

Q3 2024
Interim Report

BioCirc at a glance

Who We Are

BioCirc is a circular bioeconomic company, founded in 2021, that abates CO2 emissions by producing green energy in the form of electricity, gas, fuel and heat in integrated energy clusters.

We act as a one-stop-shop for municipalities that need to accelerate the green transition, and our concept ensures true circularity, job creation and a renewable energy transition locally.

We have offices in Middelfart and Copenhagen and employ more than 300 people.

BioCirc's ownership consists of several entities, including DLG Group, a cooperative and its 25,000 Danish farmers.

What We Do

BioCirc has an extensive biomethane production. We own and operate eight biogas plants in Denmark, representing one of the largest biogas productions globally.

With biogas production at its core, we develop, own and operate circular energy clusters and already have large scale projects in mature development.

Our current biogas operations and future energy clusters act as key levers to reach a full and fair green transition, and our solutions address decarbonisation of some of the hardest sectors to transform.

A Global Leader – Key figures

~2 TWh

Green energy production capacity

+300

Employees

8

Operating biogas plants

>2,000 ktons

Biomass handling per year

4 million tons

CO2 abated, 2030 target

+5 GWh

Renewable electricity in development



Vision

Best-in-class developer, owner and operator of green energy clusters, displacing the use of fossil energy locally



Mission

Help local communities implementing a full and fair green transition today, to ensure our children have a safer and more sustainable future

Main events in the first 9 months of 2024

Q1

BioCirc completes the acquisition of **Blåbjerg Biogas**, which was announced in August 2023. This marks our eighth biogas plant acquisition increasing the total biomethane production capacity to +175 million Nm³

BioCirc takes **final investment decision on its first solar park** integrated into Vinkel Biogas, one of the world's largest biogas plants

BioCirc completes **DKK +180 million capital raise** from existing shareholders. Total equity raised of more than DKK 3 billion

BioCirc **celebrated its annual Employee Day**, where team members from all locations gathered to celebrate BioCirc group exceeding 300 employees and our collective achievements and shared vision

BioCirc completes the **acquisition of North-Tec**, a leading German EPC and automation business, strengthening our capacity to develop and implement new biogas technologies and enhance expertise in energy management, thereby accelerating our international expansion



Blåbjerg Biogas



North Tec

Q2

BioCirc wins significant share of the **NECCS fund with total value DKK 1bn in subsidies** for the world's largest biogas CCS project – capturing of biogenic CO₂ at biogas plants, transporting it to offshore storage for permanent storage and create CO₂ removal credits

Farmers now able to invest directly in BioCirc. In a strategic partnership, DLG and BioCirc are committed to ensuring that the value created by the agricultural sector in renewable energy production remains within the sector

BioCirc **publishes its first integrated annual report** for highlighting strong 2023 financial result, delivering substantial top- and bottom-line growth in a year characterised by declining gas prices

Three of BioCirc's Go Green projects are part of the state-designated areas for energy parks on land. As a means to achieve Denmark's ambitious climate goals, it has been announced that BioCirc's Go Green energy projects in Jammerbugt, Vesthimmerland and Viborg are part of the government-designated energy parks



Viborg Go Green, a pioneering circular energy cluster (visualisation)

Q3

BioCirc successfully issued a **EUR 70 million senior unsecured bond** to support continued growth

BioCirc secured **environmental permit for Vinkel Biogas** expansion, allowing more than doubling of its biomass handling capacity. This growth enhances efficiency and creates valuable synergies with other renewables energy sources

In September, **Vinkel Solar park obtained a building permit, enabling the construction of the new solar facility.** The solar park provides base for demonstrating value of asset integration and energy cluster concept

Inhouse certificate trading team in place to handle the majority of certificate trades from October 2024, improving transparency in market prices, enhancing financial stability, and reducing trader dependency

BioCirc and DLG are **launching a new sand-washing technology designed to revolutionise manure management** in Denmark's Dairy sector. This standalone, plug-and-play system allows farmers using sand in cow bedding to easily prepare manure for biogas production



Vinkel solar park (visualisation)

Financial performance in the first 9 months of 2024

BioCirc delivered a strong Q3 performance with revenue of DKK 427 million and adjusted EBITDA of DKK 73 million, bringing 9M 2024 results to DKK 1,117 million in revenue and DKK 140 million in adjusted EBITDA.

