



INTERIM REPORT FOR THE SIX-MONTH PERIOD, 1 JANUARY – 30 JUNE 2022

- **CONSOLIDATED REVENUE** for the six-month period ended 30 June 2022 amounted to SEK 23,599 (16,796) million.
- **CONSOLIDATED EBITDA** for the six-month period ended 30 June 2022 amounted to SEK 5,547 (2,973) million.
- **CONSOLIDATED EBITDA**, excluding net gain/loss on sale of assets, operations and change in fair value of investment properties, for the six-month period ended 30 June 2022 amounted to SEK 4,978 (2,521) million.
- **THE RESULT BEFORE TAXES** amounted to SEK 82 (-890) million for the six-month period ended 30 June 2022.
- **THE LIQUIDITY POSITION** remains strong. As of 30 of June 2022 available liquidity amounted to SEK 19.3 billion.

FERRY OPERATION

EBITDA increased compared to last year. The result is mainly an effect of increased travel and freight volumes as well as improved travel rates compared to last year.

DRILLING

Increased EBITDA compared to last year due to more operating days, all units are on contract and operating, together with higher charter rates.

SHIPPING

Increased EBITDA within Tanker segment due to higher rates together with increased EBITDA within RoRo segment mainly due to delivery of newbuildings in 2021.

PROPERTY

Continued strong and stable performance. EBITDA increased compared to last year due to sale of condominiums and properties in 2022 offset by a decrease in rental income due to the sale of international properties in mid March 2021. The fair value of investment properties has increased by SEK 499 million, i.e. 1.1 % of the total property portfolio.

NEW BUSINESSES

EBITDA increased compared to last year, continued strong performance and positive development in especially Envac.

Göteborg, 29 August 2022

Annika Hult

Deputy CEO and Principal Financial Officer





CONTENT

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

- 4 Condensed Consolidated Income Statements
- 5 Consolidated Statements of Comprehensive Income
- 6 Condensed Consolidated Balance Sheet
- 8 Condensed Consolidated Statements of Changes in Equity
- 9 Condensed Consolidated Statements of Cash Flows
- 10 Notes to Condensed Consolidated Financial Statements
- 14 Operating and financial review
- 19 Other financial information – Restricted group

FORWARD-LOOKING STATEMENTS

This Interim Report includes statements that are, or may be deemed to be, forward-looking statements and can be identified as “forward-looking statements” by terms and phrases such as “anticipate,” “should,” “likely,” “foresee,” “believe,” “estimate,” “expect,” “intend,” “continue,” “could,” “may,” “project,” “plan,” “predict,” “will” and other similar expressions. These forward-looking statements include all matters that are not historical facts.

We do not intend, and undertake no obligation, to revise the forward-looking statements included in this report to reflect any future events or circumstances. Our actual results, performance or achievements could differ materially from the results expressed or implied by these forward-looking statements.

CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)

(SEK in million)	Three-month period ended 30 June		Six-month period ended 30 June	
	2022	2021	2022	2021
Revenue				
Ferry Operations	4,609	2,852	7,924	5,164
Offshore Drilling	993	626	1,737	1,027
Shipping	4,180	2,605	7,422	4,794
Property	818	798	1,713	1,459
New Businesses	2,732	2,513	4,792	4,336
Other	2	3	11	16
Total revenue	13,334	9,396	23,599	16,796
Change in fair value of investment properties	250	250	499	498
Net gain/loss on sale of non-current assets				-12
Net gain/loss on sale of operations	70	-7	70	-34
Total other income	320	243	569	452
Direct operating expenses				
Ferry Operations	-2,872	-1,845	-5,230	-3,587
Offshore Drilling	-688	-659	-1,306	-1,192
Shipping	-2,847	-2,108	-5,200	-3,717
Property	-324	-268	-731	-502
New Businesses	-1,971	-1,797	-3,556	-3,197
Other	-9	-5	-4	-10
Total direct operating expenses	-8,711	-6,682	-16,027	-12,205
Selling and administrative expenses	-1,355	-1,038	-2,594	-2,070
Profit/loss from investments in operating associates	-147	-5	-173	-29
Depreciation, amortisation and impairment	-2,100	-1,643	-4,062	-3,301
Total operating expenses	-12,313	-9,368	-22,856	-17,605
Operating profit/loss	1,341	271	1,312	-357
Profit/loss from investments in strategic associates	-21	318	-10	333
Dividends received	171	23	207	62
Gains/losses on sale of securities	16	150	-51	270
Interest income	78	40	139	87
Interest expenses	-690	-512	-1,320	-1,167
Exchange gains/losses	2	20	4	26
Other finance income/costs	-113	-71	-199	-144
Financial net	-557	-32	-1,230	-533
Profit/loss before tax	784	239	82	-890
Income taxes	-215	28	-261	44
Profit/loss for the period	569	267	-179	-846
Profit/loss for the period attributable to:				
Shareholders of the Parent company	556	255	-197	-864
Non-controlling interests	13	12	18	18
Profit/loss for the period	569	267	-179	-846

