

# Q2

# Taaleri Plc Half-Year Financial Report

1 January–30 June 2024



**TAALERI**

# Taaleri Plc Half-Year Financial Report 1.1.–30.6.2024

Taaleri's continuing earnings grew and profitability remained at a good level in the second quarter of the year

## April–June 2024

- Continuing earnings grew by 2.6% to EUR 10.1 (9.9) million. The Private Asset Management segment's continuing earnings grew by 7.2% to EUR 6.1 (5.6) million, and the Garantia segment's continuing earnings fell by 4.5% to EUR 3.3 (3.5) million.
- Performance fees were EUR 0.0 (1.5) million, and net income from investment operations was EUR 1.8 (15.0) million.
- Income fell by 54.8% to EUR 11.9 (26.3) million.
- Operating profit was EUR 4.4 (17.8) million, corresponding to 36.9% (67.5) of income.
- Earnings per share were 0.11 (0.49) EUR.

## January–June 2024

- Continuing earnings grew by 3.5% to EUR 20.4 (19.7) million. The Private Asset Management segment's continuing earnings grew by 6.7% to EUR 11.9 (11.2) million, and the Garantia segment's continuing earnings fell by 1.6% to EUR 7.2 (7.4) million.
- Performance fees were EUR 0.0 (1.5) million, and net income from investment operations was EUR 8.5 (14.4) million.
- Income fell by 18.6% to EUR 28.9 (35.6) million.
- Operating profit was EUR 14.0 (19.3) million, corresponding to 48.3% (54.3) of income.
- The assets under management in the Private Asset Management segment remained at the level of the turn of the year at EUR 2.6 (31 December 2023: 2.6) billion.
- Earnings per share were EUR 0.37 (0.51).

On 7 August 2024, Taaleri announced that it had changed the composition of the reported segments by transferring Aktia Bank Plc's shareholding from the Strategic Investments segment to the Other group. Starting from this Half-Year Financial Report, the previous Strategic Investments segment includes only Garantia's business, and the segment will henceforth be called Garantia. Taaleri received Aktia Bank Plc shares on 30 April 2021 as part of the sale of the wealth management business. The change in segment reporting results from the sale of a total of 150,000 Aktia Bank Plc shares by Taaleri Plc during the period from 1 April to 30 June 2024. The information for the corresponding period has been adjusted accordingly.

This Half-Year Financial Report has been prepared in accordance with IAS 34. The information presented is unaudited. Unless otherwise stated, the figures in parentheses in the Half-Year Financial Report refer to the corresponding period of the previous year. See page 21 for further information of the accounting policies of this Half-Year Financial Report.

Growth in continuing earnings, %

**2.6**

(Q2 2023: 11.3)

Income, EUR million

**11.9**

(Q2 2023: 26.3)

Operating profit, %

**36.9**

(Q2 2023: 67.5)

Assets Under Management, BEUR

**2.6**

(31.12.2023: 2.6)

## Key figures

Group key figures	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
<b>Earnings key figures</b>							
Continuing earnings, MEUR	10.1	9.9	2.6	20.4	19.7	3.5	39.9
Income, MEUR	11.9	26.3	-54.8	28.9	35.6	-18.6	66.3
Operating profit, MEUR	4.4	17.8	-75.3	14.0	19.3	-27.7	31.9
Operating profit, %	36.9	67.5		48.3	54.3		48.1
Profit for the period, MEUR	3.4	16.0	-78.6	10.9	16.6	-34.2	26.5
Return on equity, annualised %	6.7	31.9		10.9	16.6		13.0
<b>Balance sheet key figures</b>							
Equity ratio, %	67.3	67.1		67.3	67.1		67.8
<b>Other key figures</b>							
Cost/income ratio, %	64.6	34.3		53.5	47.7		52.8
FTE (full-time equivalents), at the end of the period	127	125	1.8	127	125	1.8	118
Assets under management in Private Asset Management segment, BEUR	2.6	2.6		2.6	2.6		2.6
Guaranty insurance portfolio, BEUR	1.7	1.9		1.7	1.9		1.7

## Review by CEO Peter Ramsay



In the second quarter of 2024, we continued to promote our strategy that focuses on private asset management and direct investments. We advanced projects broadly in all business units. In addition, our investment organisation continued to assess direct investments.

Taaleri Group's continuing earnings grew by 3% to EUR 10.1 million in the second quarter, especially due to the development of the renewable energy business. Income was EUR 11.9 million, down from the corresponding period as a result of lower returns on investment operations. The operating profit margin was 36.9%.

In the Private Asset Management segment, continuing earnings grew by 7% to EUR 6.1 million. Operating profit fell from the corresponding period and was EUR 0.3 million. The decrease in operating profit was due to EUR 8.3 million in capital gains from the sale of the renewable energy project development portfolio in the corresponding period and EUR 1.5 million in performance fees recognised in the real estate business in the corresponding period. No corresponding capital gains or performance fees were recognised during the quarter ended. Without these items, the segment's operating profit was stronger than in the corresponding period.

The renewable energy business continued the fundraising for Taaleri SolarWind III Fund and the active development of the fund's project development portfolio. Several investors are currently conducting due diligence on the fund, and the amount of committed capital is expected to grow towards the end of the year. Our goal is to raise EUR 700 million for the fund. The Taaleri SolarWind II Fund focused on the high-quality and efficient operation of the wind and solar farms already in production. Preparations to exit the Taaleri Wind II and Taaleri Wind III Funds continued during the second quarter.

The bioindustry business continued preparations for the new venture capital fund and the evaluation of its investor base. The fund's fundraising will start in the early autumn after the anchor investors have been confirmed. The Taaleri Bioindustry I Fund promoted its strategy as planned by developing its portfolio companies and assessing potential new investments. The fund made its fourth investment in eniferBio, a company producing fungi-based mycoprotein, in the second quarter of the year. The construction work of the torrefied biomass plant in Joensuu is in the final stages, and we expect it to start production at the end of the year. In addition, we promoted the internationalisation of the bioindustry business by establishing a project development company in Canada to explore the opportunity to start production of torrefied biomass. During the review period, Taaleri also made an add-on investment in its associated company Fintoil by participating in the company's share issue.

The real estate business continued to implement its new strategy in the second quarter of the year. In addition to planning a new closed-end fund, we are strengthening the team through new recruitments. In accordance with the strategy, the focus of operations will shift more strongly to the structuring of new investment products, as well as to investment activities. We aim to develop and launch new products this year. The market has been challenging but may offer favourable opportunities in the future.

Garantia's insurance service result in the second quarter was at level with the corresponding period at EUR 3.5 million due to the sluggish development of the housing market. The combined ratio, which measures the profitability of insurance operations, improved to 26.5%. Garantia's net income from investment operations was EUR 1.4 million and the return on investment at fair value was 1.6% in the second quarter, mainly due to the favourable market development.

We continued to systematically advance our strategy during the second quarter. The operating environment is more positive than early in the year, as the interest rate environment is stabilising, and the transaction market shows subtle signs of picking up. While the fundraising environment continues to be challenging, signals at fundraising meetings have been positive. As an established player and thanks to our new products, we are in a good position and confident in our ability to capitalise on the next growth phase in our industry as the outlook cautiously improves.

## Outlook and financial targets

Taaleri's business outlook for the current financial year is described below. The outlook is based on Taaleri's understanding of business developments during the current financial year and in relation to the corresponding period.

### Private Asset Management

Continuing earnings from the renewable energy business are expected to develop positively during the financial year 2024. The operating profit for 2024 will depend on, among other things, the net income from the investment operations and the revision of the estimated performance fees of the exit-phase funds Taaleri Wind II and Taaleri Wind III Funds, or their final amount, and on the timing of such exits.

According to Taaleri's updated strategy, strong international growth is sought in Taaleri's bioindustry, real estate and other businesses, which is reflected in the profitability of Other private asset management and the increase in the number of employees. Operating profit in Other private asset management is expected to be negative for 2024.

### Garantia

Garantia's continuing earnings are expected to fall slightly from the level of the corresponding period, in particular due to the development of the Finnish housing market. In an interest rate environment in line with market expectations, Garantia's net income from investment operations is expected to develop positively compared to the corresponding period.

### Other group

The income from the Other group in 2024 is heavily dependent on changes in the fair value of non-strategic investments, and final exits in particular. The cost level of Group operations is expected to remain at approximately the level of the corresponding period.

### Long-term targets

Taaleri has set itself targets related to growth, return on invested capital and dividend payout. Taaleri's long-term targets are:

- Growth in Group's continuing earnings and performance fees at least 15 percent
- Return on equity at least 15 percent
- Dividend payout at least 50 percent of the FY profit.

## Operating environment and market prospects

Developments in the global economy and capital markets were more positive than expected in the second quarter of 2024, especially in the United States. In Europe, the development has been more moderate, and the economic signals have weakened during the summer. As inflation has slowed, upward pressures on interest rates have levelled off. As expected, the European Central Bank started lowering interest rates in the summer, and the first interest rate cuts in the United States are being priced for the autumn. The employment situation has softened slightly in both the eurozone and the United States, further containing inflationary pressures. Stock market uncertainty may increase in the United States as the presidential election, held in November, approaches.

Alternative investments have become an established component of institutional investors' portfolios, as they provide an opportunity to diversify risks and smooth out returns. However, growth in the asset class has slowed, and the fundraising environment remained challenging also in the second quarter of the year. The picking up of the M&A market would increase distributions to investors, which in turn would allow investors to commit capital into new private assets funds.

Several economic megatrends that support Taaleri's operations continue to be strong. In particular, more private capital will be needed in the future to achieve the global emission reduction, energy self-sufficiency and circular economy targets. The EU's Sustainable Finance Disclosure Regulation (SFDR) strengthens the position of sustainable investments. However, in the short and medium term, the market's pricing mechanisms and political decisions may have a negative impact on demand and profitability.

In the renewable energy business, the operating environment remained good overall, although Russia's war against Ukraine, the previous rise in interest rates and inflation have increased the costs of project construction and operation and created uncertainty among investors. In Eastern Europe, new support mechanisms have been launched to accelerate investments in renewable energy. While Europe has succeeded in reducing its dependence on Russian energy, the price of energy is still quick to react to changes in the global market. The price of electricity has fallen from last year's levels but remains generally higher in Central and Eastern Europe compared to previous years. The decline in electricity demand experienced in Europe in 2023 has halted, and consumption in the EU area was slightly higher in the second quarter than in the previous year.

The prolonged softer economic cycle has prolonged the implementation of financing arrangements and influenced the schedules of ongoing and planned projects in the operating environment of bioindustry. This has also increased variability in the valuation levels of portfolio company funding rounds. The poor availability and/or high price of certain raw materials and geopolitical tensions create uncertainty, which also temporarily slows down the emergence of new products and solutions based on the circular economy and bio-based materials. However, there are signs of a positive turnaround in the operating environment, and in the long term, sustainability elements are expected to guide customers' decision-making even further.

The prices of EU emission allowances that affect the demand for bioindustry products rose during the second quarter, and futures indicate upward pressures. However, the overall price level remains moderate. The price level of coal has fluctuated in response to general economic uncertainty and the geopolitical situation, but it is significantly lower than the record levels of 2022. The prices of domestic pulpwood and fuel wood have risen sharply since the beginning of the year, reaching a record high. This is due to a decrease in supply after the end of Russian imports and an increase in the use of wood for energy.

In the real estate market, the second quarter was moderate in terms of activity but showed an upward trend compared to the first quarter of the year. Buyers and sellers' perceptions of the pricing of assets have converged, boosting transactions. However, transaction volumes were lower than in the second quarter of last year. International investors represented about half of the total transaction volume.

In the operating environment of Garantia Insurance Company Ltd's insurance operations, economic uncertainty kept consumer confidence significantly below the long-term average and the activity in the housing markets remained low. The continuing low volume of housing transactions significantly affected the company's sales of residential mortgage guarantees. In Finland, the prolonged weak economic cycle was also reflected in a slight increase in unemployment, but the creditworthiness of the company's residential mortgage guarantee customers largely remained good, and no significant changes occurred in the risk position of the guaranty insurance portfolio. The housing market is expected to recover in the medium term, which will have a positive effect on Garantia's residential mortgage guaranty sales.

As a result of subdued economic activity, companies' willingness to invest has remained low and the number of bankruptcy filings have continued to rise. The demand for corporate financing has remained modest but in general, the credit worthiness of corporate counterparties in Garantia's insurance exposure has remained stable. Development in the investment market has been strong during the first half of 2024.

## Financial result

### Continuing earnings, income, and operating profit

Group, EUR million	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
<b>Continuing earnings</b>	<b>10.1</b>	<b>9.9</b>	<b>2.6%</b>	<b>20.4</b>	<b>19.7</b>	<b>3.5%</b>	<b>39.9</b>
Private Asset Management	6.1	5.6	7.2%	11.9	11.2	6.7%	24.4
Garantia	3.3	3.5	-4.5%	7.2	7.4	-1.6%	13.6
Other	0.7	0.7	0.1%	1.2	1.1	5.2%	1.9
<b>Income</b>	<b>11.9</b>	<b>26.3</b>	<b>-54.8%</b>	<b>28.9</b>	<b>35.6</b>	<b>-18.6%</b>	<b>66.3</b>
Private Asset Management	6.4	16.1	-59.9%	13.1	21.3	-38.3%	42.3
Garantia	4.7	5.2	-9.4%	13.4	10.0	34.4%	18.3
Other	0.7	5.0	-85.2%	2.4	4.3	-44.1%	5.7
<b>Operating profit</b>	<b>4.4</b>	<b>17.8</b>	<b>-75.3%</b>	<b>14.0</b>	<b>19.3</b>	<b>-27.7%</b>	<b>31.9</b>
Private Asset Management	0.3	9.0	-96.6%	0.8	8.2	-90.5%	14.9
Garantia	4.7	4.9	-4.8%	13.2	9.3	41.6%	16.8
Other	-0.6	3.8	n/a	0.0	1.8	-98.8%	0.1

The Group's share of the result of associated companies is taken into account in the segment income. In addition, transit items that have no effect on the result for the financial year have been eliminated from segment income. Segment information and the reconciliation statement to the IFRS income statement are presented on pages 30-31.

#### April-June 2024

The Group's continuing earnings grew by 2.6% to EUR 10.1 (9.9) million during the second quarter of the year. The Private Asset Management segment's continuing earnings grew by 7.2%, but the Garantia segment's continuing earnings fell by 4.5%. In the Garantia segment, the insurance service result remained materially at the level of the corresponding period, but net finance income and expense from insurance turned negative due to the higher level of discount rates.

No performance fees were recognised in the second quarter, while EUR 1.5 million in performance fees was recognised in the corresponding period. The Group's net income from investment operations was EUR 1.8 (15.0) million, of which the majority of EUR 1.4 million came from the Garantia segment. The net income from investment operations in the corresponding period

included a capital gain of EUR 8.3 million from the sale of the renewable energy project development portfolio. The Group's income fell to EUR 11.9 (26.3) million, while the corresponding period was particularly strong.

The Group's operating expenses totalled EUR 7.5 (8.6) million, including EUR 3.4 (4.0) million of personnel costs and EUR 1.4 (1.9) million of fee and commission expenses. The Group's operating profit was EUR 4.4 (17.8) million, corresponding to 36.9% (67.5) of income.

In the Group's consolidated IFRS income statement, income fell by 46.9% to EUR 12.6 (23.8) million. In the consolidated IFRS income statement, the profit for the period was EUR 3.4 (16.0) million and other comprehensive income items were EUR 0.8 (-0.1) million, consisting mainly of changes in fair value, so the Group's total comprehensive income was EUR 4.3 (15.9) million.

#### January–June 2024

The Group's continuing earnings grew by 3.5% to EUR 20.4 (19.7) million during the first half of the year. The Private Asset Management segment's continuing earnings grew by 6.7%, but the Garantia segment's continuing earnings fell by 1.6%. In the Garantia segment, the insurance service result grew by 2.1% to EUR 7.5 (7.3) million in January–June, but the net finance income and expense from insurance took a negative turn due to the rise in discount rates, which caused the continuing earnings to decline.

No performance fees were recognised in January–June, while EUR 1.5 million in performance fees was recognised in the corresponding period. The Group's net income from investment operations was EUR 8.5 (14.4) million, including EUR 6.2 (2.6) million from the Garantia segment, EUR 1.2 (8.6) million from the Private Asset Management segment and EUR 1.2 (3.1) million from the Other group. The Group's income fell to EUR 28.9 (35.6) million despite the increase in continuing earnings due to the strong net income from investment operations in the corresponding period. The net income from investment operations in the corresponding period included a capital gain of EUR 8.3 million from the sale of the renewable energy project development portfolio.

