in Longyearbyen which resulted in occupancy increase of 6.2 pp. Number of guest nights increased by 28% from Q1 2023 to Q1 2024.

Operating expenses were under strong inflationary pressure throughout 2023 combined with significant increase in electricity prices.

This results in an EBITDA on EUR 1.3 million, 10% behind the Q1 2023.

Hurtigruten Destinations' activity in Kirkenes, which is operated by Radius Kirkenes, was closed during Q1 2024. Hurtigruten is responsible for this activity.

Other and Eliminations

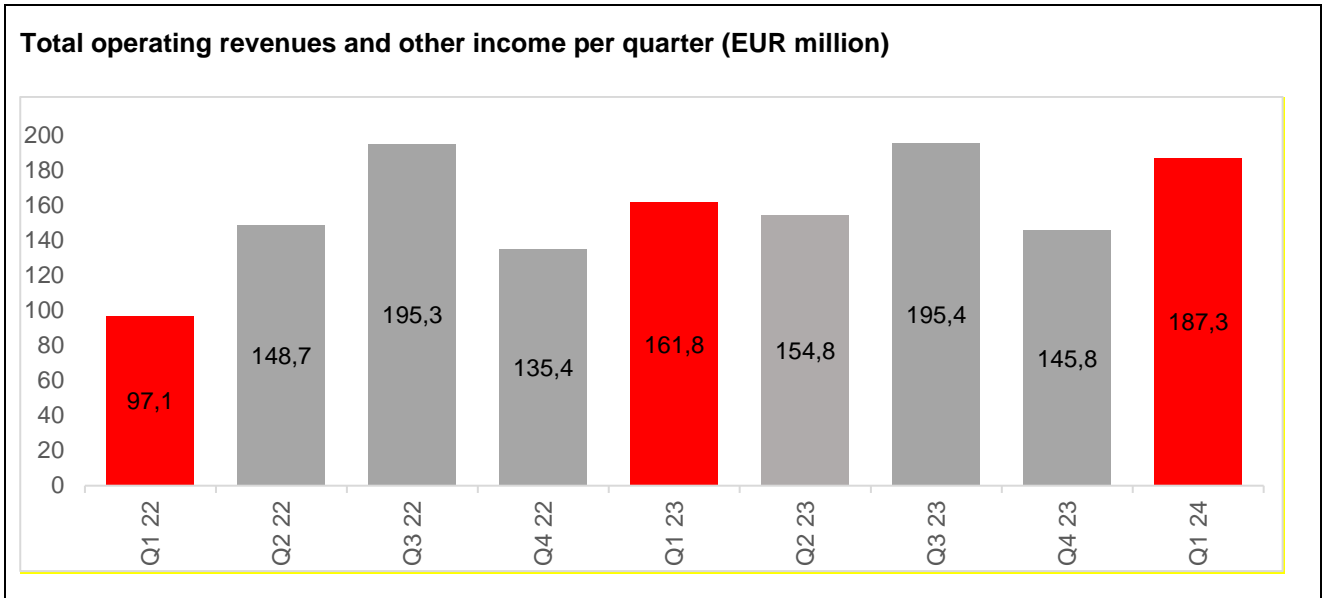
<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Change	Full year 2023
Operational revenues	407	(16)	>100%	(552)
Other operating income	-	-	0%	946
Total revenues and other income	407	(16)	>100%	394
EBITDA ¹⁾	565	(640)	>100%	(1,693)
Excluding net other gains/(losses)	(643)	(467)	-38%	315
Normalized adjusted EBITDA ¹⁾	1,208	(173)	>100%	(2,008)

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

No material changes first quarter 2024 compared to first quarter 2023.

Financial review

Profit and loss



Total revenues and other income in the first quarter of 2024 of EUR 187.3 million, up by EUR 25.5 million compared to first quarter of 2023 (15.8%). The increase is driven by both improved occupancy rates and gross ticket revenue per PCN.

Direct cost of goods and services increased with 3.5 % in first quarter 2024 compared to first quarter 2023, from EUR 44.0 million to EUR 45.5 million, due to increased commissions, offset partially by Food and Beverage, shop and excursions costs.

Total salaries and personnel expenses were EUR 52.3 million in first quarter 2024, an increase of 13.5% compared to EUR 46.0 million in first quarter 2023.

Specification of other operating expenses

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	%	Full year 2023
			change	
Sales and administrative expenses	27,227	24,114	12.9 %	95,679
Operating expenses (excl. energy)	29,671	23,922	24.0 %	113,167
Energy expenses ¹⁾	21,699	20,454	6.1 %	79,248
Total other operating expenses	78,597	68,490	14.8 %	288,094

¹⁾ Fuel costs have been renamed to energy costs and include bunker oil, lubricating oil, NOx-tax and electricity

Other operating expenses increased by 14.8%, from EUR 68.5 million in first quarter 2023 to EUR 78.6 million in first quarter of 2024.

