

# LANDSNET

Condensed  
Interim Financial Statement  
January 1st - June 30th 2017

Landsnet hf.  
Gylfaflöt 9  
112 Reykjavík

Reg.no. 580804-2410

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# Report of the Board of Directors and the CEO

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The role of Landsnet is to administer the transmission of electricity and system operation in accordance with the provisions of Chapter III of the Electricity Act No. 65/2003.

According to the income statement and Statement of Comprehensive Income, profit and total profit of the period amounted to USD 10,544 thousand. According to the balance sheet, the Company's equity at end of June amounted to USD 319,570 thousand.

Share capital at the end of June 2017 is divided between four shareholders:

	Share
Landsvirkjun .....	64.73%
Rarik ohf. ....	22.51%
Orkuveita Reykjavíkur .....	6.78%
Orkubú Vestfjarða ohf. ....	5.98%

In early April, a serious fault occurred in the Westman Islands Line 3, which is the subsea cable to the Westman Islands. After two months of repairs, the cable started transmitting power again on 16 June. The repair's capitalised cost is estimated at approximately USD 5 million.

In December 2016, Landsnet issued unsecured, USD-denominated bonds. The bond issue was divided into two phases, with one-half paid in December 2016 and the remainder in March 2017. This was followed by an additional instalment on the loan from the parent company.

## Statement of the Board of Directors and the CEO

According to the best of the Board of Director's and the CEO's knowledge, the Interim Financial Statements are in accordance with the International Financial Reporting Standards as adopted by the EU and it is the Board's and CEO's opinion that the Interim Financial Statements give a true and fair view of the financial performance of the Company for the six month period ended 30 June 2017, its assets, liabilities and financial position as at 30 June 2017 and its cash flow for the period then ended.

Further, in our opinion the financial statements and the endorsement by the Board of Directors and the CEO give a fair view of the development and performance of the Company's operations and its position and describes the principal risks and uncertainties faced by the Company.

The Board of Directors and the CEO have today discussed the Interim Financial Statements of Landsnet hf. for the period 1 January to 30 June 2017 and confirmed them by means of their signatures.

Reykjavík, 21 August 2017.

The Board of Directors:

Sigrún Björk Jakobsdóttir  
Svana Helen Björnsdóttir  
Ómar Benediktsson

CEO:

Guðmundur Ingi Ásmundsson

# Independent Auditors' Review Report

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To the Board of Directors and Shareholders of Landsnet hf.

We have on behalf of The Icelandic National Audit Office, reviewed the accompanying condensed interim financial statements of Landsnet hf., which comprise the endorsement by the Board of Directors and the CEO, the statement of financial position as at 30 June 2017 and the income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the six-month period then ended, and a summary of accounting policies and other explanatory notes.

## **Management's responsibility for the financial statements**

The Board of Directors and CEO are responsible for the preparation and fair presentation of these condensed interim financial statements in accordance with IAS 34 as adopted by the EU.

## **Auditor's responsibility**

Our responsibility is to express an opinion on these condensed interim financial statements.

## **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements, ISRE 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the condensed interim financial statements does not give a true and fair view of the financial position of Landsnet hf. as at June 30, 2017, and of its financial performance and its cash flows for the six-month period then ended in accordance with International Financial Reporting Standard, IAS 34, as adopted by the EU.

Reykjavík, 21 August 2017.

## ***Deloitte ehf.***

Páll Grétar Steingrímsson  
Rúnar Dór Daníelsson  
Certified Public Accountants

# Income Statement and Statement of Comprehensive Income for six months ended 30 June 2017

	Notes	1.1-30.6.2017	1.1.-30.6.2016
<b>Operating revenue</b>			
Transmission .....	5.6	70,620	64,824
Other income .....		884	526
		71,504	65,350
<b>Operating expenses</b>			
Energy procurement costs .....	7	12,778	10,383
Transmission costs .....	8	20,649	20,075
System operation .....	8	4,427	3,589
Other operating expenses .....	8	4,515	3,693
		42,369	37,740
<b>Operating profit</b> .....		29,135	27,610
Financial income .....		499	793
Financial expenses .....		( 16,536)	( 31,857)
Net financial expenses .....	9	( 16,037)	( 31,064)
Share in net earnings of associated company .....		66	119
<b>Profit (loss) before income tax</b> .....		13,164	( 3,335)
Income tax .....	10	( 2,620)	691
<b>Total comprehensive profit (loss) for the period</b> .....		10,544	( 2,644)
<b>Earnings (loss) per share:</b>			
Basic and diluted earnings (loss) per each USD 1 share .....		0.23	( 0.06)

Notes no. 1 to 17 are an integral part of these financial statements.