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (UNAUDITED)

(SEK in million)	Three-month period ended 30 June		Six-month period ended 30 June	
	2022	2021	2022	2021
Profit/loss for the period	569	267	-179	-846
Other comprehensive income				
<i>Items that may subsequently be reclassified to profit or loss</i>				
Change in fair value reserve, net of tax	-71	23	-72	85
Change in hedging reserve, net of tax	1,524	92	3,482	994
Change in translation reserve	219	-179	307	245
Share of other comprehensive income of associates	153	50	103	44
<i>Items that will not be reclassified to profit or loss</i>				
Change in fair value reserve, net of tax	5	-1	-30	-21
Change in revaluation reserve, net of tax	-22	-212	-289	24
Remeasurements of post-employment benefit obligations		-63		-48
Share of other comprehensive income of associates	48	6	90	5
Other comprehensive income for the period	1,856	-284	3,591	1,328
Total comprehensive income for the period	2,425	-17	3,412	482
Total comprehensive income attributable to:				
Shareholders of the Parent company	2,412	-32	3,393	465
Non-controlling interests	13	15	19	17
Total comprehensive income for the period, net of tax	2,425	-17	3,412	482

The accompanying notes form an integral part of these Condensed Consolidated Financial Statements.

CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)

(SEK in million)	30 June 2022	31 December 2021
Assets		
Non-current assets		
Intangible assets	5,418	5,140
Property, plant and equipment		
Vessels	46,032	43,502
Construction in progress	1,904	2,324
Equipment	2,840	2,791
Land and buildings	2,641	2,452
Ports	4,711	4,711
Total property, plant and equipment	58,128	55,780
Investment properties	44,534	41,354
Financial assets		
Investments reported according to the equity method	4,448	3,953
Marketable securities	4,027	3,972
Surplus in funded pension plans	1,494	1,641
Other non-current assets	9,035	5,520
Total financial assets	19,004	15,086
Total non-current assets	127,084	117,360
Current assets		
Inventories	2,258	1,830
Trade receivables	5,903	3,845
Other current receivables	4,585	3,479
Prepayments and accrued income	2,562	2,052
Short-term investments	2,487	2,130
Cash and cash equivalents	2,568	2,412
Total current assets	20,363	15,748
Total assets	147,447	133,108

(SEK in million)	30 June 2022	31 December 2021
Equity and liabilities		
Equity	50,769	47,401
Non-current liabilities		
Deferred tax liabilities	6,383	5,651
Pension liabilities	767	738
Other provisions	86	98
Long-term debt	48,104	42,844
Senior Notes	14,548	13,136
Capitalised lease obligations	5,815	5,842
Other non-current liabilities	827	2,249
Total non-current liabilities	76,530	70,558
Current liabilities		
Short-term debt	3,042	2,831
Capitalised lease obligations	1,827	1,517
Trade payables	3,275	2,824
Tax liabilities	133	111
Other liabilities	4,037	2,943
Accruals and deferred income	7,834	4,923
Total current liabilities	20,148	15,149
Total equity and liabilities	147,447	133,108

The accompanying notes form an integral part of these Condensed Consolidated Financial Statements.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

(SEK in million)	Equity attributable to shareholders of the Parent company					
	Share capital	Reserves	Retained earnings incl. Profit for the period	Total	Non-controlling interests	Total equity
Closing balance, 31 December 2020	5	6,935	35,766	47,702	219	42,925
Change in fair value reserve, net of tax		85	-21	64		64
Change in hedging reserve, net of tax		994		994		994
Change in revaluation reserve		-19	43	24		24
Change in translation reserve		246		246	-1	245
Change in associates			49	49		49
Remeasurement of post-employment benefit obligation			-48	-48		-48
Other comprehensive income		1,306	23	1,329	-1	1,328
Profit for the period			-864	-864	18	-846
Total comprehensive income		1,306	-841	465	17	482
Changes in non-controlling interest			45	45	30	75
Closing balance, 30 June 2021	5	8,241	34,970	43,216	266	43,482
Closing balance, 31 December 2021	5	10,742	36,400	47,147	254	47,401
Change in fair value reserve, net of tax		-143	41	-102		-102
Change in hedging reserve, net of tax		3,482		3,482		3,482
Change in revaluation reserve		-121	-168	-289		-289
Change in translation reserve		307		307	1	308
Change in associates			192	192		192
Remeasurement of post-employment benefit obligation						
Other comprehensive income		3,525	65	3,590	1	3,591
Profit for the period			-197	-197	18	-179
Total comprehensive income		3,525	-132	3,393	19	3,412
Changes in non-controlling interest					-1	-1
Dividend			-43	-43		-43
Closing balance, 30 June 2022	5	14,267	36,225	50,497	272	50,769