Operating expenses (excl.energy) include all other cruise operating expenses, harbor expenses, bareboat lease expenses and vessel maintenance expenses. These expenses are less variable with the level of production.

Energy expenses increased by 6.1%, from EUR 20.5 million in first quarter 2023 to EUR 21.7 million in first quarter of 2024. The increase is explained by both an increase in fuel cost per liter, and an increase in fuel consumption (liter/nautical mile).

Sales and administrative expenses increased by 12.9 %, from EUR 24.1 million in first quarter 2023 to EUR 27.2 million in first quarter 2024. The increase is mainly explained by an increase in non-recurring costs, ICT and office expenses.

Depreciation, amortisation and impairment expenses increased by 1.5 %, from EUR 18.0 million in first quarter 2023 to EUR 18.3 million in first quarter 2024.

Net other gains/(losses) was EUR 0.1 million in first quarter 2023, compared to EUR 1.0 million in first quarter 2024. This relates to change in net gain/loss on foreign exchange.

Operating profit/(loss) in first quarter 2024 improved with EUR 6.4 million compared to first quarter 2023.

Net financial expenses increased from EUR 34.7 million in first quarter 2023 to EUR 73.4 million in first quarter 2024. The increase is explained by an increase in interest expense by EUR 18.5 million and increase in expensed transactions cost according to the amortised cost method as part of interest expense by EUR 9.5 million. In addition, an increase

in other financial cost by EUR 10.6 million mostly related to fees in relation to refinancing activities in first quarter of 2024.

Net loss for first quarter 2024 was EUR 85.8 million compared to a loss of EUR 46.6 million in first quarter 2023. Adjusted for payment-in-kind interest net loss for first quarter 2024 was EUR 74.7 million compared to net loss in the first quarter 2023 was EUR 36.4 million adjusted for payment-in-kind.

Financial position and liquidity

Cash flows

Net cash inflow from operating activities in first quarter of 2024 was EUR 4.7 million compared to EUR 3.6 million in first quarter 2023.

Net cash outflow from investing activities was EUR 15.2 million in first quarter 2024 compared to an outflow of EUR 20.4 million in first quarter 2023.

Net cash inflow from financing activities in first quarter of 2024 was EUR 49.4 million compared to inflow of EUR 16.2 million in first quarter 2023. The net cash inflow is mainly related the refinancing and recapitalisation transaction completed in February (see note 4 for more information).

Net increase in cash and cash equivalents in first quarter 2024 was EUR 39.0 million, compared to a decrease of EUR 0.6 million in the first quarter 2023.

Cash and cash equivalents totaled EUR 88.6 million at the end of the first quarter 2024, compared to EUR 50.3 million as of 31 December 2023. Total cash and cash equivalents, excluding restricted cash, was EUR 85.9 million at the end of first quarter 2024 compared to EUR 48.0 million as of 31 December 2023.

The Hurtigruten Group is closely monitoring its liquidity situation and evaluating options to manage its upcoming debt payments and optimize its capital structure.

Balance sheet

Total assets amounted to EUR 1 429.8 million as of 31 March 2024, an increase of EUR 12.9 million from year-end 2023.

Total Non-current assets amounted to EUR 1 233.8 as of 31 March 2024, a decrease of EUR 3.4 million from year-end 2023.

Total current assets amounted to EUR 196.0 as of 31 March 2024, an increase of EUR 16.3 million from year-end 2023.

Total non-current interest bearing liabilities amounted to EUR 1 327.6.9 million as of 31 March 2024, a decrease of EUR 325.5 from year-end 2023. The change is due to the recapitalisation transaction (see note 4 for more information).

Total non-current liabilities excluding total non-current interest bearing liabilities amounted to EUR 17.2 million as of 31 March 2024, an increase of EUR 4.1 million from year-end 2023.

Total current interest bearing liabilities amounted to EUR 302.3 million as of 31 March 2024, an increase of EUR 20.8 million from year-end 2023.

Total current liabilities excluding total current interest bearing liabilities amounted to EUR 307.8 million as of 31 March 2024, a decrease of EUR 61.0 from year-end 2023.

The reported equity at the end of March 2024 was negative with EUR 525.0 million compared to a negative EUR 869.9 million at year-end 2023 (restated). The change is due to contribution in kind and debt conversion amounted to EUR 616.5 million (see note 4 for more information).

Going concern

As of 31 March 2024 the Group had successfully returned to normal operations bringing the full fleet of vessels back online during the first half of 2023.

In the opinion of the Board of Directors, the underlying fair value of Hurtigruten Group's vessels and brands is significantly higher than the book value and the recapitalization transaction completed in February 2024 has improved the fair value equity

position by a conversion of EUR 70 million and a subordination of loan of EUR 720 million (book equity as of 31 March 2024 amounted to EUR 489 million negative). As of 31 March 2024, Hurtigruten Group had an available free liquidity position of EUR 86 million.