## Balance Sheet as at 30 June 2017

	Notes	30.6.2017	31.12.2016
<b>Assets</b>			
Fixed assets in operation .....	11	667,066	665,084
Projects under construction .....	11	61,309	51,615
Intangible assets .....	12	20,614	11,003
Investment in subsidiary and associate .....		7,348	6,667
Long-term note .....	16	1,079	1,007
Fixed assets		757,416	735,376
Inventories .....		4,733	4,646
Receivable from parent company .....	16	4,086	4,457
Trade and other receivables .....		10,956	8,085
Cash and cash equivalents .....		56,570	18,253
Current assets		76,345	35,441
<b>Total assets</b>		833,761	770,817
<b>Equity</b>			
Share capital .....		45,549	45,549
Statutory reserve .....		5,231	4,703
Restricted equity .....		271	205
Revaluation account .....		205,836	210,520
Foreign currency translation .....		1,464	849
Retained earnings .....		61,219	46,585
Equity		319,570	308,411
<b>Liabilities</b>			
Long term liabilities from parent company .....	13	139,488	198,394
Other interest bearing long-term liabilities .....	13	270,533	168,464
Deferred income tax liability .....	14	50,807	49,019
Deferred income .....		2,773	2,862
Provision due to site restoration .....		7,716	7,023
Long-term liabilities		471,317	425,762
Loans from parent company .....	13	1,668	69
Current maturities .....	13	17,392	16,454
Income tax payable .....		874	4,292
Trade and other payables .....		22,940	15,829
Short-term liabilities		42,874	36,644
Total liabilities		514,191	462,406
<b>Total equity and liabilities</b>		833,761	770,817

Notes no. 1 to 17 are an integral part of these financial statements.

## Statement of Equity 30 June 2017

	Share capital	Statutory reserve	Restricted equity	Translation difference	Revaluation account	Retained earnings	Total
<b>Changes in equity for six months ended 30 June 2016</b>							
Equity at 1 January 2016.....	45,549	4,703	0	0	220,989	52,515	323,756
Foreign currency translation.....				321			321
Total comprehensive loss.....						( 2,644)	( 2,644)
Dividend paid to shareholders.....						( 3,227)	( 3,227)
Depreciation on revaluation recognised under retained earnings.....					( 4,623)	4,623	0
Equity at 30 June 2016.....	45,549	4,703	0	321	216,366	51,267	318,206
<b>Changes in equity for six months ended 30 June 2017</b>							
Equity at 1 January 2017.....	45,549	4,703	205	849	210,520	46,585	308,411
Foreign currency translation.....				615			615
Total comprehensive income.....						10,544	10,544
Transfer to statutory reserve.....		528				( 528)	0
Share in net earnings of associated company.....			66			( 66)	0
Depreciation on revaluation recognised					( 4,684)	4,684	0
Equity at 30 June 2017.....	45,549	5,231	271	1,464	205,836	61,219	319,570

Notes no. 1 to 17 are an integral part of these financial statements.

