



Financial review Q3
January–September 2024
5 November 2024

JANUARY–SEPTEMBER 2024

- Revenue EUR 547.2 (513.2 in 2023) million, increase 7 per cent.
- Result before interest, taxes, depreciation and amortisation (EBITDA) EUR 140.8 (131.7) million, increase 7 per cent.
- Result for the reporting period EUR 52.1 (56.9) million, decrease 8 per cent.
- Interest-bearing debt decreased by EUR 70.1 million and was EUR 387.0 (457.1) million at the end of the period.

JULY–SEPTEMBER 2024

- Revenue EUR 189.2 (176.8 in 2023) million, increase 7 per cent.
- Result before interest, taxes, depreciation and amortisation (EBITDA) amounted to EUR 57.1 (42.1) million, increase 36 per cent.
- Result for the reporting period EUR 27.9 (15.1) million, increase 85 per cent.

KEY FIGURES

MEUR	1–9 2024	1–9 2023	7–9 2024	7–9 2023	1–12 2023
Revenue	547.2	513.2	189.2	176.8	680.7
Result before interest, taxes, depreciation and amortisation (EBITDA)	140.8	131.7	57.1	42.1	166.3
Result before interest and taxes (EBIT)	72.3	63.6	34.5	18.4	74.1
% of revenue	13.2	12.4	18.2	10.4	10.9
Result for the reporting period	52.1	56.9	27.9	15.1	60.3
Stakeholders' equity/share, EUR	15.3	15.9	15.3	15.9	15.8
Equity ratio, %	59.2	57.3	59.2	57.3	54.9
Net debt/EBITDA	2.2	2.6	2.2	2.6	2.6
Interest-bearing debt, MEUR	387.0	457.1	387.0	457.1	511.2
Net gearing, %	48.9	55.6	48.9	55.6	62.7

TOM PIPPINGSKÖLD, PRESIDENT AND CEO, IN CONJUNCTION WITH THE REVIEW

"The beginning of 2024 was difficult with high interest rates, inflation, and a slowdown in economic growth. Yet many of the key figures showed an upturn when the Q3 report was completed. The Finnlines Group's revenue in January–September 2024 amounted to EUR 547.2 (513.2 in 2023) million. Earnings before interest, taxes, depreciation and amortisation, EBITDA, amounted to EUR 140.8 (131.7) million.

The cargo volumes transported during January–September totalled approximately 595,000 cargo units, 63,000 cars (not including passengers' cars) and 962,000 tons of freight not possible to measure in units. In addition, some 764,000 private and commercial passengers were transported.

As anticipated, passenger travel increased considerably on Finnlines' vessels during the summer season. All the four ro-pax lines performed well and the number of private passengers more than doubled on the route between mainland Finland, Åland and Sweden. The growth on our Naantali–Långnäs–Kapellskär route during January–September was 122 per cent compared to previous year.

Finnlines has opened a new freight service between Finland and the United Kingdom to Port of London Medway, which is located in Sheerness in Kent. The infrastructure in the port is well-developed with a rail network and a direct access to the motorway connecting Kent with the London Metropolitan area and the rest of the UK. Further connections from UK are more easily available to Belgium, Spain and Ireland.

Global economic prospects are gradually improving. In the Euro area, including Finland, GDP is expected to rise by some 1.5 per cent in 2025–2026. Therefore, the European Central Bank should continue to take further actions and continue to cut interest rates in a more rapid pace to boost industrial activity and growth.

Since the beginning of this year, shipping has been included in the Emissions Trading Scheme. Starting next year, the Fuel EU Maritime regulation will also come into effect, shaping the future of shipping further. To align with these enhanced environmental standards, Finnlines has been forced to sell older vessels, which were not energy-efficient or which did not comply with the new regulations and emission requirements. To comply with the new environmental regulations and to reach lower CO₂ emissions, Finnlines has invested over half a billion euros in most advanced vessels currently available with huge battery banks and other advanced technology to reduce emissions.

Regarding the green transition, Finnlines has currently a tender round on-going for selected shipbuilders to order three new ro-pax vessels using green fuels, which will enter the Finnlines fleet on our Helsinki–Travemünde route. The target is to sign the orders at the end of 2024 or at the beginning of 2025. In spite of somewhat unpredictable economic outlook and geopolitical challenges, Finnlines steams ahead. We are financially strong, we also have operationally and environmentally sound fleet, which will be further improved by new green-fuelled vessels, which will benefit Finnlines and also our customers when we both are reducing our emissions further."

FINNLINES PLC, FINANCIAL REVIEW JANUARY–SEPTEMBER 2024 (unaudited)

FINNLINES' BUSINESS

Finnlines is a leading shipping operator of freight and passenger services in the Baltic Sea, the North Sea and the Bay of Biscay. The company's passenger-freight vessels offer services from Finland to Germany and via the Åland Islands to Sweden, as well as from Sweden to Germany. Finnlines' ro-ro vessels operate in the Baltic Sea, the North Sea and the Bay of Biscay. The company has subsidiaries and sales offices in Germany, Belgium, Great Britain, Sweden, Denmark and Poland. In addition to sea transportation, the company provides port services in Helsinki and Turku.