On 23 February 2024, the Company successfully implemented a comprehensive recapitalisation transaction with its senior lenders, its shareholders, and senior unsecured note holders (Please refer to note 4 for more information). This transaction support a positive movement in equity value of EUR 70 million via novation and equitization of select interest and debt facilities. In addition, the outstanding loans to parent entity, Hurtigruten Newco AS, amounting to a total of EUR 720 million will be subordinated to any other loans in Hurtigruten Group. Therefore, the amount of EUR 720 million should also be included as equity when determining the actual value of group equity before future cash flow potential is taken into consideration.

The recapitalisation transaction in combination with the planned refinancing of the Explorer II bond will enable the Hurtigruten Group to implement the separation of the business into our expeditions business, which would have the largest expeditions fleet in the world, and our prestigious Norwegian cruise business, and this separation is permitted under the terms of the New Senior Facility, New Holdco Facility and Reinstated SUNs.

As at the date of this report, the Group is actively looking to refinance the EUR 300 million Explorer II bond which will mature in February 2025. Based on the Group's outlook and plans for the next 12 months, the Board of Directors, based on a careful analysis, believe that there is a reasonable expectation that it will be able to (i) successfully refinance, extend or amend the EUR 300 million Explorer II bond prior to its maturity in February 2025; and/or (ii) raise EUR 25 million additional liquidity if deemed and therefore considers that the Group has adequate liquidity for the 12-month period from the date of this report and resources to continue operations for the foreseeable future. The Board of Directors also believe there are strategic options available, if required, to ensure the going concern of the Hurtigruten Group in the foreseeable future.

As a result, and in accordance with the Norwegian Accounting Act, the Board of Directors confirms that the financial statements have been prepared in

accordance with the going concern assumption, and that it is appropriate to make this assumption.

Outlook

At the date of this report, the company and the broader cruise industry are facing fairly normal operating conditions following years of turmoil. Operationally, the pandemic is largely behind us, and the industry have taken the necessary precautions related to Russia's war of aggression on Ukraine.

The probability of a "soft landing" in the global economy has greatly improved, and global inflation has come down significantly over the past 18 months. This in turn have led to improved consumer confidence and a more positive outlook for the global economy.

Nevertheless, there are factors that may provide headwinds in 2024 and beyond. Although energy costs have come down since 2023, the current situation in the Middle East may lead to further geopolitical unrest and may trigger a jump in oil prices. Across the world, there are also other geopolitical risks in both the western and the eastern hemisphere that may affect global travel patterns and consumer spending in the future. Climate change will also continue to be a significant source of risk for any travel company, both for regulations, taxations and fees, and the status of the ecosystems where we operate. Hurtigruten Group has taken several steps to mitigate such risks, steps that has been recognized by rating agencies. Still, climate change will continue to be on top of the global agenda for many years and will continue to affect all global businesses going forward.

As of 30 May 2024, Hurtigruten Group had EUR 536 million in pre-booked revenue for 2024 compared to EUR 518 million for 2023 as of 30 May 2024 which is a 3.5% increase. For 2025, we see increased momentum in recent booking trends. As of 30 May 2024 Hurtigruten Group had booked EUR 130 million for 2025 compared to EUR 96 million for 2024 as at 30 May 2023, which is a 35% increase.

The Board of Directors expects the financial performance of the Company to continue to improve, supported by the strong booking development reflecting the resurgence of desire and demand for travel.

The Company emphasizes that the information included in this report contains certain forward-looking statements that address activities or developments that the Company anticipates will or may occur in the future. The statements are based on assumptions and estimates, and some of them are beyond the Company's control and therefore subject to risks and uncertainties.

Risks and uncertainties

Hurtigruten Group is subject to a range of risks and uncertainties which may affect its business operations, results and financial condition. An evaluation of Hurtigruten Group's main risks has been performed as part of the overall enterprise risk assessment.

The risk description in the Annual & ESG Report 2023 gives a fair description of principal risks and uncertainties that may affect Hurtigruten Group. An elaboration of our ESG Risk programme with the top identified risks for each of the Group's ESG pillars, including a high-level mitigation plan, can be found in ESG Appendix D of our Annual & ESG Report 2023. The Company is not aware of any significant new risks or uncertainties or significant changes to those risks or uncertainties, except for those described below.

The Russian invasion of Ukraine in late February 2022 brought increased geopolitical risks to global markets and business operations. The conflict has adversely affected global and regional economic conditions and triggered volatility in energy prices. As of end of Q1, the Group has not entered into any derivative contracts to hedge fuel consumption for 2024.