Q3 Financial Performance

In Q3 2024, BioCirc delivered strong financial results, demonstrating a robust rebound with improved earnings compared to the first half of the year. The performance uplift and positive market conditions result in a realised revenue of DKK 427 million and an adjusted EBITDA of DKK 73 million. For the first nine months of 2024, BioCirc's total revenue reached DKK 1,117 million, with an adjusted EBITDA of DKK 140 million. BioCirc achieved these strong results despite pressure in the market for biomethane certificates. With a major part of BioCirc's certificates now traded internally from October, we are well-positioned to capitalise on our leading biomethane platform, ensure market transparency, and sustain strong performance in the quarters ahead.

Revenue

Revenue in Q3 2024 increased to DKK 427 million, showing a considerable improvement of DKK 79 million from Q2. This growth was fueled by positive developments in gas prices, which remained on an upward trajectory throughout Q2 and stabilized at elevated levels in August and September. However, market conditions have resulted in lower-than-expected certificate prices, offsetting some of the positive upward trend in gas prices. These factors contributed to the total 9M 2024 revenue of DKK 1,117 million, nearing the DKK 1,145 million revenue achieved in the full year 2023.

Gross profit

Gross profit rose to DKK 106 million in Q3, marking an increase of DKK 48 million compared to Q2 2024. Although input costs rose in correlation with gas prices, BioCirc leveraged its in-house expertise in feedstock sourcing, biology, and biogas plant operations to achieve strong results, raising the gross profit margin to 25% in Q3 2024 from 17% in Q2 2024. This improvement highlights BioCirc's ability to maintain a solid profitability base despite fluctuating input costs, reflecting a resilient and strategic approach to cost control. For the first nine months of 2024, gross profit totaled DKK 222 million.

Adjusted EBITDA

BioCirc realised an adjusted EBITDA of DKK 73 million in Q3, reflecting an increase of DKK 49 million compared to Q2 2024. This strong performance can be attributed to the positive trend in gas prices, scale advantage, and effective cost control, which enabled us to maintain profitability. Over the first nine months, adjusted EBITDA reached DKK 140 million.

Liquidity

In Q3 2024, BioCirc strengthened its liquidity position through a successful bond issue, resulting in an ending cash balance of DKK 406 million. This enhanced liquidity equips BioCirc with the resources needed to fund new renewable energy projects and explore new opportunities for expansion. Our focus on liquidity management ensures that we are well-prepared to support ongoing operations and expand our business.

Future Outlook

Since H1 2024, BioCirc has benefited from a positive uptick in gas prices, continuing through Q2 and Q3. In October, prices remained aligned with Q3 levels, and we expect them to remain high in Q4, supporting a favorable year-end outlook. This outlook is further supported by our hedging positions, covering around one-third of Q4 gas volumes, which reduces exposure to market volatility and provides a high floor under gas sales. Certificate prices in the certificate market to remain around current levels for the rest of the year before an expected uptick in 2025 driven by favorable regulatory and market developments.

Looking ahead, BioCirc has secured hedging for 30-40% of 2025 gas volumes, providing stability against price fluctuations. The Vinkel Solar Park, operational by Q2 2025, is expected to generate an EBITDA uplift of approximately DKK 30 million, reinforcing BioCirc's financial resilience through cross-asset synergies.