# Statement of Cash Flows for the six months ended 30 June 2017

	Notes	1.1-30.6.2017	1.1.-30.6.2016
<b>Cash flow from operating activities</b>			
Operating profit .....		29,135	27,610
<b>Adjustments for:</b>			
(Loss) profit from sales of fixed assets .....		1	( 5)
Depreciation and amortisation .....	8	13,739	14,044
Working capital from operation before financial items		42,875	41,649
Operating assets, increase .....	(	2,261)	( 1,519)
Operating liabilities, increase .....		6,065	1,331
Net cash from operating activities before financial items		46,679	41,461
Interest income received .....		178	656
Interest expenses paid and foreign exchange difference .....	(	5,329)	( 13,228)
Taxes paid .....	(	4,249)	( 1,972)
Net cash from operating activities		<u>37,279</u>	<u>26,917</u>
<b>Cash flow from investing activities</b>			
Investment in transmission infrastructures .....	11	( 34,262)	( 12,085)
Other investments .....	11,12	( 1,307)	( 2,270)
Proceeds from sale of property, plant and equipment .....		30	12
Marketable securities, change .....		0	( 1,666)
Long-term note, change .....		33	26
Net cash used in investing activities		<u>( 35,506)</u>	<u>( 15,983)</u>
<b>Cash flow from financing activities</b>			
Change in loans from parent company .....	(	60,301)	0
Payments of long-term liabilities .....	(	3,755)	( 3,650)
New long-term liabilities .....		99,867	0
Dividend paid to shareholders .....		0	( 3,227)
Net cash used in financing activities		<u>35,811</u>	<u>( 6,877)</u>
<b>Net increase in cash and cash equivalents</b> .....		37,584	4,057
<b>Effect of exchange rate changes on cash and cash equivalents</b> .....		733	627
<b>Cash and cash equivalents at 1 January</b> .....		<u>18,253</u>	<u>62,290</u>
<b>Cash and cash equivalents at the end of the period</b> .....		<u><u>56,570</u></u>	<u><u>66,974</u></u>

Notes no. 1 to 17 are an integral part of these financial statements.

# Notes to the Financial Statements

## 1. Reporting entity

Landsnet hf. is domiciled at Gylfahlöt 9 in Reykjavik, Iceland. The Company is a subsidiary of Landsvirkjun, and the interim financial statement of Landsnet hf. is included in the consolidated financial statements of Landsvirkjun. Landsnet was established in 2004 on the basis of the Electricity Act passed by the Icelandic parliament, the Althingi, in the spring of 2003. The role of Landsnet is to administer the transmission of electricity and system operation in accordance with the provisions of Chapter III of the Electricity Act No. 65/2003, which stipulates that the Company must not engage in any activities other than necessary to perform its duties under the Act.

## 2. Statement of compliance

The condensed interim financial statements have been prepared in accordance with International Financial Reporting Standard, IAS 34 Interim Financial Reporting as adopted by the EU. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended December 31, 2016. The Company's financial statements for the year 2016 can be found at its website [www.landsnet.is](http://www.landsnet.is) and the website of NASDAQ OMX Iceland; [www.nasdaqomxnordic.com](http://www.nasdaqomxnordic.com)

## 3. Accounting policies

The condensed interim financial statements are prepared using the same accounting policies as for the year 2016.

The interim financial statements are presented in USD, which is the Company's functional currency from the beginning of the year 2016. Amounts are presented in USD thousand unless otherwise stated. The interim financial statements have been prepared on the historical cost basis, except for the Company's transmission system is recognised at a revalued amount.

### *New International Financial Reporting Standards*

The Company has adopted new International Financial Reporting Standards, as adopted by the EU, for the accounting period beginning 1 January 2017, changes to the standards and new interpretations. IFRS 15 is due to take effect in 2018. The standard's effect on the Company's recording of income is currently under consideration, with the impact yet to be fully appraised.

## 4. Use of estimates and judgements

The preparation of the financial statements in conformity with IFRS standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

## 5. Transmission revenue

	2017	2016
	1.1.-30.6.	1.1.-30.6.
Transmission revenue consist of:		
Energy transmission .....	56,838	54,045
Transmission losses and ancillary services .....	12,963	10,139
Service income .....	273	227
Input fees .....	546	413
Transmission revenue total .....	70,620	64,824

## 6. Energy transmission

Energy transmission consist of:

Energy transmission to power-intensive consumers .....	34,194	37,244
Energy transmission to distribution system operators .....	22,644	16,801
Energy transmission total .....	56,838	54,045

## Notes, continued:

<b>7. Energy procurement costs</b>	<b>2017</b>	<b>2016</b>
Energy procurement costs consist of:	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>
Electricity purchases due to transmission losses .....	8,996	7,407
Purchase of ancillary services .....	3,782	2,976
Energy procurement costs total .....	<u>12,778</u>	<u>10,383</u>