The Group's operating expenses totalled EUR 15.0 (16.2) million in January–June, including EUR 7.3 (8.3) million of personnel costs and EUR 2.9 (3.4) million of fee and commission expenses. The Group's operating profit was EUR 14.0 (19.3) million, corresponding to 48.3% (54.3) of income.

In the Group's consolidated IFRS income statement, income fell by 12.3% to EUR 29.8 (34.0) million. In the consolidated IFRS income statement, the profit for the period was EUR 10.9 (16.6) million and other comprehensive income items were EUR 1.4 (0.8) million, consisting mainly of changes in fair value, so the Group's total comprehensive income was EUR 12.4 (17.4) million.

## Balance sheet, investments, and financing

The balance sheet total of Taaleri Group at the end of the review period was EUR 285.4 (31 December 2023: 307.9) million. At the end of the review period, the Group's cash and cash equivalents totalled EUR 23.2 (31 December 2023: 38.3) million after the parent company distributed EUR 28.2 million in dividends in April. Investments were EUR 218.8 (31 December 2023: 228.3) million, corresponding to 76.6% (31 December 2023: 74.2) of the Group's balance sheet total. Of the investments, EUR 155.0 (31 December 2023: 160.6) million consisted of Garantia's investment portfolio, EUR 37.6 (31 December 2023: 32.3) million of direct investments in the Private Asset Management segment and EUR 26.1 (31 December 2023: 35.5) million of non-strategic investments<sup>1</sup>. At the end of the review period, the Group's accrued income included unrealised performance fees of EUR 14.2 (31 December 2023: 14.2) million.

The liabilities of the Group totalled EUR 93.5 (31 December 2023: 99.3) million, of which insurance contract liabilities were EUR 44.3 (31 December 2023: 45.6) million and interest-bearing liabilities were 14.9 (31 December 2023: 14.9) million. The interest-bearing liabilities consisted of Taaleri Plc's Tier 2 bond.

At the end of June, Taaleri Group's equity was EUR 192.0 (31 December 2023: 208.6) million. The Group's equity ratio remained strong at 67.3% (31 December 2023: 67.8), and the Group's annualised return on equity during the review period January–June stood at 10.9% (16.6).

---

<sup>1</sup> On 7 August 2024, Taaleri announced that it had changed the composition of the reported segments by transferring Aktia Bank Plc's shareholding from the Strategic Investments segment to the Other group. The change in segment reporting results from the sale of a total of 150,000 Aktia Bank Plc shares by Taaleri Plc during the period from 1 April to 30 June 2024. The shares are included in Taaleri's non-strategic investment portfolio. The information for the corresponding period has been adjusted accordingly.

## Business segments

Taaleri's continuing operations include two reported segments: Private Asset Management, which is divided to Renewable energy and Other private asset management, and Garantia. The group Other presents Group's non-strategic investments, Taaleri Kapitaali and Group operations not included in the business segments.

On 7 August 2024, Taaleri announced that it had changed the composition of the reported segments by transferring Aktia Bank Plc's shareholding from the Strategic Investments segment to the Other group. Starting from this half-year financial report, the previous Strategic Investments segment includes only Garantia's business, and the segment will henceforth be called Garantia. Taaleri received Aktia Bank Plc shares on 30 April 2021 as part of the sale of the wealth management operations. The change in segment reporting results from the sale of a total of 150,000 Aktia Bank Plc shares by Taaleri Plc during the period from 1 April to 30 June 2024. The information for the corresponding period has been adjusted accordingly.

The segment-specific income statements are presented on pages 30–31.

### Private Asset Management

In reporting, the Private Asset Management segment is divided into Renewable energy and Other private asset management. Renewable energy includes Taaleri Energia, which develops and invests in industrial-scale wind and solar power projects and energy storage systems. It also manages investments throughout their lifecycle. The other areas within Private Asset Management include Taaleri's bioindustry, real estate and other businesses. Group investments that support the core business and the development of the businesses reported under the Private Asset Management segment are reported under the segment. Such investments include, for example, seed investments in new funds. Group investments are presented in further detail under segment information on page 32.

Private Asset Management, EUR million	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
Continuing earnings	6.1	5.6	7.2%	11.9	11.2	6.7%	24.4
Performance fees	-	1.5	-	-	1.5	-	1.5
Investment operations	0.4	9.0	-95.6%	1.2	8.6	-86.2%	16.5
<b>Income</b>	<b>6.4</b>	<b>16.1</b>	<b>-59.9%</b>	<b>13.1</b>	<b>21.3</b>	<b>-38.3%</b>	<b>42.3</b>
Personnel costs	-2.8	-3.3	-15.4%	-5.6	-6.2	-9.3%	-11.6
Other costs	-3.4	-3.8	-11.8%	-6.7	-6.9	-2.4%	-15.8
<b>Operating profit</b>	<b>0.3</b>	<b>9.0</b>	<b>-96.6%</b>	<b>0.8</b>	<b>8.2</b>	<b>-90.5%</b>	<b>14.9</b>
FTE, at the end of the period	88	83	5.2%	88	83	5.2%	82

Private Asset Management segment's direct investments, EUR million	30.6.2024	31.12.2023	Change, %
<b>Investments and receivables, fair value</b>	<b>37.6</b>	<b>32.3</b>	<b>16.5%</b>
Renewable energy	20.2	19.3	4.3%
Real estate	0.0	0.2	-100.0%
Bioindustry	17.4	12.8	36.5%

### Renewable energy

Renewable energy, EUR million	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
Continuing earnings	4.8	4.0	21.9%	9.4	7.9	18.9%	18.1
Performance fees	-	-	-	-	-	-	-
Investment operations	0.7	8.9	-92.6%	1.4	8.6	-83.4%	17.2
<b>Income</b>	<b>5.5</b>	<b>12.9</b>	<b>-57.4%</b>	<b>10.8</b>	<b>16.5</b>	<b>-34.5%</b>	<b>35.4</b>
Personnel costs	-1.5	-2.4	-36.1%	-3.2	-4.2	-24.5%	-7.6
Other costs	-2.4	-2.4	-2.1%	-4.7	-4.5	3.8%	-11.4
<b>Operating profit</b>	<b>1.6</b>	<b>8.1</b>	<b>-80.3%</b>	<b>3.0</b>	<b>7.8</b>	<b>-62.0%</b>	<b>16.3</b>
FTE, at the end of the period	51	50	2.0%	51	50	2.0%	48
Assets under management, EUR billion	1.6	1.5		1.6	1.5		1.6

#### April–June 2024

The continuing earnings of the renewable energy business grew in second quarter by 21.9% to EUR 4.8 (4.0) million, mainly due to the fees generated by the Taaleri SolarWind III Fund, which made its first closing in 2023. No performance fees were recognised during the review period. Net income from investment operations was EUR 0.7 (8.9) million, of which the majority of EUR 0.6 (0.7) million was from invoicing related to renewable energy projects, the corresponding costs of which were recognised in operating expenses in the same amount. The net income from investment operations in the corresponding period included a capital gain of EUR 8.3 million from the sale of the project development portfolio to the Taaleri SolarWind III Fund. Accordingly, income from the renewable energy business fell to EUR 5.5 (12.9) million.

Operating expenses totalled EUR 3.9 (4.8) million, of which fee and commission expenses were EUR 1.0 (1.1) million and personnel costs were EUR 1.5 (2.4) million. The personnel costs decreased as the corresponding period included variable personnel costs related to the first closing of the Taaleri SolarWind III Fund. In the quarter ended, other operating expenses included EUR 0.6 (0.7) million of fully passed-on costs, with the corresponding income recognised in the net income from investment operations. Operating profit for the renewable energy business was EUR 1.6 (8.1) million, corresponding to a profit margin of 29.1%.

During the second quarter, the renewable energy business continued the fundraising for Taaleri SolarWind III Fund and the active development of the fund's project development portfolio. Investors launched new due diligence processes during the second quarter. By the end of the review period, construction decisions have been made on three projects of the Taaleri SolarWind III Fund. The Taaleri SolarWind II Fund focused on the high-quality and efficient operation of the wind and solar farms already in production. Preparations continued to exit the Taaleri Wind II and Taaleri Wind III Funds, which are at the end of their lifecycle.

#### January–June 2024

The continuing earnings of the renewable energy business grew in January–June by 18.9% to EUR 9.4 (7.9) million, mainly due to the fees generated by the Taaleri SolarWind III Fund, which made its first closing in 2023. No performance fees were recognised during the review period. Net income from investment operations was EUR 1.4 (8.6) million, including EUR 0.5 (-0.3) million of changes in the fair value of the Private Asset Management segment's direct renewable energy investments. However, the net income from investment operations in the corresponding period included a capital gain of EUR 8.3 million from the sale of the project development portfolio to the Taaleri SolarWind III Fund. In addition, EUR 1.1 (0.7) million of invoicing related to renewable energy projects was recognised in net income from investment operations, the corresponding costs of which were recognised in operating expenses in the same amount. Income from the renewable energy business decreased to EUR 10.8 (16.5) million due to the particularly strong net income from investment operations in the corresponding period.

Operating expenses totalled EUR 7.9 (8.7) million, of which fee and commission expenses were EUR 2.1 (2.1) million and personnel costs were EUR 3.2 (4.2) million. The personnel costs decreased as the corresponding period included variable personnel costs related to the first closing of the Taaleri SolarWind III Fund. Other operating expenses included EUR 1.1 (0.7) million of fully passed-on costs, with the corresponding income recognised in the net income from investment operations. Operating profit for the renewable energy business was EUR 3.0 (7.8) million, corresponding to a profit margin of 27.3% (47.1).

During the first half of the year, the renewable energy business continued fundraising for the Taaleri SolarWind III Fund to increase the amount of investment commitments from the EUR 430 million achieved after the second closing at the end of 2023. Several investors are in the process of conducting due diligence. The development of the Taaleri SolarWind III Fund's project development portfolio continued throughout the first half of the year. By the end of the review period, construction decisions have been made on three projects of the Taaleri SolarWind III Fund. During the review period, the Taaleri SolarWind II Fund focused on the high-quality and efficient operation of the wind and solar farms already in production. Preparations to exit the Taaleri Wind II and Taaleri Wind III Funds continued.

### Other private asset management

Other private asset management, EUR million	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
Continuing earnings	1.2	1.7	-27.7%	2.5	3.3	-22.7%	6.2
Performance fees	-	1.5	-	-	1.5	-	1.5
Investment operations	-0.3	0.0	n/a	-0.2	-0.0	>100.0%	-0.8
<b>Income</b>	<b>0.9</b>	<b>3.2</b>	<b>-70.2%</b>	<b>2.3</b>	<b>4.8</b>	<b>-51.8%</b>	<b>7.0</b>
Personnel costs	-1.2	-0.9	41.9%	-2.4	-2.0	23.2%	-4.0
Other costs	-1.0	-1.4	-28.6%	-2.0	-2.4	-14.2%	-4.4
<b>Operating profit</b>	<b>-1.3</b>	<b>0.9</b>	<b>n/a</b>	<b>-2.2</b>	<b>0.4</b>	<b>n/a</b>	<b>-1.4</b>
FTE, at the end of the period	37	33	11.4%	37	33	11.4%	34
Assets under management, EUR billion	1.0	1.1		1.0	1.1		1.0

#### April–June 2024

Continuing earnings from Taaleri's bioindustry, real estate and other businesses in the second quarter fell by 27.7% to EUR 1.2 (1.7) million. The decrease in continuing earnings was partly due to the decrease in mandated fees for the real estate business and private equity fund management fees, but also due to Taaleri's share of the profit of WasteWise Group, which has been consolidated into the bioindustry business as an associated company from July 2023 onwards.<sup>2</sup> No performance fees were recognised in the review period, while EUR 1.5 million in performance fees was recognised in the corresponding period. On the

<sup>2</sup> Taaleri's share of WasteWise Group's profit for the period is consolidated to Taaleri Group by using the equity method since the company is an associated company of Taaleri. Taaleri's share of WasteWise Group's profit is consolidated into the continuing earnings of the bioindustry business in segment reporting.



other hand, EUR -0.3 million worth of changes in the fair value of Taaleri's direct investments reported under the Private Asset Management segment were recorded in the investment result of Other private asset management. Thus, income from the bioindustry, real estate and other businesses fell to EUR 0.9 (3.2) million in the quarter ended.

Operating expenses in Other private asset management totalled EUR 2.2 (2.3) million, including EUR 0.4 (0.8) million in fee and commission expenses and EUR 1.2 (0.9) million in personnel costs. Personnel costs included EUR 0.3 (0.0) million in variable personnel costs. Operating profit (loss) from Taaleri's bioindustry, real estate and other businesses was EUR -1.3 (0.9) million.

During the review period, the real estate business continued the structuring of new investment products and investment activities in accordance with its strategy, which was updated in the first months of the year. The business unit started planning a new closed-end fund and proceeded with recruitments of key personnel to support the strategy. At the beginning of the review period, the real estate business negotiated and implemented new fund-level financing for the Aktia Commercial Properties special investment fund for which the real estate business acts as portfolio manager, while conducting financing arrangements in other funds it manages.

During the review period, the bioindustry business continued value creation by ramping up funded projects and arranging financing for the portfolio companies of the Taaleri Bioindustry I Fund. In the second quarter, the fund made its fourth investment in eniferBio, whose patented technology enables the biotechnological conversion of industrial side streams into fungi-based mycoprotein. The investment will enable the construction of a new industrial-scale plant for producing food-grade mycoprotein. The preparations for the new venture capital fund continued and the fundraising for the fund will start in the autumn after the anchor investors have been confirmed.

During the review period, Taaleri made an add-on investment in its associated company Fintoil, which is reported under the bioindustry business, by participating in the company's share issue. Simultaneously, Taaleri's holding in Fintoil increased from 24.0% to 39.6%. The bioindustry business also proceeded with the completion of the construction work of the torrefied biomass plant in Joensuu during the review period. Taaleri is further exploring the opportunity to start torrefied biomass production internationally and, at the end of the review period, the bioindustry business founded a project development company for torrefied biomass production in Canada.

#### **January–June 2024**

Continuing earnings from Taaleri's bioindustry, real estate and other businesses in the first half of the year fell by 22.7% to EUR 2.5 (3.3) million. The decrease in continuing earnings was partly due to the decrease in mandated fees for the real estate business and private equity fund management fees, but also due to Taaleri's share of the profit of WasteWise Group, which has been consolidated into the bioindustry business as an associated company from July 2023 onwards. In the half ended, no performance fees were recognised, while EUR 1.5 million in performance fees was recognised in the corresponding period. Income from the bioindustry, real estate and other businesses fell to EUR 2.3 (4.8) million.

Operating expenses in Other private asset management totalled EUR 4.5 (4.4) million, including EUR 0.8 (1.3) million in fee and commission expenses and EUR 2.4 (2.0) million in personnel costs. The increase in personnel costs is explained by the increased number of personnel and higher accruals for variable personnel costs than in the corresponding period. Operating profit (loss) from Taaleri's bioindustry, real estate and other businesses was EUR -2.2 (0.4) million in the half ended.

The real estate business updated its strategy in the first months of the year. In accordance with the new strategy, the focus of operations will shift more strongly to the structuring of new investment products, as well as to investment activities. The business unit started the development of new products and services to promote the strategy, implemented an organisational change to support the strategy and proceeded with necessary recruitments in the first half of the year. The sale of the only investment in the fund of Taaleri Rauma Housing Fund IV Ky during the review period optimised the product portfolio. In addition, during the review period, the business negotiated and restructured the financing arrangements of the funds it manages.

During the review period, the bioindustry business continued value creation by ramping up funded projects and arranging financing for the portfolio companies of the Taaleri Bioindustry I Fund. The business unit identified several new potential investee companies for the fund and made its fourth investment in the Finnish growth company eniferBio. The fundraising preparations for the new venture capital fund continued in the form of preliminary investor meetings. The business unit also continued the construction work of the torrefied biomass plant in Joensuu. Feedback from customers has been positive and production is expected to start at the end of the year.

The bioindustry business took the first steps towards internationalisation during the review period in the form of a torrefied biomass project development company established in Canada and recruitment of new personnel.