Financial highlights

Q1-Q3 2024, DKKm

1,117
Revenue

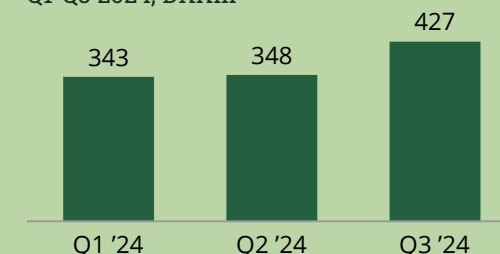
140
Adj. EBITDA

55%
Equity ratio

+2.8bn
Equity

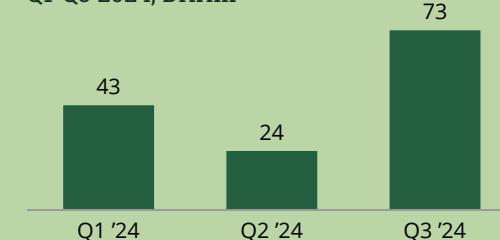
Revenue development

Q1-Q3 2024, DKKm



Adj. EBITDA development

Q1-Q3 2024, DKKm



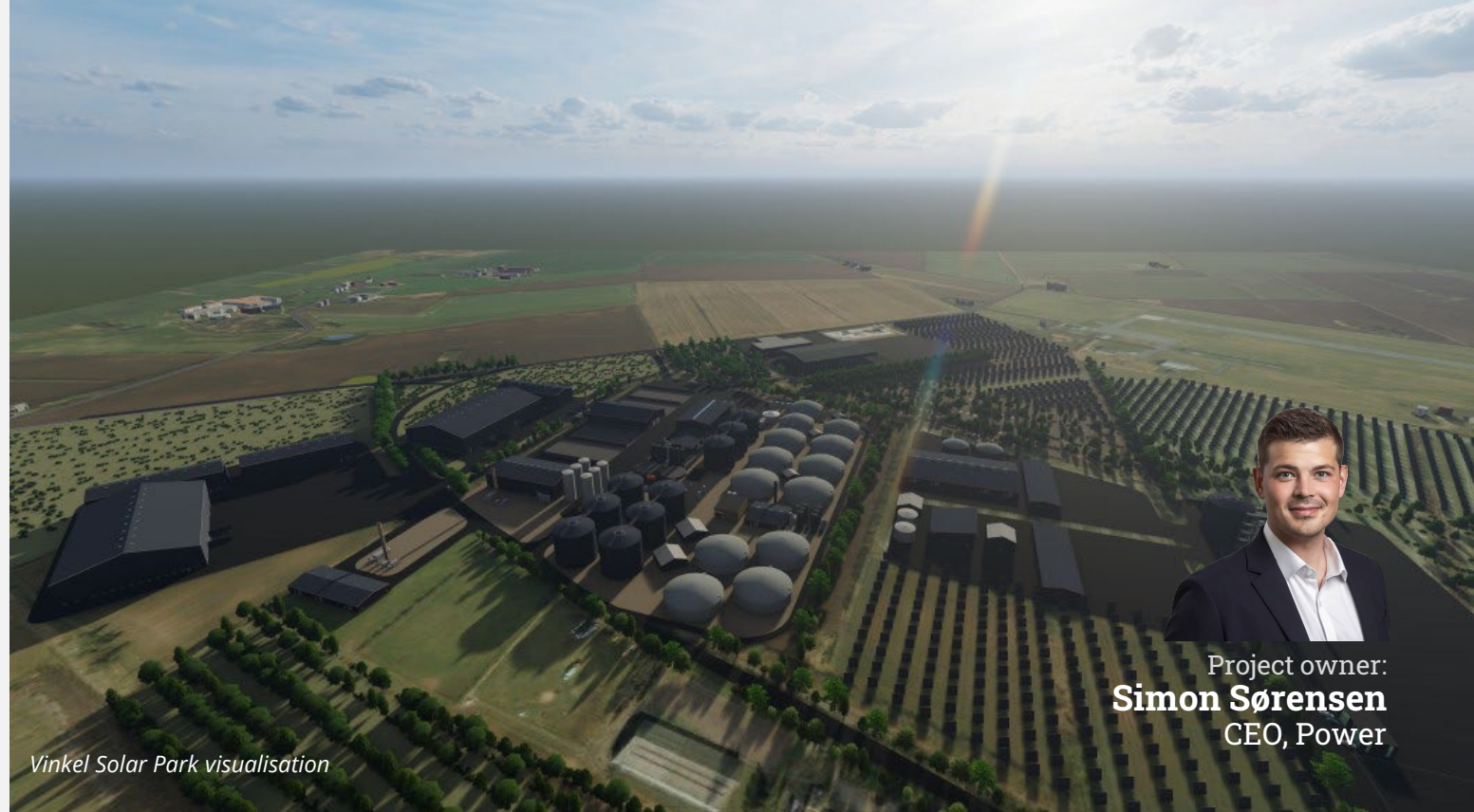
Vinkel solar park, a major step for BioCirc's energy cluster concept