As an agent for Grimaldi Lines and Atlantic Container Line (ACL) in the Baltic Sea, Finnlines connects in the Baltic Sea area the Grimaldi Group network in the Mediterranean, North and South America, West Africa, as well as the Asia and Australia.

GROUP STRUCTURE

Finnlines Plc is a Finnish public limited company, which operates under Finnish jurisdiction and legislation. At the end of the reporting period, the Group consisted of the parent company and 17 subsidiaries. At the beginning of 2024, three Swedish subsidiaries with no activities were merged into AB Finnlines Scandinavia.

Finnlines Plc is fully owned by the Grimaldi Group, which is one of the world's largest operators of ro-ro vessels and the largest operator of the Motorways of the Sea in Europe for both passengers and freight. The Grimaldi Group, headquartered in Naples, operates a fleet of more than 130 vessels and employs over 18,000 people. It serves over 150 ports in 50 countries in the in the Mediterranean, North and South America, West Africa as well as Asia and Australia. The Grimaldi Group comprises seven shipping companies, including Finnlines, Atlantic Container Line (ACL), Malta Motorways of the Sea (MMS), Minoan and Trasméd GLE.

GENERAL MARKET DEVELOPMENT

Finnlines' main operating area connects trade partners around the Baltic Sea. Based on the OECD Eurostat, the Gross Domestic Product in the EU area increased by 0.8 per cent during the second quarter of 2024 in comparison with the same period in 2023. Compared with the first quarter of 2024, the reported GDP in Germany decreased by 0.1 per cent in the second quarter of 2024, while in Sweden the decrease was 0.3 per cent. In Finland, GDP increased in the second quarter by 0.3 per cent compared with the previous quarter. (Eurostat 2024.) However, the Russian conflict with Ukraine may deteriorate future economic development in the EU area depending on the duration and extent of the confrontation.

Based on the January–August statistics by Statistics Finland, the Finnish seaborne imports carried in container, lorry and trailer units (measured in tons) remained at the same level and exports increased by 2 per cent compared to the corresponding period of the previous year. During the same period private and commercial passenger traffic between Finland and Sweden increased by 3 per cent, between Finland and Germany by 1 per cent. (Statistics Finland).

FINNLINES TRAFFIC

In August a connection between Belgium and Spain was changed to a weekly frequency by cancelling a second sailing, and M/S Finnsky was sold to the Grimaldi Group. Traffic between Western Finland and Germany was rescheduled at the end of August, and a connection to Rostock was added to Turku/Uusikaupunki–Travemünde traffic. In September a new freight service from Finland to Sheerness, United Kingdom, was launched, and it is operated with three Finneco-class vessels. At the same time a direct connection between Helsinki and Hull was ceased, and M/S Finnhawk was sold outside the Group.

During the third quarter Finnlines operated on average 20 (21) vessels in its own traffic.

The cargo volumes transported during January–September totaled approximately 595,000 (531,000 in 2023) cargo units, 63,000 (118,000) thousand cars (not including passengers' cars) and 962,000 (1,020,000) tons of freight not possible to measure in units. In addition, some 764,000 (560,000) thousand private and commercial passengers were transported.

FINANCIAL RESULTS January–September 2024

The Finnlines Group recorded revenue totalling EUR 547.2 (513.2) million in the reporting period, an increase of nearly 7 per cent. Shipping and Sea Transport Services generated revenue amounting to EUR 529.7 (497.1) million, of which passenger-related revenue was EUR 82.3 (65.7) million. The revenue of Port Operations was EUR 33.7 (32.1) million. Cargo volumes have suffered from the workers union's strikes in the beginning of the year, and from the modest development of Finnish and European economies. The number of private passengers increased significantly from the previous year especially on the Naantali–Långnäs–Kapellskär line. To cover costs of the EU Emissions Trading scheme, Finnlines Group has charged its freight customers and passengers an environmental fee as from the beginning of 2024. The fees are recorded in revenues. The internal revenue between the segments was EUR 16.2 (16.0) million.

Result before interest, taxes, depreciation and amortisation (EBITDA) was EUR 140.8 (131.7) million, an increase of 7 per cent.

Result before interest and taxes (EBIT) was EUR 72.3 (63.6) million.

The financial position remained strong although net financial expenses increased due to higher interest rates and increased debt and were EUR -18.5 (-10.9). Financial income was EUR 0.4 (0.3) million and financial expenses EUR -18.9 (-11.2) million. Result before taxes (EBT) increased by EUR 1.1 million and was EUR 53.8 (52.7) million. The result for the reporting period was EUR 52.1 (56.9) million.