The Group is exposed to liquidity risk through fluctuations in booking revenue and operational- and financial expenses. The Group continues to closely monitor its liquidity situation. In February, the Group successfully implemented its previously announced comprehensive recapitalization transaction which significantly strengthened the balance sheet and serves as an important step towards enabling the Group to implement its strategic objectives.

Interest rate movements and the overall condition of the credit market may adversely affect the Group's ability to execute its plans for further development and growth. High inflation or high fluctuations in foreign exchange rates and other macroeconomic elements may adversely affect the cost base of Hurtigruten Group, its financial performance, or lead to a significant reduction in the private budget available for travel services, and thereby lowering purchasing power and customer demand.

Interim financial statements

Consolidated statement of income

Unaudited

<i>(EUR 1 000)</i>	Note	1st quarter 2024	1st quarter 2023	Full year * 2023
Operating revenues		167,345	146,082	593,586
Contractual revenues		18,091	15,742	61,993
Other operating income		1,908	-	-
Total revenues and other income		187,344	161,824	655,579
Direct cost of goods and services		(45,512)	(43,968)	(173,994)
Salaries and personnel expenses		(52,263)	(46,037)	(191,797)
Depreciation, amortisation and impairment expenses		(18,314)	(18,044)	(74,716)
Other operating expenses		(78,597)	(68,490)	(288,094)
Net other gains/(losses)		(1,083)	(79)	3,212
Operating profit/(loss)		(8,427)	(14,794)	(69,810)
Operating profit/(loss) before depreciation, amortisation and impairment losses (EBITDA) ¹⁾		9,888	3,250	4,906
Financial income		1,144	87	3,782
Financial expenses		(76,903)	(38,290)	(232,346)
Net foreign exchange gains/(losses)		2,395	3,504	2,014
Net financial items	5	(73,364)	(34,699)	(226,550)
Share of net income from associated companies		688	149	2,327
Net income before tax		(81,103)	(49,344)	(294,033)
Income taxes		(4,656)	2,754	(14,316)
Net income/ (loss)		(85,759)	(46,590)	(308,349)
Net income attributable to:				
Owners of the parent		(85,755)	(46,664)	(308,414)
Non-controlling interests		(3)	74	65

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

* Comparable figures for 1st quarter 2023 and full year 2023 are based on consolidated figures from Hurtigruten Group AS, as the establishment of Hurtigruten Newco AS as the new parent company of the group is accounted for under the continuity method. The same apply to all 2023 figures presented in this interim report. See note 1 for more information.

Consolidated statement of comprehensive income

Unaudited

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Full year 2023
Net income	(85,759)	(46,590)	(308,349)
Items that will not be reclassified to income statement			
Remeasurement post-employment benefits, net of tax	70	-	303
Fair value adjustments on financial instruments			
Total	70	-	303
Items that will be reclassified to income statement			
Cash flow hedges, net of tax			
Currency translation differences, net of tax	(700)	(23)	25
Total	(700)	(23)	25
Total comprehensive income	(86,389)	(46,613)	(308,021)
Total comprehensive income attributable to:			
Owners of Hurtigruten Newco Group AS	(86,386)	(46,687)	(298,141)
Non-controlling interests	(3)	74	65

Consolidated statement of financial position

Unaudited

<i>(EUR 1 000)</i>	<i>Note</i>	31/03 2024	31/03 2023	31.12 2023
ASSETS				
Property, ship and equipment		911,461	919,695	910,641
Right-of-use assets		38,814	39,972	41,636
Intangible assets		255,808	261,523	257,822
Investments in associates		24,460	21,617	23,814
Deferred income tax asset		603	3,323	603
Investments in other companies		206	2,539	206
Other non-current financial assets		2,494	1,674	2,497
Total non-current assets		1,233,845	1,250,342	1,237,219
Inventories		17,416	15,674	17,271
Trade receivables		21,491	25,620	28,900
Other current receivables		32,265	37,152	45,666
Prepayments		36,159	30,720	36,856
Current derivative financial instruments		-	197	678
Cash and cash equivalents		88,629	26,410	50,327
Total current assets		195,960	135,773	179,699
Total assets		1,429,806	1,386,115	1,416,918
EQUITY				
Share capital		4	9	9
Additional paid-in capital		616,445	185,196	185,196
Other equity		(4,425)	(4,772)	(4,495)
Retained earnings		(1,137,147)	(789,012)	(1,050,688)
Total equity attributable to owners of the parent		(525,123)	(608,578)	(869,977)
Non-controlling interests		92	104	95
Total equity		(525,031)	(608,475)	(869,882)
Non-current liabilities				
Non-current interest-bearing liabilities	4	1,274,532	1,288,200	1,601,820
Non-current lease liabilities	4	53,098	54,352	55,389
Deferred income tax liabilities		15,359	(0)	11,213
Retirement benefit obligations		1,591	1,685	1,653
Provisions for other liabilities and charges		(0)	91	0
Other non-current liabilities		215	49	222
Total non-current liabilities		1,344,795	1,344,377	1,670,297
Current liabilities				
Trade and other payables	6	139,468	142,711	155,384
Deposits from customers		164,003	159,784	170,808
Current income tax liabilities		4,310	351	3,351
Current interest-bearing liabilities	4	291,093	336,390	269,628
Current lease liabilities	4	11,167	10,800	11,832
Provision for other liabilities and charges		0	176	5,500
Total current liabilities		610,042	650,212	616,503
Total equity and liabilities		1,429,806	1,386,115	1,416,918