## Taaleri's private equity funds in a table

Renewable energy, EUR million	Founded	Product	Business area	AUM Q2 2024	Stage of the fund
Taaleri Wind Fund II Ky	2014	Private equity fund	Renewable energy		Invested
Taaleri Wind Fund III Ky	2016	Private equity fund	Renewable energy		Invested
Taaleri SolarWind I Ky	2016	Private equity fund	Renewable energy		Invested
Taaleri SolarWind II Feeder Fund Ky	2019	Feeder fund	Renewable energy		Invested
Taaleri Wind Fund IV Ky	2019	Co-investment fund	Renewable energy		Invested
Taaleri SolarWind II	2019	Private equity fund	Renewable energy		Invested
Taaleri SolarWind III	2023	Private equity fund	Renewable energy		Fundraising
Managed accounts	2019-	Managed accounts	Renewable energy		Invested
<b>Renewable energy total</b>				<b>1,645</b>	
Other private asset management, EUR million	Founded	Product	Business area	AUM Q2 2024	Stage of the fund
Taaleri Real Estate Development Fund Ky	2015	Private equity fund	Real estate		Invested
Taaleri Multifunctional Properties Ky	2018	Private equity fund	Real estate		Invested
Taaleri Property Fund I Ky	2015	Private equity fund	Real estate		Invested
Taaleri Property Fund II Ky	2016	Private equity fund	Real estate		Invested
Taaleri Rental Home Ky	2016	Private equity fund	Real estate		Invested
Taaleri Housing Fund VIII Ky	2021	Private equity fund	Real estate		Investing period
Managed accounts	2021-	Managed accounts	Real estate		Investing period
<b>Real estate total</b>				<b>678</b>	
Taaleri Biorefinery Ky	2020	Co-investment	Bioindustry		Invested
Joensuu Biocoal	2021	Co-investment	Bioindustry		Investing period
Taaleri Bioindustry I Ky	2021	Private equity fund	Bioindustry		Investing period
<b>Bioindustry total</b>				<b>164</b>	
<b>Other funds total</b>				<b>149</b>	
<b>Other private asset management total</b>				<b>991</b>	
<b>Taaleri's Private Asset Management segment total, EUR million</b>				<b>2,636</b>	

The assets under management of the Private Asset Management segment reported by Taaleri Group are assets that generate continuing earnings and include both equity and debt financing. If Taaleri's earnings are based on the amount of investment commitments, the assets under management are also based on the investment commitments. Assets under management in real estate mandates are gross assets under management in portfolio management mandates and market value of real estate portfolios under management in other real estate management mandates.

## Garantia

The objective of Garantia is to modernise collateral practices and provide customers with easy and cost-effective guaranty solutions and new business opportunities through digital channels. The company's business is divided into guaranty insurance and investment operations.

Garantia, EUR million	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
Insurance service result	3.5	3.5	-0.9%	7.5	7.3	2.1%	13.5
Insurance revenue	4.7	4.8	-1.7%	9.8	9.8	-0.2%	19.0
Insurance service expenses	-1.2	-1.2	-1.0%	-2.2	-2.3	-6.3%	-4.9
Net expenses from reinsurance contracts	-0.1	-0.1	-29.6%	-0.2	-0.2	-14.5%	-0.5
Net finance income and expense	-0.1	0.0	n/a	-0.2	0.0	n/a	0.0
Net income from investment operations	1.4	1.7	-19.4%	6.2	2.6	> 100.0%	4.7
Other income	0.0	0.0	36.6%	0.0	0.0	23.6%	0.0
<b>Income</b>	<b>4.7</b>	<b>5.2</b>	<b>-9.4%</b>	<b>13.4</b>	<b>10.0</b>	<b>34.4%</b>	<b>18.3</b>
Personnel costs	-0.0	-0.3	-95.8%	-0.2	-0.7	-68.9%	-1.4
Other costs	-0.0	-0.0	8.0%	-0.0	-0.0	35.9%	-0.1
<b>Operating profit</b>	<b>4.7</b>	<b>4.9</b>	<b>-4.8%</b>	<b>13.2</b>	<b>9.3</b>	<b>41.6%</b>	<b>16.8</b>
FTE, at the end of the period	20	20	-2.0%	20	20	-2.0%	19

Garantia	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
Claims ratio (IFRS), %	3.1%	3.8%	-0.7%-p.	-0.1%	3.1%	-3.2%-p.	4.5%
Expense ratio (IFRS), %	21.5%	20.7%	0.8%-p.	22.1%	20.3%	1.8%-p.	21.5%
Reinsurance ratio (IFRS), %	1.9%	2.6%	-0.7%-p.	1.9%	2.2%	-0.3%-p.	2.7%
Combined ratio (IFRS), %	26.5%	27.1%	-0.6%-p.	23.9%	25.6%	-1.8%-p.	28.7%
Return on investments at fair value, %	1.6%	0.8%	0.8%-p.	4.9%	2.4%	2.5%-p.	6.9%
<b>Net income from investment operations</b>							
Recognised in in PL, MEUR	1.4	1.7	-19.4%	6.2	2.6	> 100.0%	4.7
Recognised in OCI, MEUR	1.1	-0.5	n/a	1.4	0.9	52.8%	5.7
<b>Total net income from investment operations, MEUR</b>	<b>2.5</b>	<b>1.2</b>	<b>&gt; 100.0%</b>	<b>7.6</b>	<b>3.5</b>	<b>&gt; 100.0%</b>	<b>10.4</b>

Garantia	30.6.2024	31.12.2023	Change, %
Investment portfolio, fair value, MEUR	157.0	164.0	-4.3%
Shares and funds	31.5	14.4	118.8%
Private equity funds	5.4	5.2	2.8%
Real estate property funds	2.5	2.3	9.4%
Debt instruments, fair value through PL	24.2	35.2	-31.4%
Debt instruments, fair value through OCI	92.7	105.3	-12.0%
Cash and cash equivalents	0.7	1.5	-51.3%
Guaranty insurance portfolio, MEUR	1,745	1,749	-0.2%
Solvency ratio, %	271.2%	245.7%	25.5%-p.
Credit rating (S&P)	A-	A-	-

### April-June 2024

Garantia's income in the second quarter was EUR 4.7 (5.2) million. The decrease in income was mainly a result of lower net investment income recognised in profit & loss compared to the corresponding period last year.

Insurance service result remained at the corresponding period's level at EUR 3.5 (3.5) million. Insurance revenue decreased slightly to EUR 4.7 (4.8) million and insurance service expenses remained at the level of the comparison period at EUR 1.2 (1.2) million. The drop in insurance revenue was driven by a decrease in insurance exposure caused by a lower level of underwriting in residential mortgage guarantees. The combined ratio (IFRS) improved slightly and fell to 26.5% (27.1) in the second quarter as a result of reduced insurance service expenses and net expenses from reinsurance contracts.

Total net income from investment operations in the second quarter stood at EUR 2.5 (1.2) million. It was divided into net income from investment operations recognised in profit & loss and to changes in fair values in other comprehensive income. Net income from investment operations recognised in profit & loss amounted to EUR 1.4 (1.7) million and the changes in fair values in other comprehensive income amounted to EUR 1.1 (-0.5) million. The increase in total net income from investment operations was driven by the strong stock market performance and stabilising interest rate environment, which had a positive impact on unrealised fair value changes in other comprehensive income.

Other expenses amounted to EUR 0.0 (0.3) million. They include the proportion of the company's expenses that is not related to insurance operations, such as variable personnel costs.

Operating profit amounted to EUR 4.7 (4.9) million. The result at fair value before tax was EUR 5.7 (4.4) million.

#### January–June 2024

During the first half of the year, Garantia continued to build new partnerships and engaged in the development of existing and new products. Garantia's income in the first six months was EUR 13.4 (10.0) million. The increase in income was mainly a result of higher net investment income recognised in profit & loss compared to the corresponding period last year.

Insurance service result improved by 2.1% to EUR 7.5 (7.3) million in the review period. Insurance service result was mainly affected by lower insurance service expenses. Insurance revenue remained at corresponding period's level at EUR 9.8 (9.8) million. The combined ratio (IFRS) improved and dropped to 23.9% (25.6) in the first half of the year as a result of reduced insurance service expenses.

Total net income from investment operations stood at EUR 7.6 (3.5) million. It was divided into net income from investment operations recognised in profit & loss and to changes in fair values in other comprehensive income. Net income from investment operations recognised in profit & loss amounted to EUR 6.2 (2.6) million and the changes in fair values in other comprehensive income amounted to EUR 1.4 (0.9) million. Increase in the total net income from investment operations was driven by strong performance of stock market and stabilising interest rate environment, which had a positive impact on unrealised fair value changes in other comprehensive income.

Other expenses amounted to EUR 0.2 (0.7) million. Other expenses include the proportion of the company's expenses that is not related to insurance operations, such as variable personnel costs.

Operating profit amounted to EUR 13.2 (9.3) million. The result at fair value before tax was EUR 14.6 (10.2) million.

#### Insurance operations

Garantia's insurance revenue remained at the level of the comparison period during the first half of the year and amounted to EUR 9.8 (9.8) million. Guaranty insurance exposure decreased by 0.2% and stood at EUR 1,745 (31 December 2023: 1,749) million at the end of the second quarter.

Insurance service expenses amounted to EUR 2.2 (2.3) million in the first half. Insurance service expenses were mainly decreased due to changes in liability of insurance claims, which were affected by changes in estimates of cashflows that relate to claims that have incurred but not reported (IBNR) to Garantia. For the same reason, claims ratio (IFRS) for the first half of the year was negative at -0.1% (2.4). Expense ratio (IFRS) slightly increased to 22.1% (20.3).

Net expenses from reinsurance contracts amounted to EUR 0.2 (0.2) million during the review period. Reinsurance ratio (IFRS) stood at 1.9% (2.2).

Garantia's combined ratio (IFRS) was 23.9% (25.6) in the first half of the year. The profitability of insurance operations was very good.

Of the total guaranty insurance exposure, EUR 1,383 (31 December 2023: 1,397) million, or 79% (80), was made up of consumer exposure and EUR 361 (31 December 2023: 352) million, or 21% (20), of corporate exposure. The consumer exposure includes residential mortgage guarantees and rent guarantees underwritten to private households. The corporate exposure includes corporate loan guarantees, commercial bonds, and other business-related guarantees underwritten to corporates and other organisations.

Most of the consumer exposure is made up of the residential mortgage guaranty portfolio, which had no material changes to its risk position in the first half of the year. The portfolio is well-diversified with respect to counterparties, geographical location of collateral properties and time of underwriting. In addition, the creditworthiness of counterparties in the portfolio is very good on average. The credit risks of the portfolio are also limited with an excess-of-loss portfolio reinsurance arrangement. However, increased interest rates, a weakened economy and increased unemployment have in general put a strain on the debt service capacity of mortgage borrowers. Housing prices have also come down during the first half of the year, resulting in lower residential collateral values. Despite the challenging environment, claims have not materially increased, thanks to the good underlying creditworthiness of the borrowers.

The creditworthiness of the corporate counterparties in the company's guaranty insurance portfolio has remained good on average, although the weakened economic environment has had an impact on the creditworthiness of individual counterparties. The share of corporate exposures with investment grade ratings of AAA..BBB- amounted to 31.4% (31 December 2023: 31.1), and the share of exposures rated BB- or better made up 65.8% (71.4) of all rated corporate exposures. The share of exposures with weak ratings of C+ or lower came down to 2.5% (31 December 2023: 2.8).

The principal industry sectors in the corporate portfolio were wholesale trade at 20.0% (31 December 2023: 20.8) manufacturing at 15.4% (31 December 2023: 19.1), financial and insurance services at 14.2% (31 December 2023: 11.7) and construction at 11.2% (31 December 2023: 12.3). The shares of other industry sectors were all less than 10%.

### Investment operations

Total net income from investment operations in the first half of the year stood at EUR 7.6 (3.5) million. Net income from investment operations recognised in profit & loss amounted to EUR 6.2 (2.6) million and the changes in fair values in other comprehensive income amounted to EUR 1.4 (0.9) million. Hence, the return on investments at fair value was 4.9% (2.4).

Increase in the total net income from investment operations was driven by strong performance of the stock market and stabilising interest rate environment. The S&P500 index, mirroring the US stock market development critical for the entire global economy, rose 14% during the first six months of the year. ECB started rate cuts in June 2024 as expected. Euribor 12, which is used as a reference rate for most of the mortgages in Finland, has remained stable at 3.5–3.7% during the first six months of the year.

At the end of the review period, the fair value of Garantia's investment portfolio was EUR 157 (31 December 2023: 164) million. In addition to accumulated investment returns and insurance cashflow, the value of the investment portfolio was affected by the EUR 15 million dividend payment to the parent company in the first quarter as well as corporation tax paid.

In investment operations, the overall risk level was moderately increased by increasing the allocation to equity index funds and increasing the duration of the bond portfolio. At the end of the reporting period, fixed-income investments made up 74.9% (31 December 2023: 86.6), equity & private equity investments 23.5% (31 December 2023: 12.0) and real estate investments 1.6% (31 December 2023: 1.4). The majority of the fixed income investments was made up of investments in bonds of Nordic companies, credit institutions and insurance companies with strong creditworthiness. The fixed-income investments also include bond funds that invest in government debt securities. The proportion of investment grade-rated fixed-income investments was 66.3% (31 December 2023: 66.0). The modified duration of the fixed-income investments was 3.0% (31 December 2023: 2.4).

### Credit rating

On 14 December 2023, Standard & Poor's Global Ratings (S&P) affirmed the credit rating of A- with stable outlook for Garantia Insurance Company<sup>3</sup>.

## Other

The group Other is used to present the Group's non-strategic investments, Taaleri Kapitaali and Group operations not included in the business segments.

On 7 August 2024, Taaleri announced that it had changed the composition of the reported segments by transferring Aktia Bank Plc's shareholding from the Strategic Investments segment to the Other group. The change in segment reporting results from the sale of a total of 150,000 Aktia Bank Plc shares by Taaleri Plc during the period from 1 April to 30 June 2024. The shares are included in Taaleri's non-strategic investment portfolio. The information for the corresponding period has been adjusted accordingly. On 30 June 2024, Taaleri's non-strategic investments totalled EUR 26.1 (31 December 2023: 35.5) million.

At the beginning of the year, Taaleri received the purchase price receivable of a real estate project located in Canada that was part of non-strategic investments, which is why the non-strategic portfolio decreased by EUR -8.6 million. The payment of the purchase price receivable had no effect on the result. In addition, a change in value of EUR 0.7 million was recognised for Turun Toriparkki Oy, and part of the Aktia shares were sold for approximately EUR -1.4 million. The Group investments are presented in further detail under segment information on page 32.

Other, EUR million	4-6/2024	4-6/2023	Change, %	1-6/2024	1-6/2023	Change, %	1-12/2023
Continuing earnings	0.7	0.7	0.1%	1.2	1.1	5.2%	1.9
Performance fees	-	-	-	-	-	-	-
Investment operations	0.0	4.3	-99.7%	1.2	3.1	-62.0%	3.8
<b>Income</b>	<b>0.7</b>	<b>5.0</b>	<b>-85.2%</b>	<b>2.4</b>	<b>4.3</b>	<b>-44.1%</b>	<b>5.7</b>
Personnel costs	-0.6	-0.4	48.2%	-1.4	-1.4	2.5%	-3.1
Other costs	-0.7	-0.8	-5.2%	-0.9	-1.1	-12.6%	-2.5
<b>Operating profit</b>	<b>-0.6</b>	<b>3.8</b>	<b>n/a</b>	<b>0.0</b>	<b>1.8</b>	<b>-98.8%</b>	<b>0.1</b>
FTE, at the end of the period	20	22	-9.6%	20	22	-9.6%	17

<sup>3</sup> The credit rating concerns the company's Issuer Credit Rating (ICR), Financial Strength Rating (FSR) and Financial Enhancement Rating (FER).

Non-strategic investments, EUR million	30.6.2024	31.12.2023	Change, %
<b>Investments and receivables, fair value</b>	<b>26.1</b>	<b>35.5</b>	<b>-26.5%</b>
Real estate	15.0	22.7	-33.7%
Other investments	11.1	12.9	-13.7%

#### April–June 2024

In the second quarter of the year, the income of the Other group totalled EUR 0.7 (5.0) million, consisting of continuing earnings of EUR 0.7 (0.7) million and net income from investment operations of EUR 0.0 (4.3) million. The net income from investment operations in the corresponding period was affected by, among other things, changes in fair value of EUR 3.2 million in the non-strategic investment portfolio.