July–September 2024

The Finnlines Group recorded revenue totalling EUR 189.2 (176.8) million. Shipping and Sea Transport Services generated revenues amounting to EUR 183.4 (171.8) million and Port Operations EUR 11.2 (10.6) million. The internal revenue between the segments was EUR 5.3 (5.6) million. During the third quarter cargo volume was below last year, and the fuel surcharges have decreased compared to

previous year due to declined fuel prices. During the third quarter the number of private passengers has continued to increase considerably.

Result before interest, taxes, depreciation and amortisation (EBITDA) was EUR 57.1 (42.1) million, an increase of 36 per cent.

Result before interest and taxes (EBIT) was EUR 34.5 (18.4) million.

Net financial expenses were EUR -5.9 (-4.9) million. Financial income was EUR 0.1 (0.1) million and financial expenses totalled EUR -6.0 (-5.0) million. Result before taxes (EBT) increased by EUR 15.1 million and was EUR 28.6 (13.5) million. The result for July–September was EUR 27.9 (15.1) million.

STATEMENT OF FINANCIAL POSITION, FINANCING AND CASH FLOW

Interest-bearing debt decreased by EUR 70.1 million to EUR 387.0 (457.1) million, excluding leasing liabilities of EUR 22.1 (23.6) million. Net interest-bearing debt at the end of period was EUR 384.5 (455.0) million. Net interest-bearing debt/EBITDA (rolling 12 months) ratio amounted to 2.2 (2.6) and the equity ratio calculated from the balance sheet was 59.2 (57.3) per cent. Net gearing resulted in 48.9 (55.6) per cent.

The Group's liquidity position is strong and at the end of the period, cash and cash equivalents together with unused committed credit facilities amounted to EUR 108.1 (166.2) million.

Net cash generated from operating activities stood at EUR 89.0 (101.6) million.

CAPITAL EXPENDITURE

The Finlines Group's gross capital expenditure in the reporting period totalled EUR 11.5 (106.0) million, including tangible and intangible assets. Total depreciation and amortisation amounted to EUR 68.5 (68.1) million. The investments consist of normal replacement expenditure of fixed assets, cargo handling equipment, dry-dockings, and investments to improve ships' energy efficiency.

Finlines has consistently invested in sustainable development and environmental technologies, and has deployed five new vessels in the last three years. These new vessels have significantly increased fleet capacity and are equipped with advanced energy-saving and green technology equipment.

Energy efficiency is one of the key elements of the green transition in shipping, and Finlines is focusing on energy saving and emission reduction. Finlines' fleet is increasingly using electricity as a primary alternative to fossil fuels. One technical tool is the implementation of onshore power systems. Finlines' ro-pax vessels can use grid electricity in four ports: Helsinki, Travemünde, Naantali and Kapellskär.

PERSONNEL

The Group employed an average of 1,886 (1,728) persons during the reporting period, consisting of 1,160 (1,004) persons at sea and 726 (724) persons on shore. The number of persons employed at the end of the period was 1,975 (1,832) in total, of which 1,223 (1,093) at sea and 752 (739) on shore.

The personnel expenses (including social costs) for the reporting period were to EUR 82.0 (74.9) million.

THE FINNLINES SHARE

The Company's paid-up and registered share capital on 30 September 2024 totalled EUR 103,006,282. The capital stock consisted of 51,503,141 shares.

Finlines Plc is fully owned by the Grimaldi Group.

RISKS AND RISK MANAGEMENT

Geopolitical tensions have continued as a consequence of the crisis in Ukraine and Middle East, which has created uncertainty in the European economy. This has also affected Finlines' business environment. However, Finlines has adapted its operations by launching new routes after the trade to Russia was suspended.

The probability of cyber attacks has increased and Finlines has therefore focused on cyber security and development of digital skills. The continuity of operations is ensured by safeguarding critical functions and essential resources.

During the past months inflation and interest rates have come down, but both are sensitive to economic fluctuations. The effect of fluctuations in the foreign trade is reduced by the fact that Finlines and its parent company the Grimaldi Group, in particular, operate in several geographical areas. This means that slow growth in one country may be compensated by faster recovery in another.

Finlines continuously monitors the solidity and payment schedules of its customers and suppliers. Currently, there are no indications of imminent risks related to counterparties but the Company continues to monitor the financial position of its counterparties. Finlines holds adequate credit limits to maintain liquidity in the current business environment. The majority of the Group's non-current assets consists of its fleet. The fleet is always insured to its full value.

Finlines is exposed to business risks that arise from the capacity of the fleet in the market, counterparties, prospects for export and import of goods, and changes in the operating environment. The risk of overcapacity in the market is reduced when aged vessels in international traffic are scrapped as they do not fulfil the more stringent environmental requirements or they are not competitive.

Finlines has renewed its fleet to comply with future environmental targets, especially carbon neutrality in the long term. At the same time, the company wants to ensure that customers can be offered sufficient freight capacity and frequent liner services.

LEGAL PROCEEDINGS

Finnlines has made two complaints to the European Commission concerning Covid-19 pandemic related selective and discriminatory aid measures launched by the Finnish authorities. The Commission has given its decision on one of the complaints, the other continues to be pending.