Consolidated statement of changes in equity

Unaudited

<i>Amounts in EUR 1 000</i>	Share capital	Additional paid-in capital	Other reserves	Retained earnings	Equity attributable to Hurtigruten Newco Group share-holders	Non-controlling interests	Total Equity
31 December 2022	9	185,196	(4,922)	(742,175)	(561,892)	30	(561,861)
Net income *		-		(298,469)	(298,469)	65	(298,404)
Other comprehensive income			427	(99)	328		328
31 December 2023	9	185,196	(4,495)	(1,040,743)	(860,032)	95	(859,937)
Restatement, see note 7				(9,945)	(9,945)		(9,945)
01 January 2024 - restated	9	185,196	(4,495)	(1,050,688)	(869,977)	95	(869,882)
Elimination effect due to change of parent company (previous Hurtigruten Group AS)	(6)	(185,197)			(185,203)		(185,203)
Net income		-		(85,759)	(85,759)	(3)	(85,762)
Other comprehensive income			70	(700)	(630)		(630)
Capital increase	1	616,446			616,447		616,447
31 March 2024	4	616,445	(4,425)	(1,137,147)	(525,123)	92	(525,030)

Consolidated statement of cash flows

Unaudited

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Full year 2023
Cash flows from operating activities			
Profit/(loss) before income tax	(81,103)	(49,344)	(294,032)
Income tax paid	(1,102)	(612)	(864)
<i>Adjustments for:</i>			
Depreciation, amortisation and impairment losses	18,314	18,044	74,716
Other gains / (losses) net	-	(4)	(82)
Net foreign exchange gains / (losses)	(1,310)	(4,318)	(4,749)
Net gains / (losses) derivatives	678	901	2,097
Net financial expenses	75,759	38,111	228,564
Share of net income from associated companies	(689)	(149)	(2,327)
Difference between expensed pension and payments	(7)	-	(478)
<i>Change in working capital:</i>			
Inventories	(293)	2,228	677
Trade and other receivables	14,716	(10,426)	(24,187)
Trade and other payables	(15,759)	790	34,416
Change in deposits from customers and deferred revenue	(8,233)	6,291	11,870
Change related to travel guarantees	3,738	2,057	(4,008)
Net cash inflow from operational activities	4,710	3,570	21,612
Cash flows from investing activities			
Payments for property, ship and equipment	(15,390)	(20,418)	(73,661)
Payments for intangible assets	(40)	(142)	(1,606)
Proceeds from sale of tangible assets	3	10	148
Proceeds from sale of financial assets	-	-	1,843
Dividends received	246	183	746
Net cash (outflow) from investing activities	(15,180)	(20,367)	(72,529)
Proceeds from borrowings and shareholder loans	206,990	55,000	435,430
Repayment of borrowings and shareholder loan	(94,142)	(3,777)	(241,026)
Payment of principal portion of lease liabilities	(1,390)	(1,441)	(9,064)
Payment of interest, other transaction and financial expenses	(62,061)	(33,613)	(111,809)
Increase in share capital and paid in capital	0	-	-
Net cash inflow from financing activities	49,398	16,169	73,531
Net increase in cash and cash equivalents	38,927	(629)	22,614
Cash and cash equivalents at the beginning of the quarter	50,327	29,958	29,958
Effects of exchange rate changes on cash and cash equivalents	(625)	(2,919)	(2,245)
Cash and cash equivalents at the end of quarter	88,629	26,410	50,327
Of which restricted cash	2,776	1,988	2,362

Notes to the condensed interim financial statements

Note 1 General accounting principles

Hurtigruten Newco AS is a privately held company (referred to as “the Company”). The Company was incorporated and domiciled in Norway on the 1 October 2021, however, was an empty shell company until it became the parent of Hurtigruten Group AS. The Company’s principal office is located at Langkaia 1, 0150 Oslo, Norway.

The Hurtigruten Newco Group was established with effect from 22 February 2024, through the Company’s acquisition of all shares in Hurtigruten Group AS from Silk Midco AS, through the transfer of 26.67% of the shares as contribution in kind in exchange for increase in par value and share premium in the Company and sale of 73.33% of the shares in exchange for a receivable of EUR 158 612 790. The receivable has subsequently been converted to equity.