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)

(SEK in million)	Six-month period ended 30 June	
	2022	2021
Cash flow from operating activities		
Profit for the period	-179	-846
Adjustments to reconcile profit for the year to net cash provided by operating activities:		
Depreciation, amortisation and impairment	4,062	3,301
Change in fair value of investment properties	-499	-498
Gain on sale of non-current assets	-70	46
Gains/losses on sale of securities net	51	-270
Share of strategic associates result	10	-333
Deferred income taxes	-19	16
Exchange differences, unrealised	-872	26
Other non-cash items	1,240	266
Pensions	67	66
Dividend from operational associates and joint ventures		10
Net cash flow from trading securities	-22	-312
Trade and other receivables	-2,029	2,358
Prepayments and accrued income	-406	-760
Inventories	-385	-264
Trade payables	364	371
Accruals and deferred income	1,335	560
Income tax payable	104	-182
Other current liabilities	72	-24
Cash flow from operating activities	2,824	3,531
Cash flow from investing activities		
Purchase of intangible assets	-136	-61
Purchase and sale of property, plant and equipment	23	202
Capital expenditure on property, plant and equipment	-4,352	-3,617
Purchase and sale of operations, net of cash	52	2,349
Dividend from strategic associates and joint ventures	4	18
Investments and disposals in strategic associates and joint ventures	-520	576
Sale of securities	440	1,077
Purchase of securities	-638	-1,884
Other investing activities	-200	-263
Cash flow from investing activities	-5,327	-1,603
Cash flow from financing activities		
Proceeds from issuance of short and long-term debt	3,270	2,204
Principal payments on short and long-term debt	-1,732	-3,361
Net change in borrowings on line-of-credit agreements	1,981	43
New leases	21	4
Principal payments on capitalised lease obligations	-966	-447
Net change in restricted cash accounts	6	103
Dividend paid	-43	0
Other financing activities	23	1
Cash flow from financing activities	2,560	-1,453
Effect of exchange rate changes on cash and cash equivalents	99	29
Net change in cash and cash equivalents	156	504
Cash and cash equivalents at beginning of period	2,412	1,814
Cash and cash equivalents at end of period	2,568	2,318

The accompanying notes form an integral part of these Condensed Consolidated Financial Statements

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

NOTE 1. BASIS OF PRESENTATION

The accompanying condensed consolidated financial statements present the financial position and result of operations of Stena AB (publ) and its subsidiaries (Stena) and have been prepared in accordance with IAS 34, "Interim financial reporting". The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended on 31 December 2021, which have been prepared in accordance with IFRS.

The interim financial information included in the condensed consolidated financial statements has not been audited, and reflects all adjustments (consisting only of normal recurring adjustments) that are, in the opinion of management, necessary for a fair presentation of the results for the interim periods presented. Interim results for the six months ended on 30 June 2022 are not necessarily an indication of the results to be expected for the full year.

NOTE 2. ACCOUNTING POLICIES

Except for as noted below the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2021, as described in the annual financial statements.

Taxes on income during the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

Stena's Annual Report 2021 describes the content of the new accounting principles that are regarded as material for the Stena AB Group (see link [https:// www.stena.com/news-finance/investor-relations/reports/](https://www.stena.com/news-finance/investor-relations/reports/)).

New or amended accounting policies applied after 2022

There are no new accounting policies applicable from 2022 that significantly affects the Stena AB Group.

NOTE 3. SEGMENT INFORMATION

Revenue

Three-month period ended 30 June

(SEK in million)	Lease income		Products		Service		Construction Contracts		Other		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Ferry operations			294	166	4,313	2,669			1	17	4,609	2,852
Offshore Drilling	491	311			500	314			2	1	993	626
Shipping:												
Roll-on/Roll-off vessel	194	107			24	29			1		219	136
Tanker	1,201	597			870	416			1	6	2,073	1,019
Other Shipping			96	64	1,781	1,385			11	1	1,888	1,450
Total Shipping	1,395	704	96	64	2,675	1,830			13	7	4,180	2,605
Property	641	619			13				163	179	818	798
New Businesses			2,247	2,155			482	356	3	2	2,732	2,513
Other					1	2			1	1	2	3
Total	2,528	1,634	2,637	2,385	7,503	4,815	482	356	182	206	13,334	9,396

Six-month period ended 30 June

(SEK in million)	Lease income		Products		Service		Construction Contracts		Other		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Ferry operations			439	245	7,478	4,885			7	34	7,924	5,164
Offshore Drilling	848	520			886	506			3	1	1,737	1,027
Shipping:												
Roll-on/Roll-off vessel	369	223			48	46			2	1	418	270
Tanker	2,111	1,225			1,496	820				13	3,607	2,058
Other Shipping			174	135	3,210	2,328			11	3	3,396	2,466
Total Shipping	2,480	1,448	174	135	4,754	3,194			13	17	7,422	4,794
Property	1,276	1,259			26	22			410	178	1,713	1,459
New Businesses			3,888	3,667			899	665	5	4	4,792	4,336
Other	1				9	15			2	1	11	16
Total	4,605	3,227	4,501	4,047	13,154	8,622	899	665	440	235	23,599	16,796