Furthermore, Finnlines is involved in a few legal proceedings and disputes whose outcome cannot be predicted, but taking into account the information that is available at present, their outcome is not expected to have any substantial impact on the Group's profit.

CORPORATE GOVERNANCE

The Corporate Governance Statement can be reviewed on the company's website: www.finnlines.com.

EVENTS AFTER THE REPORTING PERIOD

There are no significant events to report.

OUTLOOK AND OPERATING ENVIRONMENT

The EU economy is gradually recovering, with positive signs of growth on the horizon. Finnlines is committed to advancing its transport efficiency and will further reduce its environmental footprint. Continuous operational improvements, more efficient freight transport and leveraging the fleet's economies of scale together with our fleet changes will enhance Finnlines' cost-efficiency and create growth opportunities. The Finnlines Group's result is expected to improve over the previous year.

The fourth financial review of 2024 for the period of 1 January–31 December 2024 will be published on Thursday 27 February 2025.

Finnlines Plc
The Board of Directors

Tom Pippingsköld
President and CEO

FURTHER INFORMATION

Tom Pippingsköld, President and CEO, +358 40 519 5041, tom.pippingskold@finnlines.com

ENCLOSURES

- Reporting and accounting policies
- Consolidated statement of comprehensive income, IFRS
- Consolidated statement of financial position, IFRS
- Consolidated statement of changes in equity, IFRS
- Consolidated cash flow statement, IFRS
- Revenue and result by business segments
- Revenue by geographical area
- Revenue by functions
- Property, plant and equipment
- Leases
- Fair value hierarchy
- Contingencies and commitments
- Revenue and result by quarter
- Share information
- Events after the reporting period
- Calculation of ratios
- Related party transactions

DISTRIBUTION

Main media

This interim report is unaudited.

REPORTING AND ACCOUNTING POLICIES

This interim report included herein is prepared in accordance with IAS 34 (Interim Financial Reporting) standard. The accounting policies are the same as those applied in the last annual financial statements.

The inventories include CO₂ allowances, which are used to cover emissions from ship operations. The purchased emission allowances are recorded at the contractual purchase price. If emission allowances are insufficient to fulfil the obligation to surrender allowances equal to the fuel consumption, inadequate allowances are recorded as debt at their market value. Use of emission allowances is recorded as an expense under materials and services in the statement of comprehensive income, the recorded amount is based on ships' monthly fuel consumption. The invoiced environmental charge is recorded in revenues.

Finnlines Plc entered into the tonnage taxation regime in January 2013. In tonnage taxation, shipping operations transferred from taxation of business income to tonnage-based taxation.

All figures in the accounts have been rounded and, consequently, the sum of individual figures may deviate from the presented sum figure.

The preparation of the interim financial statements in accordance with IFRS requires management to make estimates and assumptions and use its discretion in applying the accounting principles that affect the valuation of the reported assets and liabilities and other information such as contingent liabilities and the recognition of income and expenses in the income statement. Although the estimates are based on the management's best knowledge of current events and actions, actual results may differ from the estimates. The uncertainties related to the key assumptions were the same as those applied to the consolidated financial statements at the year-end 31 December 2023.

Russia invaded Ukraine in February 2022, which has caused uncertainty in European economy thus reflecting also in Finnlines' business environment. Finnlines' management has assessed that the war and the sanctions against Russia did not have a material impact on the reported figures.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME, IFRS

EUR 1,000	7–9 2024	7–9 2023	1–9 2024	1–9 2023	1–12 2023
Revenue	189,237	176,835	547,192	513,201	680,740
Other income from operations	6,960	536	15,759	1,484	2,044
Materials and services	-66,247	-67,158	-202,537	-186,730	-251,242
Personnel expenses	-26,822	-25,200	-82,034	-74,905	-101,922
Depreciation, amortisation and impairment losses	-22,538	-23,751	-68,470	-68,103	-92,186
Other operating expenses	-46,060	-42,891	-137,624	-121,304	-163,317
Total operating expenses	-161,667	-159,000	-490,665	-451,042	-608,667
Result before interest and taxes (EBIT)	34,530	18,370	72,286	63,642	74,118
Financial income	130	130	383	258	396
Financial expenses	-6,017	-5,000	-18,903	-11,181	-17,121
Result before taxes (EBT)	28,644	13,500	53,766	52,719	57,392
Income taxes	-777	1,594	-1,668	4,227	2,871
Result for the reporting period	27,866	15,094	52,097	56,946	60,264
Other comprehensive income					
Other comprehensive income to be reclassified to profit and loss in subsequent periods:					
Exchange differences on translating foreign operations	-35	-16	51	32	33
Transferred to tangible assets	0	2,244	0	-7,769	-17,892
Other comprehensive income to be reclassified to profit and loss in subsequent periods, total	-35	2,228	51	-7,737	-17,859
Other comprehensive income not being reclassified to profit and loss in subsequent periods:					
Remeasurement of defined benefit plans	0	0	0	0	225
Tax effect, net	0	0	0	0	-45
Other comprehensive income not being reclassified to profit and loss in subsequent periods, total	0	0	0	0	180
Total comprehensive income for the reporting period	27,832	17,322	52,148	49,209	42,585
Result for the reporting period attributable to:					
Parent company shareholders	27,866	15,094	52,097	56,946	60,264
	27,866	15,094	52,097	56,946	60,264
Total comprehensive income for the reporting period attributable to:					
Parent company shareholders	27,832	17,322	52,148	49,209	42,585
	27,832	17,322	52,148	49,209	42,585
Result for the reporting period attributable to parent company shareholders calculated as earnings per share (EUR/share)					
Undiluted / diluted earnings per share	0.54	0.29	1.01	1.11	1.17
Average number of shares					
Undiluted / diluted	51,503,141	51,503,141	51,503,141	51,503,141	51,503,141