## 8. Depreciation and amortisation

Depreciation and amortisation are specified as follows:

Depreciation of fixed assets in operation, see Note 11 .....	13,500	13,776
Amortisation and impairment losses of intangible assets, see Note 12 .....	239	268
Depreciation and amortisation recognised in the income statement .....	<u>13,739</u>	<u>14,044</u>

Depreciation and amortisation are allocated as follows to operating items:

Transmission costs .....	13,180	13,502
System operation .....	164	147
Other operating expenses .....	395	395
Depreciation and amortisation recognised in the income statement .....	<u>13,739</u>	<u>14,044</u>

## 9. Financial income and expenses

Financial income and expenses are specified as follows:

Interest income .....	438	480
Net gain in fair value of marketable securities .....	61	313
Exchange rate difference .....	0	0
Total financial income .....	<u>499</u>	<u>793</u>
Interest expenses .....	( 10,300)	( 7,433)
Indexation .....	( 481)	( 5,073)
Exchange rate difference .....	( 6,418)	( 19,817)
Change in present value of the provision due to site restoration .....	( 694)	( 447)
Capitalised interest expense due to projects under construction .....	1,357	913
Total financial expenses .....	<u>( 16,536)</u>	<u>( 31,857)</u>
Net financial expenses .....	<u>( 16,037)</u>	<u>( 31,064)</u>

Capitalised financial expenses were 5.3% (30.06.16: 6.5%) of capital tied in transmission structures under construction during the year. This is the Company's average finance cost.

## 10. Income tax

Income tax recognised in the income statement is specified as follows:

Calculated income tax for the year .....	( 1,789)	3,904
Income tax payable .....	( 831)	( 3,213)
Income tax recognised in the income statement .....	<u>( 2,620)</u>	<u>691</u>

Change in deferred income tax liability is specified as follows:

Change in temporary differences .....	( 1,789)	3,904
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Reconciliation of effective tax rate	<b>1.1.-30.6.2017</b>	<b>1.1.-30.6.2016</b>
Profit (loss) before income tax .....	13,164	( 3,335)
Income tax according to the current tax rate .... ( 20.0%)	( 2,633)	667
Effects of associates .....	13	24
Effective tax rate .....	<u>( 2,620)</u>	<u>691</u>
	19.9%	20.7%

## Notes, continued:

### 11. Fixed assets in operation

Fixed assets in operation specified as follows:

	Substations	Transmission lines	Other	Total
<b>Cost</b>				
Balance 1.1.2016 .....	347,330	531,917	32,992	912,239
Additions .....	2,327	2,140	895	5,362
Transferred from projects under construction ..	9,072	12,606	0	21,678
Sold .....	0	0	( 72)	( 72)
Balance 31.12.2016 .....	358,729	546,663	33,815	939,207
Additions .....	812	4,630	225	5,667
Transferred from projects under construction ..	9,847	0	0	9,847
Sold .....	0	0	( 138)	( 138)
Balance 30.6.2017 .....	369,388	551,293	33,902	954,583
<b>Depreciation</b>				
Balance 1.1.2016 .....	84,859	149,341	11,108	245,308
Depreciation .....	12,373	15,327	1,162	28,862
Sold .....	0	0	( 47)	( 47)
Balance 31.12.2016 .....	97,232	164,668	12,223	274,123
Depreciation .....	5,616	7,298	586	13,500
Sold .....	0	0	( 106)	( 106)
Balance 30.6.2017 .....	102,848	171,966	12,703	287,517
<b>Carrying amount</b>				
1.1.2016 .....	262,471	382,576	21,884	666,931
31.12.2016 .....	261,497	381,995	21,592	665,084
30.6.2017 .....	266,540	379,327	21,199	667,066
<b>Carrying amount without revaluation</b>				
1.1.2016 .....	160,270	208,539	21,884	390,693
31.12.2016 .....	164,310	216,031	21,592	401,933
30.6.2017 .....	171,579	216,991	21,199	409,769

#### Basis of revaluation of fixed assets in operation

In accordance with the International Accounting Standard, the Company's lines and substations are recognised according to the revaluation method. A revaluation was conducted on those assets in the year 2015.