(SEK in million)	Three-month period ended 30 June		Six-month period ended 30 June	
	2022	2021	2022	2021
Operating profit/loss				
Ferry Operations:	669	173	608	-126
Offshore Drilling	-489	-720	-1,096	-1,578
Net gain/loss on sale of operations	-2		-2	
Total Offshore Drilling	-491	-720	-1,098	-1,578
Shipping: Roll-on/Roll-off vessels	76		156	31
Tanker	36	-234	-75	-312
Other shipping	72	78	77	89
Net gain/loss on sale of non-current assets				-12
Total Shipping	184	-154	158	-204
Property:	429	468	857	837
Net gain/loss on sale of operations	80	-1	80	-28
Change in fair value of investment properties	250	250	499	498
Total Property	759	717	1,436	1,307
New Businesses	350	347	431	427
Other	-122	-87	-215	-178
Net gain/loss on sale of operations	-8	-5	-8	-5
Total Other	-131	-92	-223	-183
Total Operating profit/loss	1,341	271	1,312	-357

(SEK in million)	Three-month period ended 30 June		Six-month period ended 30 June	
	2022	2021	2022	2021
Depreciation, amortisation and impairment				
Ferry Operations	725	620	1,454	1,236
Offshore Drilling	676	591	1,293	1,220
Shipping: Roll-on/Roll-off vessels	76	41	135	83
Tanker	506	287	952	555
Other shipping	34	27	63	55
Total Shipping	616	355	1,150	693
Property	2	3	5	5
New Businesses	73	66	144	131
Other	8	8	16	16
Total	2,100	1,643	4,062	3,301

(SEK in million)	Three-month period ended 30 June		Six-month period ended 30 June	
	2022	2021	2022	2021
Profit/loss from investments in operating associates				
Shipping: Tanker	-155	-10	-184	-34
Other shipping	4	2	3	
Total Shipping	-151	-8	-181	-34
Property	4	3	8	5
Total	-147	-5	-173	-29

(SEK in million)	Three-month period ended 30 June		Six-month period ended 30 June	
	2022	2021	2022	2021
EBITDA				
Ferry Operations:	1,394	793	2,062	1,110
Offshore Drilling:	187	-129	196	-358
Net gain/loss on sale of operations	-2		-2	
Total Offshore Drilling	185	-129	194	-358
Shipping: Roll-on/Roll-off vessels	152	41	291	115
Tanker	696	64	1,059	277
Other shipping	102	103	138	143
Net gain/loss on sale of non-current assets				-12
Total Shipping	950	208	1,488	523
Property:	427	468	854	837
Net gain/loss on sale of operations	80	-1	80	-28
Change in fair value of investment properties	250	250	499	498
Total Property	757	717	1,433	1,307
New Businesses	423	414	574	558
Other	-113	-80	-196	-162
Net gain/loss on sale of operations	-8	-5	-8	-5
Total Other	-121	-85	-204	-167
Total EBITDA	3,588	1,918	5,547	2,973

(SEK in million)	Six-month period ended 30 June	
	2022	2021
Capital expenditures		
Ferry Operations	940	687
Offshore Drilling	574	147
Shipping: Roll-on/Roll-off vessels	259	699
Tanker	55	222
Other shipping	30	17
Total Shipping	344	938
Property	2,403	1,729
New Businesses	70	108
Other	21	13
Total	4,352	3,622

OPERATING AND FINANCIAL REVIEW

Stena generates revenue primarily from ferry operations, chartering out its owned, chartered-in and leased Roll-on/Roll-off vessels, tankers and drilling rigs, managing tankers, sales of vessels, income from Investments, New Businesses and real estate rents. The period from June through September is the peak travel season for passengers of the ferry operations. Chartering activities are not generally significantly affected by seasonal fluctuations, but variations over the year may occur as a consequence of, among other things, vessel utilisation rates, dry-docking and charter rates. Any sale or acquisition of vessels, drilling rigs and real estate may also have an impact on the results of each period.

Significant events of the first six-month period of 2022

In January, the Rotterdam Europoort freight service relocated from Killingholme to the Port of Immingham. Also, Stena Line signed a new agreement with Associated British Ports (ABP) to jointly develop a new freight terminal at the Port of Immingham. The agreement to operate the facility is for 50 years.

In February, a new route was opened within Stena Line on the Baltic Sea from Nynäshamn in Sweden to Hangö in Finland. It is operated by the vessel *Urd* in the starting phase.

In March, Stena Adactum invested an additional SEK 165 million in SR Energy to part finance further expansion of windmills.