The Vinkel Solar Park is a cornerstone project in BioCirc's strategy to create sustainable, circular energy clusters by integrating renewable energy sources. Located adjacent to the Vinkel Biogas facility in Skive Municipality, the solar park spans over 53 hectares and is designed to work in synergy with the biogas plant, maximising efficiency and supporting BioCirc's sustainability goals.

Construction began in Q3 2024, with initial groundwork and transformer station setup, and the installation of solar panels is scheduled for early 2025. The park is expected to be fully operational by Q2 2025, generating approximately 60 GWh annually—enough to supply power to around 15,000 households. This project enhances BioCirc's ability to hedge energy prices, strengthening financial resilience by reducing exposure to market fluctuations. Additionally, the solar park will directly supply power to the Vinkel Biogas facility at favorable rates, optimising the financial performance of both assets through cross-asset synergies.

The park utilises bifacial solar panels, designed to capture sunlight from both sides for maximum efficiency. In addition, native grasses and plants will be cultivated under the panels to support soil health, prevent erosion, and create habitats for local wildlife. BioCirc has collaborated with local experts, including Stenger & Ibsen Construction, to ensure high-quality implementation with a strong community focus.

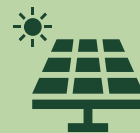
Vinkel Solar Park represents more than just an energy project; it is a tangible step toward BioCirc's vision of driving the green transition, supporting local climate goals, and setting a benchmark for future in-house renewable energy developments. This project exemplifies BioCirc's dedication to supporting local communities on the path toward a sustainable and resilient energy future.



Vinkel Solar Park visualisation

Project owner:
Simon Sørensen
CEO, Power

Project highlights



60 MWp
Park capacity



Q2 2025
Expected COD



DKK +30m
Exp. EBITDA uplift p.a.



53 ha
Land

Gas prices has continued to increase since low point in February supporting a strong H2 outlook

Daily gas prices, Dutch TTF Natural Gas

DKK/Nm³, 01/01/2024-31/12/2024



Source: European Energy Exchange AG (18/11/2024)

An aerial photograph of a large industrial facility, likely a water treatment plant, featuring several large, circular, blue-roofed tanks. A worker in a high-visibility vest is walking along a metal walkway with railings that runs across the top of the tanks. The background shows a rural landscape with green fields and a clear blue sky. A dark vertical bar is on the left side of the image.

Consolidated financial statements

Consolidated income statement

Income statement DKKkm	Q3 2024	Q2 2024¹	9M 2024
Revenue	426.6	347.8	1,117.4
Direct costs	(320.2)	(289.7)	(895.0)
Gross profit	106.4	58.1	222.4
Personnel cost	(26.8)	(28.0)	(72.8)
Administration and sales	(24.4)	(25.9)	(66.8)
Other cost	(7.9)	(3.4)	(14.6)
EBITDA	47.4	0.8	68.2
Adjustments to EBITDA (1)	26.0	23.3	71.9
Adj. EBITDA	73.3	24.1	140.1
Depreciation of tangible assets	(24.7)	(24.9)	(73.4)
Amortisation of intangible assets	(31.4)	(31.4)	(91.8)
EBIT	(8.8)	(55.6)	(96.9)
Net financial loss	(28.2)	(24.2)	(71.0)
EBT	(36.9)	(79.7)	(167.9)
Tax	4.2	10.2	19.6
Net Income	(32.8)	(69.5)	(148.3)

(1) Adjustments to EBITDA DKKkm	Q3 2024	Q2 2024	9M 2024
EBITDA	47.4	0.8	68.2
Transaction costs	7.2	6.6	18.8
Certificate trading contracts cost savings	8.1	11.2	32.3
Consulting fees, IFRS and ESG projects	2.7	2.2	4.1
Extraordinary write-down of inventory in Ringsted	0.0	0.0	1.9
Energy-saving grants received historically (non-cash)	0.1	(4.7)	(9.2)
Other non-recurring costs	7.8	8.0	23.0
Total adjustments	26.0	23.3	71.9
Adj. EBITDA	73.3	24.1	140.1