Most of the items recognised in the Consolidated Statement of Comprehensive Income fall under the tonnage tax scheme.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION, IFRS

EUR 1,000	30 Sept 2024	30 Sept 2023	31 Dec 2023
ASSETS			
Non-current assets			
Property, plant and equipment	1,043,025	1,149,504	1,211,799
Goodwill	105,644	105,644	105,644
Intangible assets	3,165	3,394	3,521
Other financial assets	7,074	7,074	7,074
Receivables	3,800	1,056	1,269
Deferred tax assets	1,715	527	1,625
	1,164,423	1,267,198	1,330,931
Current assets			
Inventories	14,421	14,195	13,298
Accounts receivable and other receivables	142,611	133,257	129,344
Income tax receivables	88	15	87
Cash and cash equivalents	2,561	2,104	2,559
	159,682	149,571	145,289
Non-current assets held for sale	11,836	11,836	11,836
Total assets	1,335,941	1,428,605	1,488,056
EQUITY			
Equity attributable to parent company shareholders			
Share capital	103,006	103,006	103,006
Share premium account	24,525	24,525	24,525
Translation differences	147	128	130
Fund for invested unrestricted equity	40,016	40,016	40,016
Fair value reserve *	0	10,123	0
Retained earnings	618,629	640,255	643,752
Total equity	786,324	818,054	811,430
LIABILITIES			
Long-term liabilities			
Deferred tax liabilities	39,206	35,457	37,680
Non-current interest-free liabilities	61	11	8
Pension liabilities	2,176	2,661	2,162
Provisions	1,611	1,611	1,611
Loans from financial institutions	260,242	357,998	401,620
	303,297	397,738	443,081
Current-liabilities			
Accounts payable and other liabilities	97,188	89,364	99,399
Current tax liabilities	0	449	664
Provisions	293	276	293
Loans from financial institutions	148,840	122,723	133,189
	246,321	212,813	233,544
Total liabilities	549,617	610,551	676,625
Total equity and liabilities	1,335,941	1,428,605	1,488,056

* Fair value reserve consists of fair value of effective part of foreign currency forward contracts, for which hedge accounting is applied.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 2023, IFRS

EUR 1,000	Equity attributable to parent company shareholders						Total equity
	Share capital	Share issue premium	Translation differences	Unrestricted equity reserve	Fair value reserve	Retained earnings	
Reported equity 1 January 2023	103,006	24,525	118	40,016	17,892	660,543	846,100
Comprehensive income for the reporting period:							
Result for the reporting period						56,946	56,946
Exchange differences on translating foreign operations			10			22	32
Fair value changes on currency derivatives					-7,769		-7,769
Total comprehensive income for the reporting period	0	0	10	0	-7,769	56,968	49,209
Dividend						-77,255	-77,255
Equity 30 September 2023	103,006	24,525	128	40,016	10,123	640,255	818,054

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 2024, IFRS

EUR 1,000	Equity attributable to parent company shareholders						Total equity
	Share capital	Share issue premium	Translation differences	Unrestricted equity reserve	Fair value reserve	Retained earnings	
Reported equity 1 January 2024	103,006	24,525	130	40,016	0	643,752	811,430
Comprehensive income for the reporting period:							
Result for the reporting period						52,097	52,097
Exchange differences on translating foreign operations			17			34	51
Fair value changes on currency derivatives					0		0
Total comprehensive income for the reporting period	0	0	17	0	0	52,131	52,148
Dividend						-77,255	-77,255
Equity 30 September 2024	103,006	24,525	147	40,016	0	618,629	786,324