In March, Stena Adactum participated in the Rights Issue in Svedbergs at an amount of SEK 144 million. Stena Adactum acquired additional shares in Svedbergs, and increasing the ownership to more than 30%. As a result Stena Adactum had a duty to bid and there was a cash mandatory offer of SEK 50/share that expired in the beginning of May 2022.

In April, a contract was signed for *Stena Don* with Repsol Sinopec Resources Ltd. The work were for one well and commenced in June 2022.

In May, Stena Adactum has completed the mandatory offer and holds today 41% of the shares in Svedbergs.

In May, *Stena Gothica* started to operate on the new route

on the Baltic Sea within Stena Line.

In May, the ropax vessel *Stena Estelle* was delivered by the Chinese shipyard China Merchants Jinling Shipyard (Weihai). *Stena Estelle* will operate on the route Karlskrona - Gdynia within Stena Line.

In May, a contract was signed for *Stena Don* with Petrofac for one well, commencing in Q3 upon completion of the Repsol Sinopec Recourses campaign.

In June, a contract was signed for *Stena Don* with Shell UK Ltd commencing between March and June 2023 for a firm scope of 365 days plus option to extend for two six-month periods.

In June, a contract was signed with BP Canada Energy Group ULC for *Stena IceMAX* for one well, commencing in spring 2023.

The current conflict between Russia and Ukraine has, in the short term, had no major effect on the Stena Group operations. The long term effects will most likely be limited, as long as the conflict is geographically contained. Should this change, the effect on the business could be extensive.

Subsequent events

There are no significant subsequent events for the reporting period.

Currency Effects

Our revenues and expenses, reported in Swedish kronor, are significantly affected by fluctuations in currency exchange rates, primarily relative to the U.S. dollar, the British pound and the Euro. We seek to mitigate the impact of potential adverse foreign currency exchange fluctuations by matching, to a possible extent, revenues and expenses in the same currency. In addition, we enter into certain derivative financial instruments. In the six-month period that ended on 30 June 2022, approximately 24% of our total revenues were generated in USD, approximately 23% were generated in EUR, approximately 15% were generated in GBP and approximately 27% were generated in SEK

In the six-month period ended 30 June 2022, approximately 26% of our total expenses were incurred in USD, approximately 18% were incurred in EUR, approximately 19% were incurred in GBP and approximately 24% were incurred in SEK. The reported gross revenues and expenses were affected by changes in the currency rates. The exchange rates used for consolidation purposes are as follows:

	Jan – June	Jan – June	
Average rates:	2022	2021	Change
US \$	9.5856	8.4039	14%
British pound	12.4427	11.6718	7%
Euro	10.4787	10.1281	4%

	As of 30 June	As of 31 Dec	
Closing rates:	2022	2021	Change
US \$	10.2239	9.0452	13%
British pound	12.4507	12.2521	2%
Euro	10.7187	10.2946	4%

SUMMARY FOR THE SIX-MONTH PERIOD 1 JANUARY - 30 JUNE 2022

Revenues

Total revenues increased by SEK 6,803 million to SEK 23,599 (16,796) million in the six months ended 30 June 2022. The revenues are higher in all segments compared to the same period last year.

Direct Operating Expenses

Total direct operating expenses increased by SEK 3,822 million to SEK 16,027 (12,205) million in the six months ended on 30 June 2022. The operating expenses are higher in all segments compared to the same period last year.

Selling and Administrative Expenses

Selling and administrative expenses increased by SEK 524 million to SEK 2,594 (2,070) million in the six months ended 30 June 2022 compared to the same period last year.

Depreciation, Amortisation and Impairment

Depreciation and amortisation charges increased by SEK 761 million to SEK 4,062 (3,301) million in the six months ended 30 June 2022 mainly due to increased number of vessels in the operating fleet together with currency effect compared to the same period last year.

EBITDA

The EBITDA for the consolidated Stena AB Group increased by SEK 2,574 million to SEK 5,547 (2,973) million in the six-month period ended on 30 June 2022 compared to the same period last year.

Ferry Operations

Ferry revenues are generated from ticket sales, freight haulage and onboard sales. Direct operating expenses consist primarily of personnel costs, costs of goods sold onboard the vessels, bunker fuel costs, vessel charter costs, commissions, package tour costs and other related costs. A significant portion of these costs do not vary on account of changes in our seasonal requirements.

EBITDA increased by SEK 952 million to SEK 2,062 (1,110) million in the six months ended 30 June 2022. Freight volumes increased 3% compared to last year, car volumes increased 125% compared to last year and passenger volumes increased 98% compared to last year largely due to Covid-19 restrictions on travel in 2021. The increased EBITDA is primarily due to improved travel- and freight rates, increased travel volumes and maintained cost control. The restructurings made during covid and the reduced cost base have contributed to the positive effect.

Offshore Drilling

Drilling revenues consist of charter hires for our drilling rigs. The direct operating expenses for drilling consist primarily of personnel costs, insurance, maintenance and catering costs.