The acquisition of Hurtigruten Group AS is considered a transaction under common control, as Hurtigruten Group AS was ultimately controlled by Silk Topco AS both before and after the transaction. The transaction has been accounted for by applying the continuity method, and further with the option to restate prior periods (retrospective approach) when presenting the figures for the periods prior to the combination.

Based on the above, consolidated 2023 figures and 2024 figures up to the formation of the new group as of 22 February 2024 are derived from the consolidated financials of Hurtigruten Newco AS. The 2023 figures of Hurtigruten Group AS are based on the latest figures presented, i.e. the unaudited 2023 figures presented by Hurtigruten Group in its 1st quarter 2024 report.

Hurtigruten Newco Group consists of the parent company Hurtigruten Newco Group AS, its subsidiaries and interests in associated companies. The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*. These statements do not include all information and disclosures required in the annual financial statements and should be read in conjunction with the Hurtigruten Group’s Annual Report for 2023.

The accounting policies applied in the preparation of the interim consolidated financial statements are consistent with those described in the accounting policy note in the Annual Report for 2023 for Hurtigruten Group.

The interim financial information has not been subject to audit or review.

The preparation of the interim consolidated financial statements requires Management to make judgements, estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. The actual outcome may deviate from the estimates.

Note 2 Contingencies

There are no material changes to the facts and circumstances of the contingencies and legal items as disclosed in the Annual Report for 2023.

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Note 3 Segments

(EUR 1 000)

		HX Hurtigruten Expeditions	Hurtigruten Destinations	Group functions, other and eliminations	Total Hurtigruten Newco Group
1st quarter 2024					
Operating revenues	83,045	76,035	7,859	407	167,345
Contractual revenues	18,091	-	-	-	18,091
Total revenues and other income	101,136	77,943	7,859	407	187,344
Direct cost of goods and services	(22,179)	(21,558)	(2,555)	779	(45,512)
Salaries and personnel costs	(29,403)	(20,334)	(2,547)	22	(52,263)
Sales and marketing costs	(6,960)	(8,488)	(397)	(0)	(15,845)
Other operating costs	(33,159)	(28,488)	(1,105)	(0)	(62,753)
Net other gains/(losses)	(362)	(78)	0	(644)	(1,083)
EBITDA ¹⁾	9,072	(1,003)	1,255	564	9,888
-Net other gains/(losses)	362	78	(0)	644	1,083
- Net non-recurring expenses	2,778	2,370			5,148
Normalized adjusted EBITDA ¹⁾	12,212	1,445	1,254	1,208	16,119
EBITDA ¹⁾	9,072	(1,003)	1,255	564	9,888
Depreciation, amortisation and impairment	(9,692)	(4,290)	(1,545)	(2,789)	(18,314)
Operating profit/(loss) (EBIT)	(619)	(5,293)	(290)	(2,224)	(8,427)

(EUR 1 000)

		HX Hurtigruten Expeditions	Hurtigruten Destinations	Group functions, other and eliminations	Total Hurtigruten Newco Group
1st quarter 2023					
Operating revenues	52,009	86,662	7,427	(16)	146,082
Contractual revenues	15,742	-	-	-	15,742
Other operating income	-	-	-	-	-
Total revenues and other income	67,751	86,662	7,427	(16)	161,824
Direct cost of goods and services	(15,121)	(26,472)	(2,265)	(111)	(43,968)
Salaries and personnel costs	(21,799)	(21,951)	(2,286)	(1)	(46,037)
Sales and marketing costs	(6,431)	(9,134)	(266)	(0)	(15,832)
Other operating costs	(23,052)	(28,340)	(1,221)	(46)	(52,659)
Net other gains/(losses)	303	78	7	(467)	(79)
EBITDA ¹⁾	1,651	843	1,396	(640)	3,250
-Net other gains/(losses)	(303)	(78)	(7)	467	79
- Net non-recurring expenses	6,467	7,651			14,118
Normalized adjusted EBITDA ¹⁾	7,816	8,416	1,389	(173)	17,447
EBITDA ¹⁾	1,651	843	1,396	(640)	3,250
Depreciation, amortisation and impairment	(8,845)	(5,262)	(1,147)	(2,791)	(18,044)
Operating profit/(loss) (EBIT)	(7,193)	(4,419)	249	(3,430)	(14,794)

1) Alternative performance measures (APMs) are described in the corresponding section in the back of the report