Operating expenses were EUR 1.4 (1.2) million, of which personnel costs amounted to EUR 0.6 (0.4) million. The Other group's operating profit (loss) in the second quarter was EUR -0.6 (3.8) million.

#### January–June 2024

In the first half of the year, the income of the Other group totalled EUR 2.4 (4.3) million, consisting of continuing earnings of EUR 1.2 (1.1) million and income from investment operations of EUR 1.2 (3.1) million. EUR 0.7 (0.6) million of the net income from investment operations of the Other group was from dividends generated by Aktia Bank Plc's shares. The net income from investment operations in the corresponding period was also affected by changes in fair value in the non-strategic investment portfolio.

Operating expenses were EUR 2.4 (2.5) million, of which personnel costs amounted to EUR 1.4 (1.4) million. The Other group's operating profit (loss) in the first half of the year was EUR 0.0 (1.8) million.

## Sustainability

#### Focuses in 2024

- Climate change mitigation
- Responsible partnerships
- Sustainability data and reporting
- Sustainability management

#### Progress Q2/2024

- Supporting the climate work of portfolio companies
- Updating procurement guidelines
- Data-driven analysis of sustainability impacts in the value chain
- Commissioning a software tool customised for the sustainability data of private equity funds
- Updating sustainability criteria for remuneration

#### In the second quarter of the year, we developed sustainability in line with the EU regulations and our commitments

We continued our preparations for new obligations under the EU's Corporate Sustainability Reporting Directive (CSRD). Taaleri must meet the CSRD obligations for the first time in conjunction with the reporting for financial year 2025. The internal project team focusing on sustainability reporting obligations updated the CSRD-compliant double materiality assessment in cooperation with external partners and prepared for external verification of reporting. The double materiality analysis describes the impact of our operations on the environment and society, as well as the economic impact of sustainability factors on our operations. In order to assess these impacts, we launched the collection of data that describes our value chain more comprehensively and its science-based data-driven analysis. We will complete and validate the analysis in the second part of the year, during which time we will also start the sustainability reporting test verification. In addition to ensuring the compliance of reporting, proactive preparatory work supports the fulfilment of Taaleri's strategic goals and sustainability management.

#### We revised the role of sustainability in employee remuneration

We updated the sustainability criteria related to employee remuneration. Compliance with the separately defined sustainability criteria is a prerequisite for the payment of the performance bonuses for 2024. We have set sustainability targets that ensure compliance and advance the strategy both at the business level and at an individual level. Individual goals can be general goals that apply to everyone or job-specific goals. Meeting the sustainability targets of the business operations affects the remuneration of the entire team. The aim of the revision is to strengthen the link between sustainability targets and remuneration.

#### We published sustainability reports and continued sustainability work with our partners

We published the remaining fund-specific and fund managers' aggregated disclosures under the EU's Sustainable Finance Disclosure Regulation (SFDR) for 2023. These extensive reports cover 85% of our assets under management in 2023. The disclosures include separate statements on the principal adverse impacts (PAI), although they are not required from funds or fund managers of our size. The disclosures in accordance with the SFDR are available on the Taaleri website on fund-specific

pages linked on the Private Equity Funds page and under Taaleri Energia and Taaleri Private Equity Funds in the Document Archive linked on the Governance and Sustainability page.

In addition to the above-mentioned reporting entities and disclosures, we implemented and advanced several sustainability projects. We organised a climate workshop for a Bioindustry business portfolio company to support the company's climate work and the implementation of our Net Zero Asset Managers (NZAM) commitment. We developed several policies and guidelines related to procurement, outsourcing and contract management, taking into account [Taaleri's Partner Code of Conduct](#) and responsible procurement criteria. We started using a software tool tailored to the sustainability data of private equity funds in our funds under SFDR Article 9. The tool allows us to monitor sustainability criteria in a more comprehensive, consistent and long-term manner. In addition, we further developed other topics that are among the focus areas of sustainability, which were described in the previous interim report (Taaleri Plc Q1 2024, pp. 12–13).

## Annual General Meeting 2024

Taaleri Plc's Annual General Meeting was held on 10 April 2024 in Helsinki.

### Decisions of Taaleri Plc's Annual General Meeting

The General Meeting adopted the financial statements for the 2023 financial period, granted the members of the Board of Directors and the CEO discharge from liability and approved the Remuneration Policy and the Remuneration Report for Governing Bodies.

#### Deciding on dividend distribution

The General Meeting decided according to the proposal of the Board of Directors that a dividend of EUR 1.00 per share be paid based on the balance sheet adopted for the financial year ended 31 December 2023. The dividend was paid to shareholders who on the dividend record date of 12 April 2024 were entered as shareholders in the company's shareholder register maintained by Euroclear Finland Ltd. The dividend was paid on 19 April 2024.

#### Deciding on the remuneration of members of the Board of Directors

The General Meeting decided that the members of the Board of Directors be paid monthly remuneration as follows:

- EUR 6,000 for the Chairperson of the Board (2023: EUR 6,000)
- EUR 5,000 for the Vice-Chairperson of the Board (2023: EUR 5,000)
- EUR 5,000 for the Chairperson of the Audit Committee (2023: EUR 5,000)
- EUR 4,000 for other members of the Board of Directors (2023: EUR 4,000)

The General Meeting decided that meeting-specific fees will not be paid (2023: meeting-specific fees were not paid). The remuneration will cover the entire term of office and committee work.

The General Meeting decided additionally that for a meeting of the Board of Directors and Committee held in a place other than the home location of the Board member, travel and accommodation expenses will be paid according to the invoice.

#### Deciding on the number of members and the members of the Board of Directors

The General Meeting decided that the number of members of the Board of Directors be set as six (6).

The General Meeting re-elected the following current members of the Board of Directors Elina Björklund, Petri Castrén, Juhani Elomaa and Hanna Maria Sievinen. Juhani Bonsdorff and Leif Frilund were elected as new members to the Board of Directors.

The members of the Board of Directors were elected for a term expiring at the close of the next Annual General Meeting.

#### Election of the chairman and deputy chairman of the Board of Directors

The General Meeting decided to elect Juhani Elomaa as the Chairperson of the Board of Directors and Hanna Maria Sievinen as Deputy Chairperson of the Board of Directors.

#### Selecting the auditor and deciding on the auditor's remuneration

The General Meeting decided that Ernst & Young Oy, a firm of authorised public accounts, be re-elected as the company's auditor for a term ending at the close of the next Annual General Meeting. Ernst & Young Oy has notified that Johanna Winqvist-Ilkka, Authorised Public Accountant, will act as the auditor with principal responsibility.

The General Meeting decided that the auditor's remuneration be paid based on invoices approved by the Audit Committee.

### **Authorising the Board of Directors to decide on the purchase of the company's own shares**

The General Meeting decided to authorise the Board of Directors to decide on the repurchase of the company's own shares using assets belonging to unrestricted equity on the following conditions:

Up to 2,000,000 shares may be repurchased, corresponding to 7.05% of all the company's shares. The repurchase may be made in one or more instalments. The purchase price per share shall be the price given on the Helsinki Stock Exchange or another market-based price. The shares may be acquired to develop the company's capital structure, to finance or implement corporate acquisitions, investments or other arrangements related to the company's business operations, to be used as part of the company's incentive scheme, or to be cancelled if justified from the point of view of the company and its shareholders. The authorisation issued includes the right to decide whether the shares will be repurchased in a private placement or in proportion to the shares owned by shareholders. The repurchase may take place through private placement only if there is a weighty financial reason for it from the company's perspective. The Board of Directors has the right to decide on other matters concerning the repurchase of shares.

This authorisation is valid for 18 months from the date of the close of the Annual General Meeting. This authorisation cancels the authorisation to purchase the company's own shares issued at the General Meeting of 13 April 2023.

### **Authorising the Board of Directors to decide on share issue and the issuance of option rights and other special rights entitling to shares**

The General Meeting decided to authorise the Board of Directors to decide on the issue of new shares and the assignment of treasury shares in the possession of the company and/or the issuance of option rights or other special rights entitling to shares, as referred to in Chapter 10, Section 1 of the Finnish Companies Act, on the following terms:

The Board of Directors may issue new shares and assign treasury shares in the possession of the company up to a maximum of 2,500,000 shares, corresponding to 8.82% of all the company's shares. The new shares may be issued and the treasury shares possessed by the company may be assigned and/or option rights or other special rights entitling to shares may be issued to the company's shareholders in proportion to their ownership of shares or deviating from the shareholder's pre-emptive subscription right in a private placement, if there is a weighty financial reason for it from the point of view of the company, such as using the shares as consideration in potential corporate acquisitions or other arrangements that are part of the company's business operations, or to finance investments or as part of the company's incentive scheme. The Board of Directors may also decide on a free-of-charge share issue to the company itself.

The new shares and/or option rights or other special rights entitling to shares may be issued and the shares possessed by the company may be assigned either against payment or without payment. A private placement may only be without payment if there is an especially weighty reason for it from the point of view of the company and taking into account the benefit of all its shareholders.

The Board of Directors will decide on all other factors related to share issues and the assignment of shares and decide on all terms and conditions of the option rights and other special rights entitling to shares.

The authorisation is valid until the end of the next Annual General Meeting, however no longer than 30 June 2025. This authorisation cancels the authorisation regarding the share issue issued at the General Meeting on 13 April 2023.

### **Authorising the Board of Directors to decide on charitable donations**

The General Meeting decided to authorise the Board of Directors to decide on one or more donations for charitable or similar purposes up to a total value of EUR 50,000, and to decide on the recipients, purposes and other terms of the contributions. The authorisation is valid until the end of the next Annual General Meeting.

### **Decisions regarding the organisation of Taaleri Plc's Board of Directors**

Hanna Maria Sievinen, Petri Castrén and Juhani Bonsdorff were elected as members of the Board of Directors' Audit Committee. The Board of Directors elected Hanna Maria Sievinen as Chairperson of the Audit Committee.

Juhani Elomaa, Leif Frilund and Elina Björklund were elected as members of the Board of Directors' Remuneration Committee. The Board elected Juhani Elomaa as Chairperson of the Remuneration Committee.



## Changes in Taaleri's management

On 16 August 2023, Taaleri announced that Titta Elomaa, a member of the Executive Management Team of Taaleri Plc and CEO of Garantia Insurance Company, had announced that she would resign from her duties as CEO of Garantia. At the same time, it was announced that the Board of Directors of Garantia Insurance Company Ltd had decided to appoint Henrik Allonen, M.Sc. (Econ.), as Managing Director of the company as of 1 January 2024. At the same time, he became a member of Taaleri Plc's Executive Management Team.

On 21 November 2023, Taaleri announced that the Director of Taaleri's real estate business changes. Taaleri appointed Mikko Krootila to the position and as a member of the Executive Management Team as of 1 January 2024.

On 4 December 2023, Taaleri announced that Taaleri's Head of Investor Relations, Sustainability and Communications Siri Markula has resigned. Markula left her position and Taaleri's Executive Management Team in February 2024.

On 12 January 2024, Taaleri announced that Taaleri had on that day appointed Ilkka Laurila as the Group's CFO and a member of the Executive Management Team after Minna Smedsten, the former Group's CFO, had resigned earlier in October 2023. Laurila took up his position on 6 February 2024.

## Taaleri's personnel

The number of employees (full-time equivalent) in the Group at the end of the review period was 127 (125). The number of employees in the Private Asset Management segment was 88 (83) and in the Garantia segment 20 (20). The number of employees in the Other group was 20 (22). 96% (96) of the personnel were employed in Finland.

Taaleri Group's personnel costs in the second quarter of the year totalled EUR 3.4 (4.0) million, consisting of fixed personnel costs of EUR 3.2 (3.2) million and variable personnel costs of EUR 0.2 (0.8) million. In January–June, Taaleri Group's personnel costs totalled EUR 7.3 (8.3) million, consisting of fixed personnel costs of EUR 6.2 (6.0) million and variable personnel costs of EUR 1.1 (2.2) million.

### Incentive schemes

At the end of the review period, Taaleri had in force the CEO's stock option plan, three share-based incentive schemes for the Group's key personnel and an employee share savings plan.

Further information on share-based incentive schemes can be found in Note 42 on pages 131–133 of Taaleri's Consolidated Financial Statements included in the Annual Report 2023.

#### **New incentive schemes launched during the review period**

Taaleri announced on 24 January 2024, that the Board of Directors of Taaleri Plc has resolved to establish a new share-based incentive plan for the company's CFO. The aim of the new plan is to align the objectives of the shareholders and the CFO in order to increase the value of Taaleri in the long-term as well as to retain the CFO at the company and offer him a competitive reward plan that is based on investing and accumulating the company's shares.

The plan consists of one matching period starting on 6 February 2024 and ending on 6 February 2027. In the plan, it is possible to earn matching shares from a matching period of three years. The prerequisite for receiving matching shares is that the participant acquires company's shares within the limits announced by the Board of Directors in advance and that his employment with the company is valid until the reward payment. As a reward for the commitment, Taaleri grants the participant a gross reward of one matching share for every share committed to the plan.

The final number of matching shares depends on the number of shares acquired by the participant. The reward value corresponds to the value of a maximum of 21,643 Taaleri Plc shares, including also the potential proportion to be paid in cash. The plan rewards will be paid partly in company shares and partly in cash. The cash proportion is intended to cover taxes and social security contributions arising from the reward to the participant.

The participant must own half of the reward shares paid to him on the basis of the plan until the total value of his shareholding in the company equals half of his annual gross salary. Such a number of shares must be owned as long as the employment continues.

# Shares and share capital

## Taaleri's share on Nasdaq Helsinki

1-6/2024	No of shares traded	Total value EUR	High EUR	Low EUR	Average EUR*	Last EUR
TAALA	4,314,731	40,964,454	10.90	8.03	9.49	8.21

\* Volume weighted average

Taaleri's share has been listed on Nasdaq Helsinki, among mid-cap companies, since 2016. The trading code is TAALA. At the end of the review period, the company had 14,634 (31.12.2023: 11,382) shareholders.

On 30 June 2024, Taaleri Plc's shareholders' equity was EUR 125,000.00 and the company had 28,196,253 registered shares.

On 27 March 2024, Taaleri announced that it cancels 154,367 of its own shares in accordance with the decision of the company's Board of Directors. 109,367 cancelled shares were repurchased under the share repurchase program, which was announced on 19 December 2023. 45,000 of the cancelled shares were already in the company's possession before the start of the share repurchase program. After the cancellation, Taaleri holds 0 own shares. The cancellation of the shares was recorded with the Finnish Trade Register on 27 March 2024, and the cancellation was registered on 3 May 2024. After the cancellation, the total number of registered shares of Taaleri Plc is 28,196,253.

### Share repurchase program

Taaleri announced on 19 December 2023, that the Board of Directors of Taaleri Plc has resolved to start repurchasing the company's own shares based on the authorization given by the Annual General Meeting held on 13 April 2023. The maximum number of the company's own shares to be repurchased was 200,000 shares, corresponding to approximately 0.71 per cent of all the shares in the company. The maximum amount to be used for the share repurchase was EUR 1,900,000. The shares was decided to be repurchased using the company's unrestricted equity. The shares was decided to be repurchased through public trading organized by Nasdaq Helsinki Ltd at the market price as per the time of repurchase.

When the program started, the total number of shares in Taaleri Plc was 28,350,620. When the program started, the company held 45,000 of its own shares, which corresponded to 0.16 per cent of all shares.

The repurchase of own shares started on 20 December 2023 and ended at Taaleri Plc's Annual General Meeting, which was held on 10 April 2024. The last purchase in the share repurchase program was made on 16 February 2024.

During 2024, a total of 89,340 own shares were acquired, which corresponds to 0.32 percent of all shares. A total of EUR 832,766.32 was paid for the 89,340 shares acquired, which has been recorded as a reduction of the parent company's and the Group's equity.

During the entire share repurchase program, a total of 109,367 own shares were acquired, which corresponds to 0.39 percent of all shares. A total of EUR 1,007,907.34 was paid for the 109,367 shares acquired, which has been recorded as a reduction of the parent company's and the Group's equity.

### Flaggings during review period

Taaleri Plc received on 8 April 2024 an announcement under Chapter 9, Section 5 of the Finnish Securities Market Act, according to which the total number of Taaleri Plc shares indirectly owned by Vakuutusosakeyhtiö Henki-Fennia decreased below five (5) per cent of the share capital of Taaleri Plc on 5 April 2024.