EBITDA increased by SEK 552 million to SEK 194 (-358) million in the six-month period 2022 mainly due to higher charter rates together with more operating days compared to the same period last year.

Shipping

Shipping revenues primarily represent charter hires for our owned and chartered in vessels and management fees for vessels managed by Stena. Direct operating expenses for shipping consist primarily of vessel charter costs, fuel costs, personnel costs, insurance and other related vessel costs.

Tankers

EBITDA increased by SEK 794 million to SEK 1,059 (265) million in the six-month period ended 30 June 2022, due to higher rates within Medium Range, Product and Suez segments together with the effect from a loss on vessel sale in 2021, offset by lower charter rates and less operating days for one of the LNG-vessels compared to the same period last year.

RoRo Operations

EBITDA from chartering out Roll-on/Roll-off vessels increased by SEK 176 million to SEK 291 (115) million in the six-month period ended 30 June 2022 mainly due to the delivery of *Côte d'Opale* in May 2021 and *Salamanca* in November 2021, offset by vessels sold in 2021.

Property

Property revenues consists of rents for properties owned and management fees for properties managed by Stena. Property expenses consists primarily of maintenance, heating and personnel costs.

EBITDA increased by SEK 126 million to SEK 1,433 (1,307) million for the six months ended 30 June 2022, mainly due to sale of condominiums and properties in Stockholm offset by a decrease in rental income as a result of properties sold in Q1 2021. The change in fair value of investment properties amounts to SEK 499 (498) million for the six months ended 2022. Occupancy rates for Swedish properties were approximately 98%.

New Businesses

The EBITDA for New Businesses increased by SEK 16 million to SEK 574 (558) million in the six-month period ended 30 June 2022.

Ballingslöv: EBITDA decreased by SEK 1 million to SEK 368 (369) million for the six months ended 30 June 2022. Despite higher sales and gross profit EBITDA was slightly lower than last year due to higher operating expenses in percentage of sales.

Blomsterlandet: EBITDA decreased by SEK 17 million to SEK 200 (217) million for the six months ended 30 June 2022 mainly due to increased costs in percentage of sales, lower sales and increased energy costs compared to the same period last year.

Envac: EBITDA increased by SEK 37 million to SEK 54 (17) for the six months ended 30 June 2022 mainly due to strong organic sales growth of 17% and increased gross margin compared to the same period last year.

Other Income

Net valuation on investment property

As a result of the revaluation to fair value according to "IAS 40 Investment properties", Stena recognised net gains of SEK 499 (498) million for the six months ended 30 June 2022.

Net gain/loss on sale of vessels

In the six months ended 30 June 2022 there were no sale of vessels. The net gain/loss on sale of vessels in the corresponding period 2021 amounted to SEK –12 million.

Net gain/loss on sale of operations

In the six months ended 30 June 2022 the net gain on sale of operations amounted to SEK 70 million. The net loss on sales of operations in the corresponding period 2021 amounted to SEK –34 million.

Financial Net

Total finance net decreased by SEK 697 million to SEK –1,230 (–533) million in the six months ended 30 June 2022. The decrease is mainly related to the negative development in the financial portfolios and increased costs for interests compared to last year. In addition, the financial net in Q2 2021 were positively affected by the sale of shares in SR Energy compared to Q2 2022.

Income Taxes

Income taxes for the six months ended 30 June 2022 were SEK –261 (44) million, consisting of current taxes of SEK –280 (60) million and deferred taxes of SEK 19 (–16) million.

LIQUIDITY AND CAPITAL RESOURCES

Our liquidity requirements principally relate to servicing of debt, financing the purchase of vessels and other assets and funding of working capital. We meet our liquidity requirements by cash in hand, cash flows from operations, borrowings under various credit facilities and other financing and refinancing arrangements.

As of 30 June 2022, total cash and marketable securities including short-term investments amounted to SEK 9,082 million as compared to SEK 8,514 million as of 31 December 2021.

As of 30 June 2022, total available liquidity amounted to SEK 19.3 billion as compared to SEK 20.3 billion as of 31 December 2021.

For the six-month period ended 30 June 2022, cash flows provided by operating activities amounted to SEK 2,824 (3,531) million. For the six-month period ended 30 June 2022, cash flows used in investing activities amounted to SEK -5,327 (-1,603) million, including SEK -4,352 (-3,617) million related to capital expenditures. Cash flows from financing activities for the six-month period ended 30 June 2022 amounted to SEK 2,560 (-1,453) million.

As of 30 June 2022, the total construction in progress was SEK 1,904 million, as compared to SEK 2,324 million as of 31 December 2021. The remaining capital expenditure commitment for newbuildings on order as of 30 June 2022 was SEK 4,128 million, of which SEK 634 million is due during 2022, SEK 1,267 million is due in 2023 and SEK 2,227 million is due in 2024 and after. Stena intends to finance the remainder of this unpaid balance, together with additional expenses and financing costs, with cash from operations, existing revolving credit facilities, new capital lease agreements, new bank loans and other financing arrangements.