Note 4 Interest-bearing liabilities

<i>(EUR 1 000)</i>	31/3/ 2024	31/3/ 2023	Full year 2023
<i>Secured</i>			
Bonds	54,002	285,000	253,839
Term loans	1,217,583	655,000	946,133
Sale leaseback debt facilities	25,760	64,988	26,742
Revolving credit facilities	-	-	-
Other non-current interest-bearing liabilities	784	1,367	834
Transaction cost at amortised cost	(45,279)	(4,741)	(1,278)
Total non-current interest-bearing secured liabilities	1,252,849	1,001,615	1,226,270
<i>Unsecured</i>			
Bonds	-	50,000	50,000
Transaction cost at amortised cost	-	(1,336)	(790)
Shareholder loan, non-current	20,262	236,394	324,899
Other non-current interest-bearing liabilities	1,421	1,528	1,440
Total non-current interest-bearing unsecured liabilities	21,683	286,585	375,550
Non-current lease liabilities	53,098	54,352	55,389
Total non-current interest-bearing liabilities	1,327,631	1,342,552	1,657,209
<i>Secured</i>			
Bonds	270,000	15,000	30,000
Term loans	-	261,500	-
Sale leaseback debt facilities	4,033	8,124	4,029
Other interest-bearing liabilities	801	3,164	845
Other short term - interim facility	-	-	74,468
Transaction cost at amortised cost - (secured)	(893)	(110)	(2,979)
Accrued interest external financing	16,197	10,984	41,627
Total secured current interest-bearing liabilities	290,137	298,662	147,990
<i>Unsecured</i>			
Short term shareholder loan	-	-	70,686
Accrued interest shareholder loan	956	37,728	50,951
Total unsecured current interest-bearing liabilities	956	37,728	121,637
Total current interest-bearing liabilities	291,093	336,390	269,628
Current lease liabilities	11,167	10,800	11,832
Total outstanding interest-bearing liabilities including lease liabilities	1,629,892	1,689,742	1,938,669

The amounts above state borrowings at amortized cost as in the Statement of Financial Position.

On 23 February 2024 the Group successfully implemented a comprehensive recapitalisation transaction with its senior lenders, its shareholders, and senior unsecured note holders. The recapitalisation transaction provides the Group with:

1. injection of liquidity of EUR 185 million (on a net basis) through a combination of near-term interest waivers and a new super senior secured opco facility in a principal amount of EUR 205 million, part of which was used to repay in full the interim financing provided to the Company in a principal amount of EUR 74 million in December 2023;
2. restructuring of the Group's existing senior facilities into a new senior secured opco facility of EUR 345 million (the "New Senior Facility") and a new secured PIK holdco facility of around EUR 670 million (the "New Holdco Facility");
3. restructuring of the existing senior unsecured bonds in a principal amount of EUR 50 million originally issued by the Company such that these were converted into senior secured bonds issued by Hurtigruten Newco AS, the parent company of the Company (the "Reinstated SUNs"). The repayment of the Reinstated SUNs is subject to a payment waterfall such that 60% of the Reinstated SUNs rank pari passu with the New Holdco Facility and certain other restructured shareholder facilities, while the remaining 40% are subordinated to them; and
4. shareholder facilities of about EUR 150 million were restructured, all of which are subordinated to the New Senior Facility and approximately EUR 55 million of which are subordinated to the New Holdco Facility and Reinstated SUNs. The maturity profile of these facilities was extended to provide additional support for the business.

Maturity profile

The below maturity schedule reflects the borrowings at nominal values, including future accrued interest until maturity.

<i>(EUR 1 000)</i>	Between 0-1 year	Between 2-3 years	Between 4-5 years	More than 5 years
Interest bearing liabilities	348,429	161,954	2,089,996	914
Lease liability (nominal value)	11,453	15,035	12,375	73,885
Total	359,882	176,989	2,102,371	74,799

Note 5 Net financial items

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023	Full year 2023
Interest income	335	22	1,363
Other financial income	809	65	2,361
Financial income	1,144	87	3,782
Interest expenses ¹⁾	(64,770)	(36,815)	(228,568)
Other finance expenses	(12,133)	(1,475)	(3,778)
Financial expenses	(76,903)	(38,290)	(232,346)
Net foreign exchange gains/(losses)	2,395	3,504	2,014
Net financial items	(73,364)	(34,699)	(226,550)
¹⁾ Of which Payment-in-Kind interest	(11,128)	(10,207)	(61,811)

1) The Payment-in-Kind non-cash interest relates to subordinated debt and operating facility provided by the ultimate shareholders and Notes Facility put in place in April 2023. Expenses related to amortisation of initial loan expenses for the interest-bearing liabilities have been reclassified from other financial expenses to interest expenses in comparables for 2023.

Note 6 Trade payables and other payables

<i>(EUR 1 000)</i>	31.03. 2024	31.03. 2023	31.12. 2023
Trade payables	44,777	56,522	51,769
Trade payables, group companies	264	16	116
Trade payables	45,042	56,537	51,885
Public duties payable	8,413	5,380	8,551
Other current liabilities to associates	-	-	2,258
Other current liabilities	31,246	26,556	43,445
Accrued expenses	54,767	54,237	49,245
Total other payables	94,427	86,174	103,499
Trade and other payables	139,468	142,711	155,384

Note 7 Subsequent events

There are no material events having taken place after the balance sheet date.