#### Projects under construction:

	2017 1.1.-30.6.	2016 1.1.-31.12
<b>Cost</b>		
Balance 1.1. ....	51,615	23,310
Additions .....	28,132	46,782
Transferred (to) from intangible assets .....	( 8,589)	3,201
Transferred to fixed assets in operation .....	( 9,847)	( 21,678)
Balance 30.6. / 31.12. ....	61,311	51,615

## Notes, continued:

### 12. Intangible assets:

Intangible assets specified as follows:

	Capitalised development cost	Software	Total
<b>Cost</b>			
Balance 1.1.2016 .....	15,951	4,411	20,362
Additions .....	1,275	483	1,758
Transferred to projects under construction .....	( 3,201)	0	( 3,201)
Balance 31.12.2016 .....	14,025	4,894	18,919
Additions .....	1,133	128	1,261
Transferred to projects under construction .....	8,589	0	8,589
Balance 30.6.2017 .....	23,747	5,022	28,769
<b>Amortisation and impairment losses</b>			
Balance 1.1.2016 .....	4,699	2,629	7,328
Amortisation and impairment losses .....	269	319	588
Balance 31.12.2016 .....	4,968	2,948	7,916
Amortisation and impairment losses .....	78	161	239
Balance 30.6.2017 .....	5,046	3,109	8,155
<b>Carrying amount</b>			
1.1.2016 .....	11,252	1,782	13,034
31.12.2016 .....	9,057	1,946	11,003
30.6.2017 .....	18,701	1,913	20,614

### 13. Interest-bearing loans and borrowings

This Note provides information on the contractual terms of the Company's interest-bearing loans and borrowings, which are measured at amortised cost.

	30.6.2017	31.12.2016
<b>Long-term liabilities</b>		
Loan agreement from parent company in USD, fixed interest .....	149,070	207,582
Unlisted bond loan in USD, fixed interest .....	198,693	98,767
Loan agreement in CHF, LIBOR + margin .....	30,561	31,661
Listed indexed bond loan in NASDAQ OMX in ISK, fixed interest .....	49,089	45,302
	427,413	383,312
Current maturities on long-term liabilities .....	( 17,392)	( 16,454)
Interest-bearing long-term liabilities total .....	410,021	366,858

Interest rates on the loans range between 0% - 5%. Weighted average interest rates of the Company are 4.05% (31.12.2016: 3.87%).

#### Short-term liabilities

Short-term loans from parent company consists of accrued interest of USD long-term liabilities with parent company. At the end of June 2017, accrued interest amounted to USD 1.7 million (30.6.2016: USD 3.7 million).

Maturities by year of interest-bearing loans and borrowings:	30.6.2017	31.12.2016
1.7.2017 - 30.6.2018 / 1.1.2017 - 31.12.2017 .....	17,392	16,454
1.7.2018 - 30.6.2019 / 1.1.2018 - 31.12.2018 .....	17,538	16,559
1.7.2019 - 30.6.2020 / 1.1.2019 - 31.12.2019 .....	137,871	16,675
1.7.2020 - 30.6.2021 / 1.1.2020 - 31.12.2020 .....	8,121	187,461
1.7.2021 - 30.6.2022 / 1.1.2021 - 31.12.2021 .....	18,236	12,360
Later .....	228,255	133,533
	427,413	383,042

## Notes, continued:

	2017	2016
	1.1.-30.6.	1.1.-31.12.
<b>14. Deferred tax liability</b>		
The breakdown of deferred tax liability is as follows:		
Deferred tax liability at 1 January .....	49,019	56,600
Calculated income tax for the year .....	2,620 (	3,289)
Income tax payable .....	( 832) (	4,292)
Deferred tax liability at 30 June .....	50,807	49,019

The breakdown of deferred tax liability was as follows at end of June:

Fixed assets in operation .....	54,740	55,188
Intangible assets .....	1,640	1,366
Other assets .....	432	414
Provision due to site restoration .....	( 1,543) (	1,405)
Other obligations .....	( 592) (	616)
Unrealized exchange rate difference .....	( 3,870) (	5,928)
Deferred tax liability at 30 June .....	50,807	49,019