Note: (1) Reclassification of elimination between revenue and direct costs of 6 DKKm compared to H1 reporting. The reclassification has no impact on gross profit

Consolidated balance sheet

Balance sheet DKKm	Q3 2024	Q2 2024
Intangible assets	1,828.1	1,859.0
Property, plant, and equipment	2,192.6	2,169.7
Development projects	194.6	166.2
Fixed assets	4,215.3	4,194.8
Inventory	148.4	183.8
Trade receivables	276.0	300.3
Other receivables	73.8	32.4
Cash	406.3	36.1
Current assets	904.4	552.6
Assets	5,119.8	4,747.5

Balance sheet DKKm	Q3 2024	Q2 2024
Equity	2,804.4	2,836.8
Deferred tax	114.5	124.0
Other provisions	20.4	14.3
Provisions	134.9	138.3
Interest bearing debt	1,697.6	1,239.2
Trade payables	171.1	173.5
Deferred income	222.2	222.1
Other payables	89.5	137.5
Equity and liabilities	5,119.8	4,747.5

Consolidated cash flow statement

Cash flow statement DKKm	Q3 2024	Q2 2024
<i>Operating activities</i>		
EBIT	(8.8)	(55.6)
Adjustment for non-cash items	56.1	56.3
Interest net	(28.2)	(24.2)
Income tax paid	(5.3)	(5.7)
Change in net working capital	(25.9)	7.2
Cash flow from operating activities	(12.0)	(21.9)
<i>Investing activities</i>		
Acquisition of subsidiaries	(0.6)	(0.0)
Acquisition of intangible and tangible assets	(76.0)	(57.2)
Cash flow from investing activities	(76.6)	(57.2)
<i>Financing activities</i>		
New share issue and shareholder contribution	0.4	0.0
Change in mortgage debt and bank loans	460.4	(9.7)
Change in lease liabilities	(2.0)	31.0
Cash flow from financing activities	458.8	21.3
Cash flow for the period	370.1	(57.8)
Cash and cash equivalents at the beginning of the period	36.1	93.9
Cash and cash equivalents at end of the period	406.3	36.1



Parent company
financial
statements

Parent Company income statement

Income statement DKKm	Q3 2024	Q2 2024	9M 2024
Revenue	0.0	0.0	0.0
Direct costs	0.0	0.0	0.0
Gross profit	0.0	0.0	0.0
Personnel cost	0.0	0.0	0.0
Administration and sales	(1.3)	(0.2)	(1.6)
Other cost	0.0	0.0	0.0
EBITDA	(1.3)	(0.2)	(1.6)
Depreciation of tangible assets	0.0	0.0	0.0
Amortisation of intangible assets	0.0	0.0	0.0
EBIT	(1.3)	(0.2)	(1.6)
Net financial income	4.5	20.7	25.8
Income from investments	(35.3)	(85.6)	(167.2)
EBT	(32.1)	(65.0)	(143.0)
Tax	(0.7)	(4.5)	(5.3)
Net Income	(32.8)	(69.5)	(148.3)

Parent Company balance sheet

Balance sheet DKKm	Q3 2024	Q2 2024
Shares in group companies	1,922.7	1,957.9
Property, plant, and equipment	0.0	0.0
Development projects	0.0	0.0
Fixed assets	1,922.7	1,957.9
Inventory	0.0	0.0
Trade receivables	0.0	0.0
Receivables from group companies	967.2	812.8
Cash	405.4	73.3
Current assets	1,372.6	886.1
Assets	3,295.2	2,844.0

Balance sheet DKKm	Q3 2024	Q2 2024
Equity	2,804.0	2,836.8
Deferred tax	5.3	4.6
Other provisions	0.0	0.0
Provisions	5.3	4.6
Interest bearing debt	0.0	0.0
Trade payables	1.3	0.1
Deferred income	0.0	0.0
Other payables	484.6	2.4
Equity and liabilities	3,295.2	2,844.0