As of 30 June 2022, total interest-bearing debt was SEK 73,336 million as compared to SEK 66,171 million as of 31 December 2021.

As of 30 June 2022, SEK 3,300 million was utilised under the SEK 9.6 billion EKN revolving credit facility as compared to SEK 2,110 million as of 31 December 2021.

As of 30 June 2022, USD 121 million was utilised under the USD 121 billion EKN revolving credit facility, same as of 31 December 2021.

As of 30 June 2022, USD 439 million was utilised under the USD 725 million revolving credit facility of which USD 2 million was used for issuing bank guarantees and letters of credit. As of 31 December 2021, USD 447 million was utilized, including USD 3 million used for issuing bank guarantees and letters of credit.

As of 30 June 2022, USD 132 million was utilised under the USD 300 million revolving credit facility entered into by Stena Investment Luxembourg S.à.r.l. same as of 31 December 2021.

As of 30 June 2022, SEK 1,200 million was utilised under the SEK 1,300 million revolving credit facility in Adactum, compared to SEK 825 million as of 31 December 2021.

We believe that, based on current levels of operating performance and anticipated market conditions, cash flow from operations, together with other available sources of funds, including refinancing, will be adequate to make required payments of principal and interest on outstanding debt, to make proposed capital expenditures, including new buildings and other vessel acquisitions, and to fund anticipated working capital requirements.

OTHER FINANCIAL INFORMATION – RESTRICTED GROUP

For the six-month period ended 30 June 2022, Restricted Group Data represents the selected consolidated financial information excluding (i) the property business segment, (ii) the business segment of New Businesses, whose activities consist primarily of investing in companies outside our traditional lines of business, and (iii) our subsidiaries Stena Investment Luxembourg S.à.r.l., Stena Investment Cyprus Ltd and Mondaldi Ltd. Our real estate operations and the business of New Businesses are conducted through various subsidiaries. For purposes of the indentures under which our Senior Notes were issued, real estate business, New Businesses, together with our subsidiaries Stena Investment Luxembourg S.à.r.l., Stena Investment Cyprus Ltd and Mondaldi Ltd, are designated as unrestricted subsidiaries and, as a result, are not bound by the restrictive provisions of the bond indentures.

As of 30 June 2022, Stena had outstanding USD 393 million principal amounts of Senior Notes due 2024. Stena also had outstanding USD 350 million principal amounts of Senior Secured Notes due 2024, USD 350 million principal amounts of Senior Notes due 2025 and EUR 315 million principal amounts of Senior Notes due 2025.

Significant events of the first six-month period of 2022 specific to the restricted group

In January, the Rotterdam Europort freight service relocated from Killingholme to the Port of Immingham. Also, Stena Line signed a new agreement with Associated British Ports (ABP) to jointly develop a new freight terminal at the Port of Immingham. The agreement to operate the facility is for 50 years.

In February, a new route was opened within Stena Line on the Baltic Sea from Nynäshamn in Sweden to Hangö in Finland. It is operated by the vessel Urd in the starting phase.

In April, a contract was signed for *Stena Don* with Repsol Sinopec Resources Ltd. The work were for one well and commenced in June 2022.

In May, *Stena Gothica* started to operate on the new route on the Baltic Sea within Stena Line.

In May, the ropax vessel *Stena Estelle* was delivered by the Chinese shipyard China Merchants Jinling Shipyard (Weihai). *Stena Estelle* will operate on the route Karlskrona - Gdynia within Stena Line.

In May, a contract was signed for *Stena Don* with Petrofac for one well, commencing in Q3 upon completion of the Repsol Sinopec Recourses campaign.

In June, a contract was signed for *Stena Don* with Shell UK Ltd commencing between March and June 2023 for a firm scope of 365 days plus option to extend for two six-month periods.

In June, a contract was signed with BP Canada Energy Group ULC for *Stena IceMAX* for one well, commencing in spring 2023.

The current conflict between Russia and Ukraine has, in the short term, had no major effect on the Stena Group operations. The long term effects will most likely be limited, as long as the conflict is geographically contained. Should this change, the effect on the business could be extensive.

Subsequent events for the restricted group

There are no significant subsequent events for the reporting period.