## 15. Financial instruments

### Liquidity risk

The following are the contractual maturities of financial liabilities, including future interest payments:

#### 30 June 2017

	Carrying amount	Contractual cash flow	Within 12 months	1-2 years	2-5 years	After 5 years
<b>Non-derivative financial liabilities:</b>						
Long-term liabilities from parent comp. .	150,738	168,120	16,466	16,049	135,605	0
Long-term liabilities .....	278,343	392,965	19,637	19,637	68,813	284,878
Trade and other payables .....	20,892	20,892	20,892	0	0	0
	449,973	581,977	56,995	35,686	204,418	284,878

#### 31 December 2016

<b>Non-derivative financial liabilities:</b>						
Long-term liabilities from parent comp. .	207,650	238,667	18,724	18,312	201,631	0
Long-term liabilities .....	175,731	238,800	10,423	10,423	48,036	169,918
Trade and other payables .....	13,327	13,327	13,327	0	0	0
	396,708	490,794	42,474	28,735	249,667	169,918

## Notes, continued:

### 15. Financial instruments, contd.:

#### Fair value

#### Fair value versus carrying amounts

The fair values and carrying amounts of financial assets and liabilities as reported in the balance sheet are specified as follows:

	30.6.2017		31.12.2016	
	Carrying amount	Fair value	Carrying amount	Fair value
Long-term liabilities from parent company .....	( 149,070)	( 158,563)	( 207,582)	( 220,712)
Other long-term liabilities .....	( 278,343)	( 312,159)	( 175,730)	( 193,605)
	( 427,413)	( 470,722)	( 383,312)	( 414,317)

#### Interest rate in valuation of fair value

Where applicable, expected contractual cash flow is discounted using the interest rate on government bonds plus a 1% margin on the reporting date.

### 16. Related parties

#### Definition of related parties

The Company has a related-party relationship with its shareholders, subsidiary, associates, directors, executive officers and companies in their possession. Transactions with related parties are on the same basis as transactions with non-related parties.

#### Transactions with related parties

	1.1.-30.6.2017	1.1.-30.6.2016
<b>Sale of goods and services:</b>		
Landsnet's parent company and its subsidiaries .....	32,544	33,615
Landsnet's other shareholders .....	27,194	22,263
Sale of goods and services to related parties total .....	59,738	55,878
<b>Cost of goods and services:</b>		
Landsnet's parent company and its subsidiaries .....	12,258	7,750
Landsnet's other shareholders .....	2,140	3,908
Cost of goods and services to related parties total .....	14,398	11,658

In addition to the costs outlined above, the Company paid USD 1.9 million (30.6.2016: USD 13.0 million) in interest to its parent company.

#### Balance:

Trade receivables and trade payables with related parties are as follows:

	30.6.2017		31.12.2016	
	Receivables	Payables	Receivables	Payables
Landsnet's parent company and its subsidiaries .....	4,086	0	4,457	0
Landsnet's other shareholders .....	4,896	0	4,358	0
Total .....	8,982	0	8,815	0

## Notes, continued:

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### 16. Related parties, contd.:

Other receivables and payables with related parties are as follows:

	<b>30.6.2017</b>	<b>31.12.2016</b>
Interest-bearing long-term note to associate .....	1,143	1,065
Interest-bearing liabilities to parent company, see note 13 .....	( 149,070)	( 207,582)
Accrued interest payable to parent company .....	( 1,668)	( 69)
Total .....	<u>( 149,595)</u>	<u>( 206,586)</u>

### 17. Financial ratios

The company's key financial ratios:

<b>Financial performance:</b>	<b>1.1.-30.6.2017</b>	<b>1.1.-30.6.2016</b>
EBIT .....	29,135	27,610
EBITDA .....	42,874	41,654
<b>Financial position:</b>	<b>30.6.2017</b>	<b>31.12.2016</b>
Current ratio – current assets/current liabilities .....	1.78	0.97
Equity ratio – equity/total assets .....	38.3%	40.0%
Return on average equity .....	6.7%	( 4.1%)