### Share price development

The chart represents the price development of Taaleri's share since listing from 20 April 2013 to 30 June 2024:



## Short term risks and concerns

Taaleri is exposed in its operations to several operational risks and market risks, of which Taaleri seeks to describe the most significant below. More broadly, risks related to Taaleri's operations, and risk management are described in Note 36 of the Consolidated Financial Statements included in the 2023 Annual Report on pages 115–125.

Geopolitical risks and tensions continue to cause uncertainty in the operating environment. The tightening of monetary policy by central banks has curbed inflation and slowed down economic growth. Inflation and the increased price levels of raw materials can be seen in the costs of project development and funds' investees.

With regard to Garantia's guaranty insurance operations, the most material risk is related to the weakened economic situation and the increase in unemployment in Finland, which weaken the debt servicing capacity of consumer and corporate customers. However, the debt servicing capacity of Finnish mortgagors is strong in principle, and there are no signs of a significant increase in payment difficulties as of yet. The creditworthiness of Garantia's corporate guaranty portfolio has remained stable, but a weak economic environment may affect the creditworthiness of individual counterparties.

The result of Private Asset Management segment is influenced by the development of assets under management, which depends among other things on the progress of private equity fund projects, the development of capital markets, the success of the own fundraising and the success of the cooperation with Aktia. Profit development is also influenced by the realisation of performance fees and the success of own investment projects.

Garantia's guaranty insurance business and investment activities have a major impact on Taaleri's operational income and capital adequacy. The principal risks associated with Garantia's operations are the credit risks arising from guaranty insurance operations, as well as the market risks related to investment operations.

In Garantia's guaranty insurance operations, credit risk refers to the risk of the guaranteed counterparty being unable to meet its contractual obligations towards the beneficiary of the guaranty. The amount of credit risk is mainly dependent on the creditworthiness of the guaranteed counterparties and the amount of any counter-collateral. The market risks regarding investment operations consist of interest, equity, property, currency, and counterparty credit risks affecting the value and return of investment assets.

The Other group's income consist of the market value changes in investments and of sales profits/losses gained as well as returns of loans granted. The earnings and results of the Other group may thus vary significantly between periods under review.

Taaleri's operations depend on its ability to find and retain skilled employees. The tightened competitive situation can affect the availability and retention of employees. The turnover of key personnel is accompanied by the risk that knowledge and know-how will be lost.

Taaleri's business is dependent on functioning information systems, telecommunications, and external service providers. Disturbances can be caused by e.g. hardware failures, software errors or cyber threats. Compromise of information security and protection can cause losses and damage to reputation.

## Material events after the financial period

On 7 August 2024, Taaleri Plc announced that it has changed its segment reporting as of 1 April 2024. As of that date, the Group's continuing operations will include two reported segments: Private Asset Management, which is divided into Renewable energy and Other private asset management, and Garantia, which includes Garantia Insurance Company. Previously, the Group's reported segments were Private Asset Management and Strategic Investments. The group Other presents the Group's non-strategic investments, Taaleri Kapitaali and Group functions not included in the business segments. The change in segment reporting is a consequence of Taaleri Plc's sale of 150,000 Aktia Bank Plc shares during the period 1 April–30 June 2024. As of 30 June 2024, Taaleri still held 824,563 shares in Aktia Bank Plc, which will be reported as of 1 April 2024 under the group Other. Taaleri received shares in Aktia Bank Plc on 30 April 2021 as part of the consideration for the sale of its wealth management business to Aktia Bank Plc.

Helsinki, 20 August 2024  
Taaleri Plc  
Board of Directors

### Additional info

CEO Peter Ramsay, +358 50 343 7493, [peter.ramsay@taaleri.com](mailto:peter.ramsay@taaleri.com)  
CFO Ilkka Laurila, +358 40 076 1360, [ilkka.laurila@taaleri.com](mailto:ilkka.laurila@taaleri.com)  
Director, Investor Relations and Communications Linda Tierala, +358 40 571 7895, [linda.tierala@taaleri.com](mailto:linda.tierala@taaleri.com)

### Webcast presentation for analysts, investors and media

An analyst, investor and media conference will be held in English on 20 August 2024 at 11:00 EEST at Event Venue Eliel in Sanomatalo, Töölönlahdenkatu 2, Helsinki. The webcast can be followed online at: <https://taaleri.videosync.fi/q2-2024>. The event will be recorded and available later on Taaleri's investor pages at <http://www.taaleri.com/en/investors/reports-and-presentations>.

### Taaleri in brief

Taaleri is a Nordic investment and asset manager that focuses on businesses with industrial-scale opportunities within bioindustry and renewable energy. We create value by combining extensive know-how, deep expertise, entrepreneurship and capital through both funds under management and direct investments. We have been a signatory of the UN Principles for Responsible Investment (UNPRI) since 2010, and we joined the Net Zero Asset Managers initiative in 2021. Taaleri's vision is to become a leading investment manager operating internationally in bioindustry and renewable energy.

Taaleri has two business segments: Private Asset Management and Garantia. Private Asset Management consists of bioindustry, renewable energy and real estate businesses.

Taaleri has EUR 2.6 bn of assets under management in its private equity funds and co-investments. The company has approximately 125 employees. Taaleri Plc is listed on Nasdaq Helsinki.

[www.taaleri.com](http://www.taaleri.com)

# Accounting policies of the Half-Year Financial Report

Taaleri's consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. This Half-Year Financial Report has been prepared in accordance with IAS 34. The information presented is unaudited. The Half-Year Financial Report has been published in Finnish and English. The Finnish Half-Year Financial Report is official and is used if there is a discrepancy between the language versions. All figures in the Half-Year Financial Report have been rounded and consequently the sum of individual figures can deviate from the presented sum figure.

The accounting policies of the Half-Year Financial Report are substantially the same as those presented in Taaleri's Financial Statements for 2023, except for the amendments listed below and amendments to IFRS standards that came into force on 1 January 2024 or later. Revised standards and interpretations do not have a material impact on the reported result or financial position.

## Amended accounting policies for the Consolidated Financial Statements from 1.1.2024

### Revenue recognition principles for Private Asset Management (2.14 Revenue recognition principles)

Due to the successful investment activities of private equity funds and co-investments, fee income may also include performance fees. The calculation formulas for the performance fees of Taaleri's private equity funds and co-investments are fund-specific, but they are always based on the returns at the fund or co-investment level after reaching a separately agreed hurdle rate. The performance fee is recognised at the time when the realization of the performance fee is reasonably certain, but the performance fee is paid only in connection with the exit of the fund or co-investment. If the exit takes place only in later financial years, but the realization of the performance fee can already be reasonably certain in previous financial years, an asset based on the contract is recognised in connection with the recognition of the unrealised performance fee.

Taaleri only considers the performance fee to the extent that it is probable that the amount of the accrued recognised income will not need to be significantly reversed later. Previously, Taaleri reviewed the amounts of unrealised performance fees semi-annually, but from 1 January 2024, quarterly. The review includes evaluating the amount of the performance fees of private equity funds and co-investments attributable to the alternative fund manager or the responsible partner of the alternative fund and modelling the probabilities of the factors related to the final amount of performance fees.

### Valuation of Garantia's insurance contract liabilities (2.17 Accounting policies requiring management's judgment and key uncertainties regarding estimations)

The measurement of Garantia's insurance contract liabilities according to IFRS 17 Insurance Contracts includes several factors that involve management's judgement and uncertainty.

The most significant uncertainties are related to the estimation of future claims cashflows, and to the estimation of the amount of the adjustment for non-financial risk reflecting the variation in the claims cashflows. Uncertainty is also associated with the selection of the interest rate curve applied in cashflow discounting, and the measurement of the liquidity premium, as well as the assessment of future other insurance service expenses. In the evaluation of the future claims cashflows of the liability for the remaining coverage, Taaleri uses the ratio of claims incurred for the last ten (10) years to the guarantee insurance exposure per insurance contract portfolio, and a forecast of the development of the guarantee exposure. Similarly, in the evaluation of future other insurance service expenses, Taaleri uses the ratio of other insurance service expenses of the last three (3) years to the guarantee exposure per insurance contract portfolio, and a forecast of the development of the guarantee exposure.

The assumptions were previously updated annually at the time of the Financial Statement's balance sheet date, but from 1 January 2024, semi-annually, and the forecast at the time of reporting is used as the best estimate.

# Key figures

## The Group

Unless otherwise stated, the key figures regarding the Consolidated Income Statement presented in the table below have been calculated on the basis of the Group's Consolidated Income Statement, which applies IFRS standards. The key figures regarding the Consolidated Income Statement presented in the explanatory part of this Half-Year Financial Report have been calculated on the basis of the Group's segment reporting, unless otherwise stated.

	4-6/2024	4-6/2023	1-6/2024	1-6/2023	1-12/2023
Income, EUR 1,000	12,640	23,806	29,792	33,952	65,629
Operating profit (-loss), EUR 1,000	4,408	17,755	14,015	19,318	31,921
- as percentage of income	34.9%	74.6%	47.0%	56.9%	48.6%
Net profit for the period, EUR 1,000	3,425	16,007	10,943	16,631	26,546
- as percentage of income	27.1%	67.2%	36.7%	49.0%	40.4%
Basic earnings per share, EUR	0.11	0.49	0.37	0.51	0.81
Diluted earnings per share, EUR	0.11	0.47	0.36	0.49	0.79
Return on equity % (ROE) <sup>1)</sup>	6.7%	31.9%	10.9%	16.6%	13.0%
Return on equity at fair value % (ROE) <sup>1)</sup>	8.4%	31.7%	12.3%	17.4%	13.9%
Return on assets % (ROA) <sup>1)</sup>	4.6%	21.1%	7.4%	11.1%	8.7%
Cost/income ratio	66.2%	35.7%	55.2%	49.4%	54.3%
Price/earnings (P/E) <sup>1)</sup>	18.6	4.8	11.0	9.2	11.1
FTE (full-time equivalents), at the end of the period	127	125	127	125	118
Equity ratio -%	67.3%	67.1%	67.3%	67.1%	67.8%
Net gearing -%	-4.3%	-8.1%	-4.3%	-8.1%	-11.2%
Equity/share, EUR	6.72	7.00	6.72	7.00	7.29
Dividend or distribution of funds /share, EUR	-	-	-	-	1.00
Dividend or distribution of funds / earnings, %	-	-	-	-	123.1%
Effective dividend yield, %	-	-	-	-	11.1%
Loan receivables, EUR 1,000	5,090	6,013	5,090	6,013	5,142
Number of shares at the end of period <sup>2)</sup>	28,196,253	28,305,620	28,196,253	28,305,620	28,285,593
Average number of shares <sup>2)</sup>	28,196,253	28,305,620	28,206,978	28,305,620	28,305,267
Share average price, EUR	9.34	10.33	9.49	10.87	10.23
- highest price, EUR	10.90	11.38	10.90	12.94	12.94
- lowest price, EUR	8.03	9.15	8.03	9.15	8.27
- closing price, EUR	8.21	9.34	8.21	9.34	8.99
Market capitalisation, EUR 1,000 <sup>2)</sup>	231,491	264,374	231,491	264,374	254,287
Shares traded, thousands	2,765	730	4,315	1,843	2,749
Shares traded, %	10%	3%	15%	7%	10%

1) Annualised

2) Reduced by own shares acquired

## Insurance operations key figures

Taaleri's insurance business operations consist entirely of Garantia Insurance Company Ltd. Garantia Insurance Company Ltd has been consolidated from 1 April 2015.

EUR 1,000	4-6/2024	4-6/2023	1-6/2024	1-6/2023	1-12/2023
<b>Insurance service result</b>	<b>3,456</b>	<b>3,487</b>	<b>7,458</b>	<b>7,301</b>	<b>13,549</b>
Insurance revenue	4,701	4,780	9,798	9,818	19,010
Insurance service expenses	-1,158	-1,170	-2,155	-2,300	-4,942
- of which incurred claims	-347	-422	-797	-673	-1,197
- of which other insurance administrative expenses	-831	-834	-1,786	-1,605	-3,248
- of which losses on onerous contracts	87	-36	73	-36	-471
- of which changes in liability of incurred claims	113	277	732	405	813
- of which insurance acquisition costs	-181	-154	-377	-390	-839
Net expenses from reinsurance contracts	-87	-124	-185	-217	-520
Net finance income and expense from insurance	-141	-9	-239	41	-14
Net income from investment operations	1,376	1,707	6,165	2,615	4,738
Other income	18	13	27	22	37
<b>Income</b>	<b>4,709</b>	<b>5,198</b>	<b>13,411</b>	<b>9,979</b>	<b>18,310</b>
Personnel costs	-11	-265	-203	-652	-1,422
Other expenses	-12	-11	-37	-27	-62
<b>Operating profit</b>	<b>4,685</b>	<b>4,922</b>	<b>13,172</b>	<b>9,300</b>	<b>16,826</b>
Claims ratio (IFRS), %	3.1%	3.8%	-0.1%	3.1%	4.5%
Expense ratio (IFRS), %	21.5%	20.7%	22.1%	20.3%	21.5%
Reinsurance ratio (IFRS), %	1.9%	2.6%	1.9%	2.2%	2.7%
Combined ratio (IFRS), %	26.5%	27.1%	23.9%	25.6%	28.7%
Return on investments at fair value, %	1.6%	0.8%	4.9%	2.4%	6.9%
Investment portfolio, fair value, EUR million	157	153	157	153	164
Insurance exposure, EUR million	1,745	1,856	1,745	1,856	1,749
Solvency ratio (S2), % <sup>1)</sup>	271.2%	259.8%	271.2%	259.8%	245.7%

<sup>1)</sup> The key figures based on the Solvency II regulations do not fall within the sphere of statutory auditing under the Insurance Companies Act. The related key figures have not been audited.

## Key figures accounting principles

Basic earnings per share, EUR

Profit or loss attributable to ordinary shareholders of the parent company

Weighted average number of ordinary shares outstanding - repurchased own shares

Diluted earnings per share, EUR

Profit or loss attributable to ordinary shareholders of the parent company

Weighted average number of ordinary shares outstanding + dilutive potential ordinary shares - repurchased own shares

## Alternative performance measures

The Alternative Performance Measures (APMs) are presented to illustrate the financial performance of business operations and to improve comparability between reporting periods. They should not be replacements for the performance measures defined in IFRS standards.