Parent Company cash flow statement

Cash flow statement DKKm	Q3 2024	Q2 2024
<i>Operating activities</i>		
EBIT	(1.3)	(0.2)
Adjustment for non-cash items	0.0	0.0
Interest net	4.5	20.7
Income tax paid	0.0	0.0
Change in net working capital	328.9	(78.0)
Cash flow from operating activities	332.1	(57.4)
<i>Investing activities</i>		
Acquisition of subsidiaries	0.0	0.0
Acquisition of intangible and tagible assets	0.0	0.0
Cash flow from investing activities	0.0	0.0
<i>Financing activities</i>		
New share issue and shareholder contribution	0.0	0.0
Change in mortgage debt and bank loans	0.0	0.0
Change in lease liabilities	0.0	0.0
Cash flow from financing activities	0.0	0.0
Cash flow for the period	332.1	(57.4)
Cash and cash equivalents at the beginning of the period	73.3	130.7
Cash and cash equivalents at end of the period	405.4	73.3

Basis of reporting

Basis of preparation

- BioCirc (the “Group”) consists of BioCirc Group Holding ApS and its subsidiaries. BioCirc Group Holding ApS (the “Parent Company”) is a privately held company incorporated in Denmark. The Company’s registered office is at Amaliegade 22, 1256 Copenhagen.
- These financial statements have been prepared in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (large). The accounting policies applied to these financial statements are consistent with those applied in the annual report for 2023.
- The Group acquired North-Tec, a German EPC company, in March. The consolidated financial statements include the financial results of North-Tec from the acquisition date onward. Therefore, the figures for January and February do not reflect the performance of North-Tec, as its results are only incorporated from March.
- The financial statements are presented in Danish Kroner, which is the functional currency of the Company. The reporting period covers 1 January 2024 to 30 September 2024. Our 9M 2024 report was published on 21 November 2024.

Profit and Loss (P&L) items

- **Revenue** consists of sales of gas, certificates, raw materials for biogas plants, grants received, project revenue from EPC activities and other revenue
- **Direct costs** include costs related to biomass and energy consumption, transportation, production personnel, repair and maintenance, and other operating expenses. Project costs relate to the Group’s EPC activity in Germany (incorporated from March to June)
- **Personnel costs** comprise wages and salaries, and social security contributions, pension contributions, etc. for the Group’s employees which are not allocated directly to direct costs
- **Administration and sales** include expenses related to the Group’s activities, including expenses for premises, stationery and office supplies, marketing costs, etc.
- **Other costs** include grants relating to energy-saving funds received (“Energisparetilskud”) and management fees to Maigaard & Molbech. The grants are recognised as deferred income on the balance sheet, which is taken to income on a straight-line basis over the useful life of the asset

- **Depreciation and amortisation** relates to property, plant and equipment, and intangible assets
- **Net financial loss** comprises interest expenses on bank debt, finance leases, foreign exchange gains/losses, tax surcharge under the Danish Tax prepayment scheme, commissions, fees, and interest income, etc.

Balance sheet items

- **Intangible assets** consist of goodwill. Goodwill is amortised on a straight-line basis over its estimated useful life, which is determined by management’s experience in each business area. The amortisation period ranges from 10 to 19 years
- **Property, plant, and equipment** consist of tangible assets used in the company’s operations, such as buildings and machinery. The depreciation period ranges from 3 to 40 years
- **Inventory** include biomass, raw materials, consumables, direct labour costs, and indirect production costs
- **Trade receivables** represent amounts due from the sale of gas and certificates
- **Other receivables** include VAT receivables and other receivables etc.
- **Cash** comprises cash in hand and bank deposits
- **Provisions** include deferred tax relating to all temporary differences between the carrying amount and the tax based value of assets and liabilities and other provisions
- **Interest bearing debt** consists of mortgage debt, bank loans, bond debt and lease liabilities
- **Trade payables** relates to the amounts owed to suppliers for goods or services
- **Deferred income** comprises energy saving funds received (“Energisparetilskud”) for recognition in subsequent financial years
- **Other payables** consist of corporate tax payable, VAT payable, and other outstanding payables



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Shaping the **Green**
Energy Transition