CONSOLIDATED CASH FLOW STATEMENT, IFRS

EUR 1,000	1–9 2024	1–9 2023	1–12 2023
Cash flows from operating activities			
Results for the reporting period	52,097	56,946	60,264
Adjustments			
Non-cash transactions	54,251	67,943	91,828
Unrealised foreign exchange gains (-) / losses (+)	-11	-9	12
Financial income and expenses	18,531	10,933	16,713
Taxes	1,668	-4,227	-2,871
Changes in working capital			
Change in accounts receivable and other receivables	-15,949	-1,141	-8,175
Change in inventories	-1,123	-4,095	-3,199
Change in accounts payable and other liabilities	-3,295	-12,089	-4,345
Change in provisions	15	-79	-561
Interest paid	-15,982	-11,693	-12,169
Interest received	130	85	120
Taxes paid	-242	-243	-508
Other financing items	-1,094	-776	-1,945
Net cash generated from operating activities	88,997	101,553	135,164
Cash flow from investing activities			
Investments in tangible and intangible assets	-11,472	-102,529	-189,177
Sale of tangible assets *	126,971	2,851	2,895
Net cash used in investing activities	115,498	-99,678	-186,282
Cash flows from financing activities			
Loan withdrawals	237,943	230,868	315,384
Net increase in current interest-bearing liabilities (+) / net decrease (-)	-28,333	-49,847	-41,546
Repayment of loans	-334,417	-119,932	-158,765
Payment of lease liabilities	-2,247	-2,190	-2,728
Dividends paid	-77,255	-77,255	-77,255
Net cash used in financing activities	-204,308	-18,355	35,090
Change in cash and cash equivalents	187	-16,480	-16,028
Cash and cash equivalents 1 January	2,559	18,878	18,878
Effect of foreign exchange rate change	-185	-294	-290
Cash and cash equivalents at the end of periods	2,561	2,104	2,559

* Consists mainly of the sale of vessels in 2024.

REVENUE AND RESULT BY BUSINESS SEGMENTS

	7–9 2024		7–9 2023		1–9 2024		1–9 2023		1–12 2023	
	MEUR	%	MEUR	%	MEUR	%	MEUR	%	MEUR	%
Revenue										
Shipping and sea transport services	183.4	96.9	171.8	97.1	529.7	96.8	497.1	96.9	659.5	96.9
Port operations	11.2	5.9	10.6	6.0	33.7	6.2	32.1	6.2	42.9	6.3
Intra-group revenue	-5.3	-2.8	-5.6	-3.1	-16.2	-3.0	-16.0	-3.1	-21.7	-3.2
External sales	189.2	100.0	176.8	100.0	547.2	100.0	513.2	100.0	680.7	100.0
Result before interest and taxes										
Shipping and sea transport services	33.9		17.8		71.1		63.1		73.8	
Port operations	0.7		0.6		1.2		0.5		0.3	
Result before interest and taxes (EBIT) total	34.5		18.4		72.3		63.6		74.1	
Financial income and expenses	-5.9		-4.9		-18.5		-10.9		-16.7	
Result before taxes (EBT)	28.6		13.5		53.8		52.7		57.4	
Income taxes	-0.8		1.6		-1.7		4.2		2.9	
Result for the reporting period	27.9		15.1		52.1		56.9		60.3	

REVENUE BY GEOGRAPHICAL AREA

EUR 1,000	1–9 2024	1–9 2023	1–12 2023
Revenue			
Finland	206,103	197,031	260,076
Sweden	92,062	80,342	103,755
Germany	64,000	64,140	79,814
Other EU countries	181,418	162,621	220,904
Other	3,608	9,067	16,192
	547,192	513,201	680,740

The revenue from the geographical areas is reported according to the location of the customers.

REVENUE BY FUNCTIONS

EUR 1,000	1–9 2024	1–9 2023	1–12 2023
Revenue			
Freight and other shipping services	431,172	415,378	581,628
Passenger services	82,293	65,714	77,938
Port operations	33,727	32,109	21,174
	547,192	513,201	680,740

PROPERTY, PLANT AND EQUIPMENT 2024

EUR 1,000	Land	Buildings	Vessels	Machinery and equipment	Advance payments & acquisitions under construction	Total
Acquisition cost 1 January 2024	1,125	102,780	1,937,486	66,435	3,135	2,110,961
Exchange rate differences		-1		13		12
Increases		14	10,261	578	393	11,246
Disposals			-218,696	-176		-218,872
Reclassifications between items			2,470	80	-2,603	-53
Non-current assets held for sale 1 January 2024 *				-22,395		-22,395
Acquisition cost on 30 September 2024	1,125	102,792	1,731,522	44,535	925	1,880,899
Accumulated depreciation, amortisation and write-offs 1 January 2024		-48,126	-820,383	-43,023		-911,532
Exchange rate differences		1		-11		-10
Cumulative depreciation on reclassifications and disposals			106,001	176		106,177
Depreciation for the reporting period		-2,254	-62,332	-1,055		-65,641
Accumulated depreciation, amortisation and write-offs 30 September 2024		-50,379	-776,714	-43,913		-871,006
Reclassified to non-current assets held for sale *				10,558		10,558
Carrying value on 30 September 2024	1,125	52,414	954,808	11,180	925	1,020,452

Not including right-of-use assets.