Return on equity (ROE), %

Profit for the period x 100

Total equity (average of the beginning and end of the year)

Return on equity at fair value (ROE), %

Total comprehensive income for the period x 100

Total equity (average of the beginning and end of the year)

Return on assets (ROA), %	$\frac{\text{Profit for the period} \times 100}{\text{Balance sheet total (average of the beginning and end of the year)}}$
Cost/income ratio, %	$\frac{\text{Fee and commission expense} + \text{interest and other financing expense} + \text{administrative expenses} + \text{depreciation} + \text{other operating expenses}}{\text{Total income} + \text{share of associates' profit or loss}}$
Price/Earnings (P/E)	$\frac{\text{Price of share at the end of the period}}{\text{Earnings/share}}$
Equity ratio, %	$\frac{\text{Total equity} \times 100}{\text{Balance sheet total}}$
Gearing ratio, %	$\frac{(\text{Interest-bearing liabilities} - \text{cash and cash equivalents}) \times 100}{\text{Total equity}}$
Equity/share, EUR	$\frac{\text{Equity attributable to ordinary shareholders of the parent company}}{\text{Number of shares at end of period} - \text{repurchased own shares}}$
Dividend/share, EUR	$\frac{\text{Dividend payable for the financial period} \times 100}{\text{Weighted average number of ordinary shares outstanding} - \text{repurchased own shares}}$
Dividend/earnings, %	$\frac{\text{Dividend/share} \times 100}{\text{Basic earnings per share}}$
Effective dividend yield, %	$\frac{\text{Dividend/share} \times 100}{\text{Price of share at the end of the period}}$
Market capitalization	Number of shares at end of financial period, less repurchased own shares, multiplied by stock exchange price at end of financial period
Shares traded, %	$\frac{\text{Shares traded during the financial period} \times 100}{\text{Weighted average number of ordinary shares outstanding}}$

## Key figures for insurance operations

Combined ratio (IFRS), %	Claims ratio + Expense ratio + Reinsurance ratio
Claims ratio (IFRS), %	$\frac{\text{Incurred claims} + \text{Losses on onerous contracts} + \text{Changes in liability for incurred claims}}{\text{Insurance revenue}}$
Expense ratio (IFRS), %	$\frac{\text{Insurance administrative expenses} + \text{Insurance acquisition costs}}{\text{Insurance revenue}}$
Reinsurance ratio (IFRS), %	$\frac{\text{Net expenses from reinsurance contracts}}{\text{Insurance revenue}}$
Solvency ratio (S2), %	$\frac{\text{Basic own funds}}{\text{Solvency capital requirement (SCR)}}$



## Consolidated income statement

EUR 1,000	Note	1.4.-30.6.2024	1.4.-30.6.2023	1.1.-30.6.2024	1.1.-30.6.2023
Fee and commission income	1	7,065	7,871	13,697	13,814
Net income from insurance	2	4,691	5,184	13,383	9,957
Insurance service result		3,456	3,486	7,458	7,301
Net finance expenses from insurance contracts		-141	-9	-239	41
Net income from investment operations		1,376	1,707	6,165	2,615
Net gains or net losses on trading in securities and foreign currencies	3	-1,027	809	9	-369
Income from equity investments	4	765	8,686	609	8,686
Interest income	5	350	417	727	644
Other operating income	6	798	838	1,367	1,220
<b>Total income</b>		<b>12,640</b>	<b>23,806</b>	<b>29,792</b>	<b>33,952</b>
Fee and commission expense		-1,789	-2,282	-3,703	-4,292
Administrative expenses					
Personnel costs		-3,471	-4,018	-7,402	-8,415
Other administrative expenses		-1,578	-1,717	-2,862	-2,883
Depreciation, amortisation and impairment of tangible and intangible assets		-188	-87	-427	-237
Other operating expenses		-966	-994	-1,699	-1,535
Expected credit losses from financial assets measured at amortised cost	9	-13	-33	134	-36
Share of associates' profit or loss		-228	3,081	182	2,763
<b>Operating profit</b>		<b>4,408</b>	<b>17,755</b>	<b>14,015</b>	<b>19,318</b>
Interest and other financing expenses		-224	-496	-455	-773
Income tax expense		-758	-1,252	-2,617	-1,914
<b>Profit for the period</b>		<b>3,425</b>	<b>16,007</b>	<b>10,943</b>	<b>16,631</b>
<b>Consolidated statement of comprehensive income</b>					
		<b>1.4.-30.6.2024</b>	<b>1.4.-30.6.2023</b>	<b>1.1.-30.6.2024</b>	<b>1.1.-30.6.2023</b>
<b>Profit for the period</b>		<b>3,425</b>	<b>16,007</b>	<b>10,943</b>	<b>16,631</b>
<b>Items that may be reclassified to profit or loss</b>					
Translation differences		27	1	84	-16
Changes in the fair value reserve		1,056	-484	1,396	914
Income tax		-211	97	-279	-183
<b>Items that may be reclassified to profit or loss in total</b>		<b>872</b>	<b>-387</b>	<b>1,201</b>	<b>714</b>
<b>Items that may not be reclassified to profit or loss</b>					
Changes in the fair value reserve		-46	393	264	55
Income tax		9	-79	-53	-11
<b>Items that may not be reclassified to profit or loss in total</b>		<b>-37</b>	<b>314</b>	<b>212</b>	<b>44</b>
<b>Total comprehensive income for the period</b>		<b>4,259</b>	<b>15,935</b>	<b>12,355</b>	<b>17,390</b>
<b>Profit for the period attributable to:</b>					
Owners of the parent company		3,109	13,774	10,512	14,297
Non-controlling interests		315	2,233	431	2,334
<b>Total</b>		<b>3,425</b>	<b>16,007</b>	<b>10,943</b>	<b>16,631</b>
<b>Total comprehensive income for the period attributable to:</b>					
Owners of the parent company		3,944	13,702	11,925	15,056
Non-controlling interests		315	2,233	431	2,334
<b>Total</b>		<b>4,259</b>	<b>15,935</b>	<b>12,355</b>	<b>17,390</b>
<b>Earnings per share for profit attributable to the shareholders of the parent company</b>					
		<b>1.4.-30.6.2024</b>	<b>1.4.-30.6.2023</b>	<b>1.1.-30.6.2024</b>	<b>1.1.-30.6.2023</b>
Basic earnings per share, profit for the period		0.11	0.49	0.37	0.51
Diluted earnings per share, profit for the period		0.11	0.47	0.36	0.49

## Consolidated quarterly income statement

EUR 1,000	Q2 2024	Q1 2024	Q4 2023	Q3 2023	Q2 2023
Fee and commission income	7,065	6,633	7,312	6,528	7,871
Net income from insurance	4,691	8,693	4,200	4,117	5,184
Insurance service result	3,456	4,002	2,686	3,561	3,486
Net finance expenses from insurance contracts	-141	-99	82	-137	-9
Net income from investment operations	1,376	4,789	1,431	692	1,707
Net gains or net losses on trading in securities and foreign currencies	-1,027	1,036	-824	204	809
Income from equity investments	765	-156	-40	743	8,686
Interest income	350	377	340	941	417
Other operating income	798	569	7,192	966	838
<b>Total income</b>	<b>12,640</b>	<b>17,152</b>	<b>18,178</b>	<b>13,498</b>	<b>23,806</b>
Fee and commission expense	-1,789	-1,914	-2,013	-1,947	-2,282
Administrative expenses					
Personnel costs	-3,471	-3,931	-4,155	-3,840	-4,018
Other administrative expenses	-1,578	-1,285	-1,805	-1,101	-1,717
Depreciation, amortisation and impairment of tangible and intangible assets	-188	-239	-230	-5	-87
Other operating expenses	-966	-733	-2,539	-1,040	-994
Expected credit losses from financial assets measured at amortised cost	-13	147	-567	-3	-33
Share of associates' profit or loss	-228	410	35	136	3,081
<b>Operating profit</b>	<b>4,408</b>	<b>9,607</b>	<b>6,904</b>	<b>5,699</b>	<b>17,755</b>
Interest and other financing expenses	-224	-230	-248	-204	-496
Income tax expense	-758	-1,858	-1,629	-607	-1,252
<b>Profit for the period</b>	<b>3,425</b>	<b>7,519</b>	<b>5,027</b>	<b>4,888</b>	<b>16,007</b>

Consolidated statement of comprehensive income	Q2 2024	Q1 2024	Q4 2023	Q3 2023	Q2 2023
<b>Profit for the period</b>	<b>3,425</b>	<b>7,519</b>	<b>5,027</b>	<b>4,888</b>	<b>16,007</b>
Items that may be reclassified to profit or loss					
Translation differences	27	57	-108	41	1
Changes in the fair value reserve	1,056	340	3,245	1,497	-484
Income tax	-211	-68	-649	-299	97
<b>Items that may be reclassified to profit or loss in total</b>	<b>872</b>	<b>329</b>	<b>2,488</b>	<b>1,239</b>	<b>-387</b>
Items that may not be reclassified to profit or loss					
Changes in the fair value reserve	-46	310	-2,654	-528	393
Income tax	9	-62	531	106	-79
<b>Items that may not be reclassified to profit or loss in total</b>	<b>-37</b>	<b>248</b>	<b>-2,123</b>	<b>-422</b>	<b>314</b>
<b>Total comprehensive income for the period</b>	<b>4,259</b>	<b>8,096</b>	<b>5,393</b>	<b>5,704</b>	<b>15,935</b>

### Profit for the period attributable to:

Owners of the parent company	3,109	7,403	4,085	4,602	13,774
Non-controlling interests	315	115	942	286	2,233
<b>Total</b>	<b>3,425</b>	<b>7,519</b>	<b>5,027</b>	<b>4,888</b>	<b>16,007</b>

### Total comprehensive income for the period attributable to:

Owners of the parent company	3,944	7,980	4,450	5,418	13,702
Non-controlling interests	315	115	942	286	2,233
<b>Total</b>	<b>4,259</b>	<b>8,096</b>	<b>5,393</b>	<b>5,704</b>	<b>15,935</b>

## Consolidated balance sheet

<b>Assets, EUR 1,000</b>	<b>Note</b>	<b>30.6.2024</b>	<b>31.12.2023</b>
Receivables from credit institutions	7, 8	23,225	38,302
Receivables from the public and general government	7, 8	5,090	5,142
Shares and units	7, 8	42,992	38,708
Participating interests	7, 8, 13	13,065	12,884
Insurance assets	7, 8	155,400	160,875
Reinsurance contract assets		382	325
Investments		155,018	160,551
Intangible assets		586	572
Goodwill		347	347
Other intangible assets		239	225
Tangible assets		2,234	2,406
Owner-occupied properties		1,793	2,022
Other tangible assets		441	384
Other assets		14,204	17,163
Accrued income and prepayments		22,790	26,742
Deferred tax assets		5,856	5,116
		<b>285,442</b>	<b>307,911</b>

<b>Liabilities and equity, EUR 1,000</b>	<b>Note</b>	<b>30.6.2024</b>	<b>31.12.2023</b>
<b>Liabilities</b>		<b>93,473</b>	<b>99,265</b>
Insurance contract liabilities		44,302	45,616
Other liabilities		3,267	4,944
Accrued expenses and deferred income		19,823	17,327
Deferred tax liabilities		11,186	16,491
Subordinated debt	10	14,895	14,886
<b>Equity capital</b>	11	<b>191,969</b>	<b>208,646</b>
Share capital		125	125
Reserve for invested unrestricted equity		18,831	18,831
Fair value reserve		-9,934	-11,262
Translation difference		25	-59
Retained earnings or loss		169,825	175,516
Profit or loss for the period		10,512	22,985
Non-controlling interest		2,585	2,511
		<b>285,442</b>	<b>307,911</b>

## Consolidated statement of cash flows

EUR 1,000	1.1.–30.6.2024	1.1.–30.6.2023
<b>Cash flow from operating activities:</b>		
Operating profit (loss)	14,015	19,318
Depreciation	426	237
Change in goodwill	1	-
Other adjustments		
Changes in fair value of investments	-4,500	302
Other adjustments	175	-2,813
Interest and other financing expenses	-81	21
Cash flow before change in working capital	10,035	17,064
Change in working capital		
Increase (-)/decrease (+) in loan receivables	285	-2,632
Increase (-)/decrease (+) in current interest-free receivables	7,475	-11,257
Increase (+)/decrease (-) in current interest-free liabilities	-3,710	-2,811
Cash flow from operating activities before financial items and taxes	12,945	364
Direct taxes paid (-)	-4,266	-2,834
<b>Cash flow from operating activities (A)</b>	<b>8,679</b>	<b>-2,470</b>
<b>Cash flow from investing activities:</b>		
Investments in tangible and intangible assets	-85	-536
Investments in subsidiaries and associated companies net of cash acquired	234	-1,722
Other investments	6,499	7,683
<b>Cash flow from investing activities (B)</b>	<b>6,648</b>	<b>5,425</b>
<b>Cash flow from financing activities:</b>		
Changes in share-based incentives	-	245
Transactions with non-controlling interests	-9	1,515
Increase (+)/decrease (-) in current liabilities	-	-405
Payments to acquire entity's shares	-833	-
Dividends paid and other distribution of profit		
To parent company shareholders	-28,196	-19,814
To non-controlling shareholders	-1,366	-175
<b>Cash flow from financing activities (C)</b>	<b>-30,404</b>	<b>-18,634</b>
<b>Increase/decrease in cash and cash equivalents (A+B+C)</b>	<b>-15,077</b>	<b>-15,679</b>
Cash and cash equivalents at beginning of period	38,302	46,817
Cash and cash equivalents at end of period	23,225	31,138
<b>Net change in cash and cash equivalents</b>	<b>-15,077</b>	<b>-15,679</b>

## Changes in group equity capital

	Share capital	Fair value reserve	Reserve for invested unrestricted equity	Translation differences	Retained earnings	Total	Non-controlling interests	Equity total
<b>2024, EUR 1,000</b>								
<b>1.1.2024</b>	<b>125</b>	<b>-11,262</b>	<b>18,831</b>	<b>-59</b>	<b>198,500</b>	<b>206,134</b>	<b>2,511</b>	<b>208,646</b>
Total comprehensive income for the financial period		1,328		84	10,512	11,925	431	12,355
Earnings for the period					10,512	10,512	431	10,943
Other comprehensive income items		1,328		84		1,412		1,412
Distribution of profit					-28,196	-28,196	-175	-28,371
Dividend EUR 1.00/share					-28,196	-28,196		-28,196
Distribution of profit for subgroup							-175	-175
Purchase of own shares					-833	-833		-833
Share-based payments payable as equity					243	243		243
Transactions with non-controlling interests							-9	-9
Other					111	111	-173	-62
<b>30.6.2024</b>	<b>125</b>	<b>-9,934</b>	<b>18,831</b>	<b>25</b>	<b>180,338</b>	<b>189,384</b>	<b>2,585</b>	<b>191,969</b>
<b>2023, EUR 1,000</b>								
<b>1.1.2023</b>	<b>125</b>	<b>-13,285</b>	<b>18,831</b>	<b>23</b>	<b>195,228</b>	<b>200,922</b>	<b>-400</b>	<b>200,521</b>
Total comprehensive income for the financial period		775		-16	14,297	15,056	2,334	17,390
Earnings for the period					14,297	14,297	2,334	16,631
Other comprehensive income items		775		-16		759		759
Distribution of profit					-19,814	-19,814	-175	-19,989
Dividend EUR 0.70/share					-19,814	-19,814		-19,814
Distribution of profit for subgroup							-175	-175
Share-based payments payable as equity					239	239		239
Transactions with non-controlling interests					1,639	1,639	191	1,830
Other					5	5	3	8
<b>30.6.2023</b>	<b>125</b>	<b>-12,510</b>	<b>18,831</b>	<b>7</b>	<b>191,595</b>	<b>198,047</b>	<b>1,952</b>	<b>200,000</b>

## Segment information, earnings 1.4.–30.6.2024

1.4.–30.6.2024, EUR 1,000	Continuing operations					Total
	Private Asset Management	Renewable energy	Other private asset management	Garantia	Other	
Continuing earnings	6,052	4,846	1,206	3,333	727	10,111
Performance fees	-	-	-	-	-	-
Investment operations	395	658	-262	1,376	14	1,785
<b>Total income</b>	<b>6,447</b>	<b>5,503</b>	<b>944</b>	<b>4,709</b>	<b>741</b>	<b>11,897</b>
Fee and commission expense	-1,408	-1,038	-370	-	-8	-1,416
Personnel costs	-2,765	-1,534	-1,231	-11	-627	-3,404
Direct expenses	-1,891	-1,331	-559	-12	-764	-2,667
Depreciation, amortisation, and impairment	-1	-1	-	-	-10	-11
Impairment losses on loans	-71	-	-71	-	58	-13
<b>Operating profit</b>	<b>310</b>	<b>1,599</b>	<b>-1,289</b>	<b>4,685</b>	<b>-610</b>	<b>4,386</b>
<b>Operating profit, %</b>	<b>4.8%</b>	<b>29.1%</b>	<b>neg</b>	<b>99.5%</b>	<b>neg</b>	<b>36.9%</b>

### 1.4.–30.6.2023, EUR 1,000

Continuing earnings	5,643	3,976	1,667	3,491	727	9,860
Performance fees	1,494	-	1,494	-	-	1,494
Investment operations	8,951	8,943	8	1,707	4,296	14,955
<b>Total income</b>	<b>16,088</b>	<b>12,919</b>	<b>3,169</b>	<b>5,197</b>	<b>5,023</b>	<b>26,308</b>
Fee and commission expense	-1,847	-1,057	-790	-	-7	-1,854
Personnel costs	-3,268	-2,399	-868	-265	-423	-3,956
Direct expenses	-1,968	-1,361	-608	-11	-701	-2,680
Depreciation, amortisation, and impairment	-9	-5	-4	-	-22	-31
Impairment losses on loans	-	-	-	-	-33	-33
<b>Operating profit</b>	<b>8,996</b>	<b>8,097</b>	<b>899</b>	<b>4,921</b>	<b>3,837</b>	<b>17,754</b>
<b>Operating profit, %</b>	<b>55.9%</b>	<b>62.7%</b>	<b>28.4%</b>	<b>94.7%</b>	<b>76.4%</b>	<b>67.5%</b>

### Reconciliations

Reconciliation of total income, EUR 1,000	1.4.–30.6.2024	1.4.–30.6.2023
Total income of segments	11,897	26,308
Share of associates' profit or loss allocated to total income of segments	228	-3,081
Transit items eliminated in segment reporting	515	578
<b>Consolidated total income</b>	<b>12,640</b>	<b>23,806</b>

Reconciliation of operating profit, EUR 1,000	1.4.–30.6.2024	1.4.–30.6.2023
Total earnings of segments before taxes and NCI	4,386	17,754
IFRS 16 Leases <sup>1)</sup>	22	1
<b>Consolidated operating profit</b>	<b>4,408</b>	<b>17,755</b>

<sup>1)</sup> The division of lease expense to depreciation and interest expense according to IFRS 16 Leases -standard is not applied in the segment reporting.