Definitions

Alternative Performance Measures

Hurtigruten Newco Group's financial information is prepared in accordance with International Reporting Standards (IFRS). In addition, the Group presents alternative performance measures (APM) to enhance the stakeholders understanding of the Group's performance. The APMs are regularly reviewed by management, are calculated consistently over time and are based on financial data presented in accordance with IFRS and other operational data as described below.

Measure	Description	Reason for including
Operating profit/(loss) before depreciation, amortisation and impairment losses (EBITDA)	Earnings before net financial items, income tax expense, depreciation, amortisation and impairment, and share of profit/(loss) from associated companies.	A measure useful for evaluating operating profitability on a more variable cost basis and enables comparison to competitors.
EBITDA margin	EBITDA divided by total operating revenues and other income.	Enables comparability of profitability relative to total operating revenues and other income.
Normalized adjusted EBITDA	Earnings before net other gains and losses, net financial items, income tax expense, depreciation, amortisation and impairment, and share of profit/(loss) from associated companies, adjusted with items which is deemed extraordinary, exceptional, unusual or non-recurring.	A measure of underlying long-term operating profitability excluding effects of volatile, operating expenses relating to fuel derivatives, effects of non-cash balance sheet currency revaluation and extraordinary or non-recurring items.
Consolidated EBITDA	Earnings before net other gains and losses, net financial items, income tax expense, depreciation, amortisation and impairment, and share of profit/(loss) from associated companies, adjusted according to the definition in the Senior Facilities Agreement and the Notes Facilit Agreement	A measure under the Senior Facilities Agreement (SFA) and the Notes Facilit Agreement (NFA)
Operating profit (EBIT)	Earnings before net financial items, income tax expense and share of profit/loss from associated companies.	Enables comparability of profitability regardless of capital structure or tax situation.

Reconciliation of operating profit/(loss) to normalized adjusted EBITDA

<i>(EUR 1 000)</i>	1st quarter 2024	1st quarter 2023
Operating profit/(loss)	(8,427)	(14,794)
Excluding Depreciation, amortisation and impairment	18,314	18,044
EBITDA	9,888	3,250
Excluding Net other gains/(losses)	1,083	79
EBITDA excluding net other gains /(losses)	10,971	3,329
Adjustment for unusual or non-recurring items	5,148	14,118
Normalized adjusted EBITDA	16,119	17,447

The following table presents breakdown of adjustments for unusual or non-recurring items by segment:

1st quarter 2024

<i>(EUR 1 000)</i>	Hurtigruten	HX Hurtigruten Expeditions	Total
Capital strategy and project split costs	2,778	2,370	5,148
Total adjustment for unusual or non-recurring items	2,778	2,370	5,148

1st quarter 2023

<i>(EUR 1 000)</i>	Hurtigruten	HX Hurtigruten Expeditions	Total
Covid 19 related cancellations and other cost	938	1,392	2,330
Capex items expensed, and unplanned dockings *)	4,160	4,252	8,412
Realised value of bunker fuel derivatives	137	155	292
One off SG&A and other project costs	1,233	1,852	3,084
Total adjustment for unusual or non-recurring items	6,467	7,651	14,118

* Including expenses related to environmental upgrades

Reconciliation of operating profit/(loss) to Consolidated EBITDA

<i>(EUR 1 000)</i>	1st quarter 2024
Operating profit/(loss)	(8,427)
Excluding Depreciation, amortisation and impairment	18,314
EBITDA	9,888
Excluding Net other gains/(losses)	1,083
EBITDA excluding net other gains /(losses)	10,971
Adjustment according to definition in SFA and NFA	1,219
Consolidated EBITDA	12,190

Other definitions

Item	Description
APCN	Available passenger Cruise Nights (cabin capacity*2 multiplied by the number of cruise days for the period for ships in service)
PCN	Passenger Cruise night, defined as one occupied berth per night
Occupancy rate	The ratio of passengers (PCN) by available capacity (APCN)
Gross ticket revenues per PCN	Ticket revenues per Passenger Cruise night
Net ticket revenue per PCN	Ticket revenue less expenses for commission, flights, hotel, other passenger services, food, beverage, shop and excursions, per passenger cruise night.
Net cruise cost per APCN	Total cost excluding commission, flights, hotel, other passenger services, food, beverage, shop and excursions, per available passenger cruise night (not adjusted for Covid-19 restrictions).
Fuel consumption	Bunker fuel consumed, presented in litre per nautical mile sailed
Fuel cost per litre	The average expense per litre bunker fuel.