GROUP CONSOLIDATED INCOME STATEMENTS – RESTRICTED GROUP (UNAUDITED)

(SEK in million)	Six-month period ended 30 June	
	2022	2021
Revenue		
Ferry Operations	7,924	5,164
Offshore Drilling	1,737	1,027
Shipping	7,422	4,794
Other	11	16
Total revenue	17,094	11,001
Net gain/loss on sale of non-current assets		13
Net gain/loss on sale of operations	-11	-18
Total other income	-11	5
Direct operating expenses		
Ferry Operations	-5,230	-3,587
Offshore Drilling	-1,306	-1,192
Shipping	-5,200	-3,717
Other	-5	-16
Total direct operating expenses	-11,741	-8,512
Selling and administrative expenses	-1,801	-1,358
Profit/loss from investments in operating associates	-180	-34
Depreciation, amortisation and impairment	-3,913	-3,165
Total operating expenses	-17,635	-13,069
Operating profit/loss	-552	-2,063
Dividends received	187	2,935
Gains/loss on securities, net	174	115
Interest income	133	95
Interest expense	-1,059	-883
Foreign exchange gains/loss, net	20	27
Other financial income/expense, net	-188	-139
Financial net	-733	2,150
Profit/loss after financial net	-1,285	87
Non-controlling interest	-19	-19
Profit/loss before tax	-1,304	68
Income taxes	18	414
Profit for the period	-1,286	482

CONDENSED CONSOLIDATED BALANCE SHEETS - RESTRICTED GROUP (UNAUDITED)

(SEK in million)	30 June 2022	31 December 2021
Assets		
Non-current assets		
Intangible assets	2,545	2,512
Property, plant and equipment		
Vessels	46,032	43,502
Construction in progress	1,816	2,282
Equipment	2,323	2,249
Land and buildings	1,507	1,284
Ports	4,711	4,711
Total property, plant and equipment	56,389	54,028
Financial assets		
Marketable securities	882	1,200
Intercompany accounts, non-current	1,121	1,210
Other non-current assets	19,398	17,330
Total financial assets	21,401	19,740
Total non-current assets	80,335	76,280
Current assets		
Inventories	891	580
Trade receivables	4,855	3,092
Other current receivables	3,975	2,964
Prepayments and accrued income	1,987	1,498
Short-term investments	2,477	2,123
Intercompany accounts, current	2,183	1,613
Cash and cash equivalents	1,737	1,372
Total current assets	18,105	13,242
Total assets	98,440	89,522

(SEK in million)	30 June 2022	31 December 2021
Equity and liabilities		
Equity		
Share capital	5	5
Reserves	32,906	31,963
Equity attributable to shareholders of the Parent company	32,911	31,968
Non-controlling interests	268	244
Total equity	33,179	32,212
Non-current liabilities		
Deferred tax liabilities	1,216	1,303
Pension liabilities	641	607
Other provisions	22	25
Long-term debt	26,920	23,627
Senior Notes	14,548	13,136
Capitalised lease obligations	4,780	4,773
Other non-current liabilities	516	1,366
Total non-current liabilities	48,643	44,837
Current liabilities		
Short-term debt	2,694	2,800
Capitalised lease obligations	1,644	1,325
Trade payables	1,793	1,591
Tax liabilities	88	84
Other liabilities	3,433	2,349
Intercompany liabilities, current	484	783
Accruals and deferred income	6,482	3,541
Total current liabilities	16,618	12,473
Total equity and liabilities	98,440	89,522

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW – RESTRICTED GROUP (UNAUDITED)

(SEK in million)	Six-month period ended 30 June	
	2022	2021
Cash flow from operating activities		
Profit for the period	-1,286	482
Adjustments to reconcile profit for the year to net cash provided by operating activities:		
Depreciation, amortisation and impairment	3,913	3,165
Gain on sale of non-current assets	11	-5
Gains/losses on securities, net	13	-115
Deferred income taxes	-241	-347
Exchange differences, unrealised	-674	103
Other non-cash items	1,352	262
Pensions	72	61
Net cash flow from trading securities	-22	-312
Dividend from Unrestricted group		-2,910
Dividend from operational associates and joint ventures		10
Changes in working capital	-1,099	2,367
Cash flow from operating activities	2,039	2,761
Cash flow from investing activities		
Capital expenditure of intangible assets	-66	-43
Sale of property, plant and equipment	20	190
Capital expenditure on property, plant and equipment	-1,879	-1,785
Purchase and sale of operations, net of cash		21
Sale of securities	104	309
Purchase of securities	-47	-480
Other investing activities	-140	-240
Cash flow from investing activities	-2,008	-2,028
Cash flow from financing activities		
Proceeds from issuance of short and long-term debt	1,364	785
Principal payments on short and long-term debt	-1,598	-2,408
Net change in borrowings on line-of-credit agreements	1,663	-626
New leases	17	4
Principal payments on capitalised lease obligations	-876	-405
Net change in restricted cash accounts	12	10
Intercompany accounts	-281	-1,193
Dividend received from Unrestricted group		2,910
Dividend paid	-43	
Other financing activities	-3	6
Cash flow from financing activities	255	-917
Effect of exchange rate changes on cash and cash equivalents	79	26
Net change in cash and cash equivalents	365	-158
Cash and cash equivalents at beginning of period	1,372	1,259
Cash and cash equivalents at end of period	1,737	1,101