## Segment information, earnings 1.1.–30.6.2024

1.1.–30.6.2024, EUR 1,000	Continuing operations					Total
	Private Asset Management	Renewable energy	Other private asset management	Garantia	Other	
Continuing earnings	11,945	9,412	2,533	7,246	1,201	20,392
Performance fees	-	-	-	-	-	-
Investment operations	1,190	1,428	-238	6,165	1,194	8,549
<b>Total income</b>	<b>13,135</b>	<b>10,840</b>	<b>2,294</b>	<b>13,411</b>	<b>2,395</b>	<b>28,941</b>
Fee and commission expense	-2,893	-2,100	-793	-	-23	-2,916
Personnel costs	-5,624	-3,185	-2,439	-203	-1,448	-7,275
Direct expenses	-3,715	-2,565	-1,150	-37	-1,097	-4,848
Depreciation, amortisation, and impairment	-55	-29	-26	-	-10	-64
Impairment losses on loans	-71	-	-71	-	205	134
<b>Operating profit</b>	<b>777</b>	<b>2,963</b>	<b>-2,185</b>	<b>13,172</b>	<b>22</b>	<b>13,971</b>
<b>Operating profit, %</b>	<b>5.9%</b>	<b>27.3%</b>	<b>neg</b>	<b>98.2%</b>	<b>0.9%</b>	<b>48.3%</b>

### 1.1.–30.6.2023, EUR 1,000

Continuing earnings	11,192	7,913	3,279	7,364	1,142	19,699
Performance fees	1,494	-	1,494	-	-	1,494
Investment operations	8,612	8,626	-14	2,615	3,141	14,367
<b>Total income</b>	<b>21,298</b>	<b>16,540</b>	<b>4,758</b>	<b>9,979</b>	<b>4,283</b>	<b>35,560</b>
Fee and commission expense	-3,382	-2,119	-1,264	-	-32	-3,414
Personnel costs	-6,200	-4,221	-1,979	-652	-1,413	-8,265
Direct expenses	-3,498	-2,392	-1,106	-27	-964	-4,489
Depreciation, amortisation, and impairment	-19	-11	-9	-	-25	-44
Impairment losses on loans	-	-	-	-	-36	-36
<b>Operating profit</b>	<b>8,198</b>	<b>7,797</b>	<b>401</b>	<b>9,300</b>	<b>1,812</b>	<b>19,311</b>
<b>Operating profit, %</b>	<b>38.5%</b>	<b>47.1%</b>	<b>8.4%</b>	<b>93.2%</b>	<b>42.3%</b>	<b>54.3%</b>

### Reconciliations

Reconciliation of total income, EUR 1,000	1.1.–30.6.2024	1.1.–30.6.2023
Total income of segments	28,941	35,560
Share of associates' profit or loss allocated to total income of segments	-182	-2,763
Transit items eliminated in segment reporting	1,032	1,156
<b>Consolidated total income</b>	<b>29,792</b>	<b>33,952</b>

Reconciliation of operating profit, EUR 1,000	1.1.–30.6.2024	1.1.–30.6.2023
Total earnings of segments before taxes and NCI	13,971	19,311
IFRS 16 Leases <sup>1)</sup>	44	7
<b>Consolidated operating profit</b>	<b>14,015</b>	<b>19,318</b>

<sup>1)</sup> The division of lease expense to depreciation and interest expense according to IFRS 16 Leases -standard is not applied in the segment reporting.

Further information is provided below on Taaleri Group's own balance sheet investments, excluding personnel receivables, the fair value of which exceeds one million euros at the balance sheet date. Taaleri Group's investments that support the core business and development of the private asset management, are reported under Private Asset Management segment. Non-strategic investments are presented as part of the Other group.

Private Asset Management segment's direct investments, EUR 1,000	Investment type	Purchase price 30.6.2024	Fair value 30.6.2024	Holding 30.6.2024
<b>Renewable energy investments</b>				
Truscott Gilliland East Wind	Shares and participations	10,973	10,485	7.0%
Taaleri SolarWind II	Shares and participations	2,731	3,179	0.9%
Taaleri Debt Ky	Shares and participations	1,500	2,079	15.0%
Taaleri SolarWind III	Shares and participations	1,453	1,511	1.1%
<b>Bioindustry investments</b>				
Fintoil Oy	Shares and participations	8,069	9,870	39.6%
Tracegrow Ltd	Shares and participations	2,260	1,266	7.1%
WasteWise Group Oy	Shares and participations	3,650	3,198	33.7%
Taaleri Biocoal Development Ky	Shares and participations	1,500	1,419	12.4%
<b>Non-strategic investments EUR 1,000</b>				
Investment type	Purchase price 30.6.2024	Fair value 30.6.2024	Holding 30.6.2024	
<b>Real estate investments</b>				
TT Canada RE Holdings Corporation	Loan	-	2,217	-
Sepos Oy	Shares and participations	2,834	676	30.0%
Sepos Oy	Loan	2,063	2,063	-
Turun Toriparkki Oy	Shares and participations	8,503	8,758	39.3%
<b>Other investments</b>				
Aktia Bank Plc	Shares and participations	8,461	7,635	1.1%
Alisa Bank Plc	Shares and participations	5,460	2,889	10.4%

Investments in the non-strategic investment portfolio have a project-specific exit plan. Taaleri's own co-investment projects will be divested at the same pace as other co-investors.

Private Asset Management segment's direct investments, EUR 1,000	Investment type	Purchase price 31.12.2023	Fair value 31.12.2023	Holding 31.12.2023
<b>Renewable energy investments</b>				
Truscott Gilliland East Wind	Shares and participations	10,973	10,158	7.0%
Taaleri SolarWind II	Shares and participations	2,658	3,010	0.9%
Taaleri Debt Ky	Shares and participations	1,500	2,079	15.0%
Taaleri SolarWind III	Shares and participations	1,139	1,176	1.1%
<b>Bioindustry investments</b>				
Fintoil Oy	Shares and participations	3,000	4,800	24.0%
Tracegrow Ltd	Shares and participations	1,992	1,365	7.7%
Tracegrow Ltd	Loan	200	210	-
WasteWise Group Oy	Shares and participations	3,650	3,509	34.1%
Taaleri Biocoal Development Ky	Shares and participations	1,500	1,437	12.4%
<b>Non-strategic investments EUR 1,000</b>				
Investment type	Purchase price 31.12.2023	Fair value 31.12.2023	Holding 31.12.2023	
<b>Real estate investments</b>				
TT Canada RE Holdings Corporation	Loan	6,729	10,710	-
Sepos Oy	Shares and participations	2,834	734	30.0%
Sepos Oy	Loan	1,946	2,008	-
Turun Toriparkki Oy	Shares and participations	8,503	8,091	39.3%
<b>Other investments</b>				
Aktia Bank Plc	Shares and participations	10,000	9,180	1.3%
Alisa Bank Plc	Shares and participations	5,460	2,623	17.3%



## Notes to the Half-Year Financial Report

1	Fee and commission income	34
2	Net income from insurance	34
3	Net gains or net losses on trading in securities and foreign currencies	35
4	Income from equity investments	35
5	Interest income	36
6	Other operating income	36
7	Classification of financial assets and liabilities	37
8	Fair value of financial instruments	38
9	Impairment losses on receivables	39
10	Subordinated debt	39
11	Equity capital	40
12	Investments in subsidiaries	41
13	Investments in associated companies	42
14	Contingent liabilities	43
15	Related party disclosures	43

## 1 Fee and commission income

1.1.-30.6.2024, EUR 1,000	Private Asset Management	Renewable energy	Other private asset management	Garantia	Other	Total
Continuing earnings	13,084	10,058	3,026	-	613	13,697
Performance fees	-	-	-	-	-	-
<b>Total</b>	<b>13,084</b>	<b>10,058</b>	<b>3,026</b>	<b>-</b>	<b>613</b>	<b>13,697</b>

  

1.1.-30.6.2023, EUR 1,000	Private Asset Management	Renewable energy	Other private asset management	Garantia	Other	Total
Continuing earnings	11,732	8,300	3,432	-	588	12,320
Performance fees	1,494	-	1,494	-	-	1,494
<b>Total</b>	<b>13,226</b>	<b>8,300</b>	<b>4,925</b>	<b>-</b>	<b>588</b>	<b>13,814</b>

During January–June 2024, no performance fees were recognised in the income statement, while a total of EUR 1.5 million were recognised in the comparison period. During the periods presented no performance fees were recognised based on the management's estimate. On the balance sheet date of June 30, 2024, Taaleri had unrealised performance fees previously recognised in fee and commission income totalling EUR 14.2 (31 December 2023: 14.2) million.

## 2 Net income from insurance

EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
<b>Insurance revenue</b>		
Amounts relating to changes in liabilities for remaining coverage		
CSM recognized for services provided	6,035	6,182
Change in risk adjustment for non-financial risk for risk expired	1,284	1,184
Expected incurred claims	875	1,032
Expected other insurance service expenses	1,177	1,203
Premium experience adjustments	145	-3
Recovery of insurance acquisition cash flows	281	221
<b>Insurance revenue total</b>	<b>9,798</b>	<b>9,818</b>
<b>Insurance service expenses</b>		
Incurring claims	-797	-673
Changes in liabilities for incurred claims	732	405
Incurring other insurance service expenses	-1,786	-1,605
Losses on onerous contracts	73	-36
Insurance acquisition cash flows	-377	-390
<b>Insurance service expenses total</b>	<b>-2,155</b>	<b>-2,300</b>
<b>Net expenses from reinsurance contracts</b>	<b>-185</b>	<b>-217</b>
<b>Insurance service result</b>	<b>7,458</b>	<b>7,301</b>
<b>EUR 1,000</b>	<b>1.1.-30.6.2024</b>	<b>1.1.-30.6.2023</b>
<b>Net finance income and expense from insurance</b>		
Net finance income and expense from insurance	-249	31
Interest accreted to insurance contracts	-327	-95
Effect of changes in financial assumptions through P/L	14	46
Other	63	80
Net finance expenses from reinsurance contracts	10	9
Interest accreted to reinsurance contracts	10	10
Other	-	-1
<b>Net finance income and expense from insurance</b>	<b>-239</b>	<b>41</b>

Net finance income and expenses from insurance in January-June 2024 amounted to EUR -0.2 (0.0) million and the total return from the Garantia's investments at fair value amounted to EUR 7.6 (3.5) million.

EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
<b>Net income from investment operations</b>		
<b>Financial assets at fair value through other comprehensive income</b>	<b>1,004</b>	<b>689</b>
Interest income	1,459	1,046
Profit or loss from sales	-248	-280
Others	-206	-76
- of which change in expected credit loss	-206	-76
<b>Financial assets at fair value through profit or loss</b>	<b>5,161</b>	<b>1,925</b>
<b>Financial assets that need to be measured at fair value through profit or loss</b>	<b>5,161</b>	<b>1,925</b>
Interest income	544	591
Change in fair value	4,401	1,037
From dividends	51	177
Profit or loss from sales	87	162
Others	78	-42
<b>Net income from insurance investment operations</b>	<b>6,165</b>	<b>2,615</b>
<b>Net income from insurance total</b>	<b>13,383</b>	<b>9,957</b>

### 3 Net gains or net losses on trading in securities and foreign currencies

Net gains or net losses on trading in securities, EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
From financial assets measured at fair value through profit or loss		
Financial assets that need to be measured at fair value through profit or loss	-280	-153
<b>Total</b>	<b>-280</b>	<b>-153</b>

Net gains or net losses on trading in securities and foreign currencies, EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
Net gains or net losses on trading in securities by type		
From shares and units	-280	-153
Sales profit and loss	-110	886
Changes in fair value	-170	-1,039
Net gains or net losses on trading in securities, total	-280	-153
Net gains or net losses on trading in foreign currencies	289	-215
<b>Total</b>	<b>9</b>	<b>-369</b>

### 4 Income from equity investments

EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
From financial assets recognised at fair value in profit or loss	765	415
Dividend income	682	419
Profit or loss from divestments	83	-4
From group companies	-156	8,271
Profit or loss from divestments	-156	8,271
<b>Total</b>	<b>609</b>	<b>8,686</b>

## 5 Interest income

EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
Interest income from other loans and receivables		
From receivables from credit institutions	365	30
From receivables from the public and general government	362	612
Other interest income	1	2
<b>Total</b>	<b>727</b>	<b>644</b>

Interest income does not include profits from financial assets, which value is reduced.

## 6 Other operating income

EUR 1,000	1.1.-30.6.2024	1.1.-30.6.2023
Billed expenses recorded as income	1,315	1,150
Other income	51	70
<b>Total</b>	<b>1,367</b>	<b>1,220</b>

## 7 Classification of financial assets and liabilities

### Financial assets and liabilities 30.6.2024, EUR 1,000

Financial assets	Amortised cost	At fair value through other comprehensive income		At fair value through profit or loss		Total	Fair value
		Equity instruments <sup>2)</sup>	Others	Equity instruments	Others		
Receivables from credit institutions <sup>1)</sup>	23,225					23,225	23,225
Receivables from the public and general government	3,983				1,108	5,090	5,090
Shares and units		3,032		39,960		42,992	42,992
Insurance assets			91,799	31,673	31,546	155,018	155,018
Other financial assets						34,380	
<b>Financial assets total</b>	<b>27,208</b>	<b>3,032</b>	<b>91,799</b>	<b>71,633</b>	<b>32,653</b>	<b>260,705</b>	
Participating interests						13,065	
Other than financial assets						11,672	
<b>Assets in total 30.6.2024</b>						<b>285,442</b>	

Financial liabilities	At fair value through profit or loss	Other liabilities	Total	Fair value
Subordinated debt		14,895	14,895	15,528
Other financial liabilities		13,809	13,809	
<b>Financial liabilities total</b>	<b>-</b>	<b>28,704</b>	<b>28,704</b>	
Other than financial liabilities			64,769	
<b>Liabilities in total 30.6.2024</b>			<b>93,473</b>	

### Financial assets and liabilities 31.12.2023, EUR 1,000

Financial assets	Amortised cost	At fair value through other comprehensive income		At fair value through profit or loss		Total	Fair value
		Equity instruments <sup>2)</sup>	Others	Equity instruments	Others		
Receivables from credit institutions <sup>1)</sup>	38,302					38,302	38,302
Receivables from the public and general government	3,824				1,318	5,142	5,142
Shares and units		2,768		35,941		38,708	38,708
Insurance assets			104,123	29,935	26,493	160,551	160,551
Other financial assets						42,226	
<b>Financial assets total</b>	<b>42,126</b>	<b>2,768</b>	<b>104,123</b>	<b>65,876</b>	<b>27,811</b>	<b>284,930</b>	
Participating interests						12,884	
Other than financial assets						10,097	
<b>Assets in total 31.12.2023</b>						<b>307,911</b>	

Financial liabilities	At fair value through profit or loss	Other liabilities	Total	Fair value
Subordinated debt		14,886	14,886	15,154
Other financial liabilities		16,392	16,392	
<b>Financial liabilities total</b>	<b>-</b>	<b>31,278</b>	<b>31,278</b>	
Other than financial liabilities			67,987	
<b>Liabilities in total 31.12.2023</b>			<b>99,265</b>	

<sup>1)</sup> The carrying amount of these receivables are seen as the best estimate of their fair values.

<sup>2)</sup> At initial recognition the Group's non-strategic investments are specifically classified as measured at fair value through profit or loss. Thus, dividend yields are recognised in profit or loss, but changes in fair value, foreign exchange rate gains and losses as well as sales gains and losses are recognised in other comprehensive income. These are not later recycled to profit or loss. The classification as a non-strategic investment is made instrument-by-instrument by management. Non-strategic investments include small investments in limited partnerships associated to Taaleri's private equity funds and equity investments in private companies not directly associated to Taaleri's business strategy. On 30 June 2024, the fair value of equity instruments that are specifically valued at fair value through other comprehensive income items was EUR 3.0 (31 December 2023: 2.8) million. The investments belonging to the group have not produced dividend income in the financial periods presented. During the presented financial periods, no investments belonging to the group have been sold or otherwise written off the balance sheet.