* The Finlines Group is negotiating a sale of Port Operations' assets and vessels with carrying value of EUR 11.8 (11.8) million. No impairment losses were recognised on the carrying values of these assets in 2023 or 2024, as according to management's estimate, the fair value of the assets classified as held for sale was higher than the carrying value at the balance sheet date 30 September 2023 and 30 September 2024.

EUR 1,000	Land and water	Buildings and structures	Machinery and equipment	Total
Right-of-use assets 2024				
Acquisition cost 1 January 2024	28,291	7,330	1,912	37,533
Exchange rate differences			1	1
Increases	108	211	298	616
Disposals			-33	-33
Reclassifications between items		2	2	4
Acquisition cost 30 September 2024	28,399	7,542	2,180	38,121
Accumulated depreciation, amortisation and write-offs 1 January 2024	-9,999	-1,943	-1,385	-13,326
Exchange rate differences				
Cumulative depreciation on reclassifications and disposals		-2	27	26
Depreciation for the reporting period	-1,667	-394	-186	-2,247
Accumulated depreciation, amortisation and write-offs 30 September 2024	-11,666	-2,338	-1,544	-15,548
Carrying value 30 September 2024	16,733	5,204	636	22,573
Property, plant and equipment, total				1,043,025

EUR 1,000	Machinery and equipment	Total
Assets classified as held for sale 1 January 2024		
Acquisition cost		
Transfer to non-current assets held for sale	22,395	22,395
Accumulated depreciation		
Transfer to non-current assets held for sale	-10,558	-10,558
Carrying value 30 September 2024	11,836	11,836

PROPERTY, PLANT AND EQUIPMENT 2023

EUR 1,000	Land	Buildings	Vessels	Machinery and equipment	Advance payments & acquisitions under construction	Total
Acquisition cost 1 January 2023	1,125	106,144	1,644,406	67,059	108,772	1,927,506
Exchange rate differences		-1		7		6
Increases			85,677	2,196	17,624	105,498
Disposals		-3,368		-744		-4,112
Reclassifications between items			53,073	138	-53,211	
Reclassifications to non-current assets held for sale				-22,395		-22,395
Acquisition cost on 30 September 2023	1,125	102,775	1,783,157	46,261	73,185	2,006,503
Accumulated depreciation, amortisation and write-offs 1 January 2023		-45,578	-735,918	-45,928		-827,424
Exchange rate differences		1		-6		-5
Cumulative depreciation on reclassifications and disposals		590		742		1,332
Depreciation for the reporting period		-2,363	-62,380	-878		-65,621
Accumulated depreciation, amortisation and write-offs 30 September 2023		-47,351	-798,298	-46,070		-891,718
Reclassifications to non-current assets held for sale				10,558		10,558
Carrying value on 30 September 2023	1,125	55,424	984,859	10,750	73,185	1,125,343

Not including right-of-use assets.

The Finnlines Group is negotiating a sale of Port Operations' assets with carrying value of EUR 11.8 (14.6) million. No impairment losses were recognised on the carrying values of these assets in 2022 or 2023, as according to management's estimate, the fair value of the assets classified as held for sale was higher than the carrying value at the balance sheet date 30 September 2022 and 30 September 2023.

EUR 1,000	Land and water	Buildings and structures	Machinery and equipment	Total
Right-of-use assets 2023				
Acquisition cost 1 January 2023	28,998	2,333	1,646	32,977
Exchange rate differences				
Increases	1,812	3,343	74	5,228
Disposals	-1,497			-1,497
Reclassifications between items		1	1	1
Acquisition cost 30 September 2023	29,312	5,677	1,721	36,710
Accumulated depreciation, amortisation and write-offs 1 January 2023	-7,975	-1,513	-1,286	-10,775
Exchange rate differences				
Cumulative depreciation on reclassifications and disposals	248	-1		247
Depreciation for the reporting period	-1,567	-299	-155	-2,021
Accumulated depreciation, amortisation and write-offs 30 September 2023	-9,294	-1,813	-1,442	-12,549
Carrying value 30 September 2023	20,018	3,864	279	24,161
Property, plant and equipment, total				1,149,504

EUR 1,000	Machinery and equipment	Total
Assets classified as held for sale 1 January 2023		
Acquisition cost		
Transfer to non-current assets held for sale	22,395	22,395
Accumulated depreciation		
Transfer to non-current assets held for sale	-10,558	-10,558
Carrying value 30 September 2023	11,836	11,836

LEASES

Finnlines does not apply practical expedient, by which service components are not separated from lease contract components.

Finnlines has included the value of option in such contracts where the leased facility has strategic long term value.