## 8 Fair value of financial instruments

Fair value of assets 30.6.2024, EUR 1,000	Level 1	Level 2	Level 3	Fair value total
Receivables from credit institutions		23,225		23,225
Receivables from the public and general government		4,318	772	5,090
Shares and units	10,525		32,467	42,992
Insurance assets	147,179		7,839	155,018
<b>Total</b>	<b>157,704</b>	<b>27,543</b>	<b>41,078</b>	<b>226,325</b>

Fair value of liabilities 30.6.2024, EUR 1,000	Level 1	Level 2	Level 3	Fair value total
Subordinated debt		15,528		15,528
<b>Total</b>	<b>-</b>	<b>15,528</b>	<b>-</b>	<b>15,528</b>

Fair value of assets 31.12.2023, EUR 1,000	Level 1	Level 2	Level 3	Fair value total
Receivables from credit institutions		38,302		38,302
Receivables from the public and general government		4,345	797	5,142
Shares and units	11,868		26,840	38,708
Insurance assets	153,071		7,480	160,551
<b>Total</b>	<b>164,939</b>	<b>42,647</b>	<b>35,118</b>	<b>242,703</b>

Fair value of liabilities 31.12.2023, EUR 1,000	Level 1	Level 2	Level 3	Fair value total
Subordinated debt		15,154		15,154
<b>Total</b>	<b>-</b>	<b>15,154</b>	<b>-</b>	<b>15,154</b>

### Fair value hierarchy

Level 1: Fair values are based on the prices quoted on the active market on identical assets or liabilities.

Level 2: Fair values are based on information other than quoted prices included within level 1 that are observable for the asset or liability, either directly (from prices) or indirectly (derived from prices). When measuring the fair value of these instruments, Taaleri Group uses generally accepted valuation models whose information is based to a significant degree on verifiable market information.

Level 3: Fair values are based on information concerning an asset or liability, which is not based on verifiable market information. Level 3 assets are mainly valued at a price received from an external party or, if no reliable fair value is available/determinable, at purchase price.

### Assets classified at level 3

Assets categorised within level 3 consist of unquoted shares in private equity funds, other stocks, and share units. Shares in private equity funds are mainly measured at the latest fair value received from the management company. Unquoted stocks are valued either at the latest trading price used on the unregulated market, at the book value of the entity subject to the investment, using the cash flow-based return value method, or if it is estimated that the fair value cannot be determined with sufficient accuracy, at the acquisition cost.

Reconciliation of assets categorised within level 3, EUR 1,000	1.1.-30.6.2024	1.1.-31.12.2023
Fair value January 1	35,118	37,417
Purchases	6,262	3,603
Sales and deductions	-566	-4,905
Change in fair value - income statement	266	-797
Change in fair value - comprehensive income statement	-2	-200
<b>Fair value at end of period</b>	<b>41,078</b>	<b>35,118</b>

Unrealised gains or losses attributable to fair value measurements of assets or liabilities categorised within level 3 held at the end of the reporting period recognised in profit or loss, EUR 1,000	1.1.-30.6.2024	1.1.-31.12.2023
Net income from insurance	110	237
Net gains or net losses on trading in securities and foreign currencies	157	-1,034
<b>Total</b>	<b>266</b>	<b>-797</b>

## 9 Impairment losses on receivables

EUR 1,000	Amortised cost	At fair value through other comprehensive income <sup>1)</sup>	Total
ECL 1.1.2024	1,862	875	2,737
Additions due to initial issue and purchases	73	20	93
Deductions due to derecognitions	-207	-107	-313
Changes in risk parameters	-	293	293
<b>Recognised in profit or loss</b>	<b>-134</b>	<b>206</b>	<b>72</b>
<b>ECL 30.6.2024</b>	<b>1,728</b>	<b>1,081</b>	<b>2,810</b>

EUR 1,000	Amortised cost	At fair value through other comprehensive income <sup>1)</sup>	Total
ECL 1.1.2023	1,255	290	1,545
Additions due to initial issue and purchases	53	64	117
Deductions due to derecognitions	-11	-47	-58
Changes in risk parameters	565	568	1,133
<b>Recognised in profit or loss</b>	<b>607</b>	<b>585</b>	<b>1,192</b>
<b>ECL 31.12.2023</b>	<b>1,862</b>	<b>875</b>	<b>2,737</b>

All financial assets subject to ECL calculations are on level 1, i.e. the credit risk has not increased significantly.

<sup>1)</sup> Expected credit losses from financial assets measured at fair value through other comprehensive income all pertain to the insurance business, and therefore the expected credit loss has been recognised in net income from insurance investment operations. See Note 2.

EUR 1,000	1.1.-30.6.2024	1.1.-31.12.2023
Received payments related to loans that have been written-off	-	-
Change in ECL	134	-607
Realized credit losses	-	-
<b>Expected credit losses from financial assets measured at amortised cost recognised in profit or loss</b>	<b>134</b>	<b>-607</b>

## 10 Subordinated debts

EUR 1,000	30.6.2024	31.12.2023
Tier 2 bond	14,895	14,878
<b>Total</b>	<b>14,895</b>	<b>14,878</b>

On 18 October 2019 Taaleri Plc issued Tier 2 notes totalling EUR 15 million. The Tier 2 notes constitute a subordinated debt instrument, which is included in the Tier 2 capital referred to in Article 63 of Regulation (EU) No 575/2013 of the European Parliament and of the Council. The notes mature in ten years and bear a fixed interest rate of 5.0 percent until 18 October 2024 and then onwards EUR 5-year mid-swap rate plus 5.33 percent. The terms and conditions of the notes include a call option after five years from the issuance and the company is also entitled to an early repayment before the call option under certain preconditions provided in the terms and conditions of the notes.

# 11 Equity capital

## Share capital

The company's share capital on 30 June 2024 was EUR 125,000 and the amount of shares 28,196,253. The company's shares do not have a nominal value. Taaleri Plc's shares are traded on the Nasdaq Helsinki main market. The shares' trading code is "TAALA" and ISIN code FI4000062195. All shares issued have been paid for in full. The group uses share-based incentive schemes. The company has not issued convertible bonds or other than the above-mentioned special rights.

On 27 March 2024, Taaleri announced that it cancels 154,367 of its own shares in accordance with the decision of the company's Board of Directors. 109,367 cancelled shares were repurchased under the share repurchase program, which was announced on 19 December 2023. 45,000 of the cancelled shares were already in the company's possession before the start of the share repurchase program. After the cancellation, Taaleri holds 0 own shares. The cancellation of the shares was recorded with the Finnish Trade Register on 27 March 2024, and the cancellation was registered on 3 May 2024. After the cancellation, the total number of registered shares of Taaleri Plc is 28,196,253.

## Share repurchase program

Taaleri announced on 19 December 2023, that the Board of Directors of Taaleri Plc has resolved to start repurchasing the company's own shares based on the authorization given by the Annual General Meeting held on 13 April 2023. The maximum number of the company's own shares to be repurchased was 200,000 shares, corresponding to approximately 0.71 per cent of all the shares in the company. The maximum amount to be used for the share repurchase was EUR 1,900,000. The shares were decided to be repurchased using the company's unrestricted equity. The shares were decided to be repurchased through public trading organized by Nasdaq Helsinki Ltd at the market price as per the time of repurchase.

When the program started, the total number of shares in Taaleri Plc was 28,350,620. When the program started, the company held 45,000 of its own shares, which corresponded to 0.16 per cent of all shares.

The repurchase of own shares started on 20 December 2023 and ended at Taaleri Plc's Annual General Meeting, which was held on 10 April 2024. The last purchase in the share repurchase program was made on 16 February 2024.

During 2024, a total of 89,340 own shares were acquired, which corresponds to 0.32 percent of all shares. A total of EUR 832,766.32 was paid for the 89,340 shares acquired, which has been recorded as a reduction of the parent company's and the Group's equity.

During the entire share repurchase program, a total of 109,367 own shares were acquired, which corresponds to 0.39 percent of all shares. A total of EUR 1,007,907.34 was paid for the 109,367 shares acquired, which has been recorded as a reduction of the parent company's and the Group's equity.



## 12 Investments in subsidiaries

### Changes in subsidiary shareholdings 1.1.–30.6.2024

During the period, Taaleri Private Equity Funds Ltd increased its holding in Taaleri Asuntorahasto VIII GP Oy, and at the end of the period, Taaleri's ownership in the company was 84.0 (80.0) percent. Taaleri Investments Ltd, on the other hand, established a subsidiary in Canada during the period and owns 100.0 percent of the share capital of the established company Taaleri Biocoal Canada Development Ltd. The company has been established as part of Taaleri's bioindustry business and is preparing torrefied biomass production in Canada.

During the period, management companies and project companies, which are part of Taaleri's private asset management business, have also been established, acquired, sold and dissolved. Some of the management and project companies have minority shareholders that are key personnel in Taaleri's private asset management business.

### Changes in subsidiary shareholdings 1.1.–31.12.2023

During the period, Taaleri Plc and Taaleri Investments Ltd sold part of their holdings in Taaleri Energia Ltd to key personnel in the renewable energy business. The Taaleri Group's joint ownership of Taaleri Energia Ltd and its subgroup decreased to 76.2 (79.4) percent. In addition, Taaleri Oyj's shareholding in Taaleri Real Estate Ltd changed during the period, when Taaleri Plc first sold and later in the period acquired company's shares from key persons in the real estate business. At the end of the period, Taaleri Plc owned 100.0 (80.0) per cent of Taaleri Real Estate Ltd.

During the period, Taaleri Energia Holdings Sarl sold all the shares it owned in Taaleri Energia Development Holdings Sarl, Global Evenor SL and Global Berserker SL. The transactions were carried out as part of the sale of the project development portfolio built for the Taaleri SolarWind III fund.

During the financial year 2023, management companies and project companies, which are part of Taaleri's private asset management business, have also been established, acquired, sold and dissolved. Some of the management and project companies have minority shareholders that are key personnel in Taaleri's private asset management business.

#### Effects on the equity attributable to owners of the parent of any changes in its ownership interest in a subsidiary that do not result in a loss of control, EUR 1,000

	1.1.-30.6.2024	1.1.-31.12.2023
From an addition to the share owned in subsidiaries	-	-
From a reduction in the share owned in subsidiaries, without loss of control	-	1,636
<b>Net effect on equity</b>	<b>-</b>	<b>1,636</b>

There is not a material non-controlling interest in the group.

## 13 Investments in associated companies

### Changes in associated company shareholdings 1.1.–30.6.2024

On 30 June 2024 Taaleri had ten associated companies: Taaleri Datacenter Ky, Sepos Oy, Turun Toriparkki Oy, Hernesaaren Kehitys Oy, Munkkiniemi Group Oy, Fintoil Oy, Taaleri SolarWind II SPV, Taaleri SolarWind III SPV, Masdar Taaleri Generation, and WasteWise Group Oy. None of these is considered material to the Group.

During the period, Taaleri Investments Ltd made an additional investment in Fintoil Oy by participating in Fintoil's share issue, which increased Taaleri's shareholding in Fintoil Oy to 39.6 (24.0) percent. Taaleri's holding in WasteWise Group Oy, meanwhile, was diluted to 33.7 (34.1) percent during the period.

Other associated companies, with the exception of Fintoil Oy, have been consolidated into the Group using the equity method. Regarding the capital investment made in Fintoil Oy, a decision has been made to value the associated company at fair value with effect on profit and loss in accordance with IFRS 9.

During the period, from the results of the review period of the associated companies and other changes in their equity, a total of EUR 0.2 million has been consolidated into the Group and presented in the line item "Share of the result of associated companies". Associated companies have no discontinued operations, and no items of comprehensive income that would have been consolidated into the Group.

### Changes in associated company shareholdings 1.1.–31.12.2023

On 31 December 2023 Taaleri had ten associated companies: Taaleri Datacenter Ky, Sepos Oy, Turun Toriparkki Oy, Hernesaaren Kehitys Oy, Munkkiniemi Group Oy, Fintoil Oy, Taaleri SolarWind II SPV, Taaleri SolarWind III SPV, Masdar Taaleri Generation, and WasteWise Group Oy. None of these is considered material to the Group.

During the period, Taaleri Investments Ltd participated with EUR 2.3 million in the financing round of Turun Toriparkki Oy, but due to the new investors who joined the company, Taaleri's ownership in Turun Toriparkki Oy was diluted to 39.3 (59.2) percent.

WasteWise Group Oy's convertible bond previously held by Taaleri Investments Ltd, was converted into company's shares during the financial year, and in addition Taaleri Sijoitus Oy made a EUR 2.5 million additional investment in the company. Taaleri's shareholding in the company grew to 34.1 per cent with the additional investment, and from this point on, the company has been consolidated into the Taaleri Group as an associated company.

After Taaleri Energia Holdings Sarl sold all the shares it owned in Taaleri Energia Development Holdings Sarl, Domerel Nieruchomo ci Sp.z, which had previously been an associated company to Taaleri Group, also left the group.

Other associated companies, apart from Fintoil Oy, have been consolidated into the Group using the equity method. Regarding the capital investment made in Fintoil Oy, a decision has been made to value the associated company at fair value with effect on profit and loss in accordance with IFRS 9.

During 2023, from the results of the review period of the associated companies and other changes in their equity, a total of EUR 2.9 million has been consolidated into the Group and presented in the line item "Share of the result of associated companies". Associated companies have no discontinued operations, and no items of comprehensive income that would have been consolidated into the Group.

## 14 Conditional liabilities and contingent liabilities

Commitments not recognised as liabilities, EUR 1,000	30.6.2024	31.12.2023
Total gross exposures of guaranty insurance	1,744,787	1,749,104
Guarantees <sup>1)</sup>	250	1,875
Investment commitments	14,836	11,830
Credit limits (unused)	200	200
<b>Total</b>	<b>1,760,074</b>	<b>1,763,009</b>

<sup>1)</sup> Taaleri has granted a guarantee in the amount of EUR 0.3 (31 December 2023: 1.9) million to an entity outside the Group, but a full counter-guarantee has been received for the liability. Original guarantee EUR 0.3 (31 December 2023: 1.9) million, however, has been included in the table above.

On March 10, 2021, Taaleri announced the sale of the Wealth Management business to Aktia. The disposal consideration will depend in part on the business of the coming years. The deed of sale related to the sale of the wealth management operations includes special business-related liabilities to Taaleri of up to EUR 36 million, as well as industry-related general and compliance responsibilities. No contingent receivable or liability has been recognized for the contingent consideration, as Taaleri does not consider it probable that the contingent consideration will be realized. Liabilities related to the transaction are not included in the table above.

Taaleri has signed the Net Zero Asset Managers (NZAM) initiative, in which Taaleri, both as a company and for Taaleri's assets under management, commits to the goal of net zero greenhouse gas emissions by 2050 in accordance with the Paris Climate Agreement. Taaleri's interim target is to manage 75% of the assets under management in accordance with the initiative by 2030. Taaleri will report annually on the progress. Liabilities related to the initiative are not included in the table above.

## 15 Related party disclosures

The parent company and its subsidiaries and associated companies belong to the Group's related parties. Related parties also include the members of the Board of Directors and the Executive Management Team as well as their related parties.

The following belong to the company's related parties:

- 1) Someone who, by virtue of shareholding, options or convertible bonds has or may have at least 20 percent of the company's stocks or shares, or the voting rights attached to them, or a corresponding shareholding or voting right in an organisation belonging to the Group, or in an organisation exercising control in the company, unless the significance of the company that is the subject of ownership is minor in terms of the whole Group.
- 2) A member and deputy member of the Board of Directors, CEO and Deputy CEO, and somebody in a similar position in a company as referred to in point 1.
- 3) The children and spouse of someone as referred to in point 2, or someone in a marital relationship with that person.
- 4) An organisation and foundation in which an above-mentioned person, either alone or with another person, has control as specified in Chapter 1, Paragraph 5 of the Accounting Act.

Business transactions made with the company and companies belonging to the Group have been carried out on terms equivalent to those that prevail in arm's length transactions. Companies belonging to the Group are listed in the financial statements of the parent company.

### Related party transactions with associated companies and related parties, EUR 1,000

1.1.-30.6.2024	Sales	Purchases	Receivables	Liabilities
Associated companies	465	-	2,874	-
Other related parties	-	3	-	-
1.1.-30.6.2023	Sales	Purchases	Receivables	Liabilities
Associated companies	438	-	2,342	-
Other related parties	-	6	-	-

# TAALERI

Taaleri Plc  
Kasarmikatu 21 B  
00130 Helsinki