Amounts recognised in profit or loss

EUR 1,000	1–9 2024	1–9 2023
Interest on lease liabilities 30 September	332	243
Expenses relating to short-term leases	187	412
Expenses relating to low-value assets	404	180
Total	591	592
Lease payments of all leases accounted according to IFRS 16	2,469	2,190
Total cash flow of all leases 30 September	3,060	2,782
Income from operational leases	16,113	117

Maturity analysis

EUR 1,000	2024	2023
Contractual undiscounted cash flows		
Less than one year	3,091	3,011
One to five years	8,253	6,957
More than five years	13,792	15,760
Total undiscounted lease liabilities at 30 September	25,136	25,729
Short term leasing liability	2,793	2,604
Long term leasing liability	19,267	21,040
Lease liabilities included in statement of financial position at 30 September	22,060	23,643

FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

The Group has loans from financial institutions and pension loans and commercial papers belonging to level 2. Also included in level 2 are foreign currency derivatives acquired to hedge against cash flow risk related to committed vessel orders. There is no material difference between carrying values and fair values of these instruments.

Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Level 3 includes unlisted shares amounting to EUR 7.1 million (7.1 in 2023), which are valued at the lower of acquisition cost or probable value, as their fair value cannot be reliably measured. Majority of the unlisted shares consists of Steveco Oy's shares of which Finnlines owns 25.4 per cent. This shareholding is presented in financial assets, because Finnlines has does not have significant influence in Steveco Oy.

CONTINGENCIES AND COMMITMENTS

EUR 1,000	30 Sept 2024	30 Sept 2023	31 Dec 2023
Minimum leases payable in relation to fixed term leases			
Vessel leases (Group as lessor):			
Within 12 months	9,760	5,491	18,450
1-5 years	16,077	2,457	22,629
	25,837	7,948	41,079
Other leases (Group as lessee):			
Within 12 months	155	66	177
1-5 years	107	4	140
Over 5 years	0	0	0
	262	70	317
Other leases (Group as lessor):			
Within 12 months	127	117	117
1-5 years	0	0	0
	127	117	117
Collateral given			
Loans from financial institutions	269,619	370,833	422,000
Vessel mortgages provided as guarantees for the above loans	517,500	670,750	749,500
Other collateral given on own behalf			
Pledges	340	340	340
Other obligations			
Obligations, related to vessel investments	0	82,122	0
Other external obligations	1,452	2,491	1,598
	1,452	84,613	1,598
VAT adjustment liability related to real estate investments	36	3	31

REVENUE AND RESULT BY QUARTER

MEUR	Q1/24	Q1/23	Q2/24	Q2/23	Q3/24	Q3/23	Q4/24	Q4/23
Revenue								
Shipping and sea transport services	157.5	157.9	188.8	167.3	183.4	171.7		162.5
Port operations	9.3	10.0	13.3	11.5	11.2	10.7		10.8
Intra-group revenue	-4.6	-4.8	-6.3	-5.6	-5.3	-5.6		-5.7
External sales	162.2	163.1	195.8	173.2	189.2	176.8		167.5
Result before interest and taxes								
Shipping and sea transport services	7.5	24.0	29.7	21.4	33.9	17.8		10.7
Port operations	-0.7	-0.7	1.2	0.6	0.7	0.6		-0.2
Result before interest and taxes (EBIT) total	6.8	23.3	30.9	22.0	34.5	18.4		10.5
Financial income and expenses	-6.4	-2.7	-6.2	-3.4	-5.9	-4.9		-5.8
Result before taxes (EBT)	0.4	20.6	24.7	18.6	28.6	13.5		4.7
Income taxes	-0.4	0.9	-0.5	1.7	-0.8	1.6		-1.4
Result for the reporting period	0.0	21.5	24.2	20.3	27.9	15.1		3.3
EPS (undiluted / diluted) EUR	0.00	0.42	0.47	0.39	0.54	0.29		0.06

SHARE INFORMATION

	30 September 2024	30 September 2023
Number of shares	51,503,141	51,503,141

Finnlines Plc is fully owned by the Grimaldi Group.

EVENTS AFTER THE REPORTING PERIOD

There are no significant events to report.

CALCULATION OF RATIOS

Earnings per share (EPS), EUR	=	$\frac{\text{Result attributable to parent company shareholders}}{\text{Weighted average number of outstanding shares}}$	
Shareholders' equity per share, EUR	=	$\frac{\text{Shareholders' equity attributable to parent company shareholders}}{\text{Undiluted number of shares at the end of period}}$	
Net gearing, %	=	$\frac{\text{Interest-bearing liabilities* - cash and bank equivalents}}{\text{Total equity}} \times 100$	
Equity ratio, %	=	$\frac{\text{Total equity}}{\text{Assets total - received advances}} \times 100$	
Net debt to EBITDA ratio	=	$\frac{\text{Net Debt}}{\text{EBITDA past 12 months}}$	

* Not including leasing liabilities.

Income tax expense is recognised based on the best estimate of the weighted-average annual income tax rate expected for the full financial year. In January 2013, the shipping operations of Finnlines Plc transferred to tonnage-based taxation.

RELATED PARTY TRANSACTIONS

The ro-pax vessel Europolink was sold to the Grimaldi Group in February and the ro-ro vessel Finnsky was sold to the Grimaldi Group in August. Otherwise there were no significant related party transactions during the reporting period.