



INTERPIPE HOLDINGS PLC

Consolidated Financial Statements

Consolidated statement of financial position
Consolidated statement of comprehensive income
Consolidated statement of changes in equity
Consolidated statement of cash flows

Three Months Ended 31 March 2023

INTERPIPE HOLDINGS PLC

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INTERPIPE HOLDINGS PLC

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023 (in US dollar and in thousands)



	31 March 2023	31 December 2022
ASSETS		
Non-current assets		
Property, plant and equipment	219,319	224,155
Intangible assets and goodwill	3,774	3,642
Investments in associates	422	412
Deferred tax assets	27,220	30,131
Prepaid income tax	157	153
Other non-current assets	23,396	17,025
	274,288	275,518
Current assets		
Inventories	190,218	173,530
Trade and other accounts receivable	127,555	134,632
Prepayments and other current assets	38,717	28,987
Prepaid current income tax	118	944
Taxes recoverable, other than income tax	22,666	32,600
Cash and cash equivalents	207,824	153,777
	587,098	524,470
TOTAL ASSETS	861,386	799,988
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Issued capital, net of unpaid	5	5
Share premium	94,277	94,277
Revaluation reserve	288,444	291,779
Retained earnings	1,373,272	1,313,973
Foreign currency translation reserve	(1,516,036)	(1,500,188)
	239,962	199,846
Non-controlling interests	7,079	5,901
Total equity	247,041	205,747
Non-current liabilities		
Long-term borrowings	342,747	344,534
Deferred tax liabilities	12,281	10,789
Provisions	19,038	18,820
	374,066	374,143
Current liabilities		
Current portion of the long-term borrowings and interest accrued and payable	64,808	45,132
Trade and other accounts payable	99,352	99,269
Advances and other current liabilities	32,043	39,861
Current income tax payable	36,371	29,815
Taxes payable, other than income tax	2,206	1,048
Provisions	5,499	4,973
	240,279	220,098
Total liabilities	614,345	594,241
TOTAL EQUITY AND LIABILITIES	861,386	799,988

Signed and authorised for issue on behalf of the Board of the Company:

Chief Executive Office

Andrii Korotkov

Sergiy Kuz'menko

20 June 2023

INTERPIPE HOLDINGS PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2023 (in US dollar and in thousands)



	For the three month ended 31 March	
	2023	2022
Revenue	229,291	239,185
Cost of sales	(127,623)	(185,158)
Gross profit	101,668	54,027
Selling and distribution expenses	(15,484)	(26,852)
General and administrative expenses	(9,796)	(11,165)
Other operating income and expenses, net	(1,371)	(11,875)
Operating foreign exchange difference	9,891	32,935
Operating profit	84,908	37,070
Finance income	650	231
Finance costs	(20,107)	(13,388)
Non-operating foreign exchange difference	8,986	5,765
Share of loss of joint venture	-	(324)
Share of loss of associates	11	(152)
Profit before tax	74,448	29,202
Income tax expense	(17,306)	(7,423)
Profit for the period	57,142	21,779
Profit / (loss) attributable to:		
Equity holders of the parent	55,964	23,771
Non-controlling interests	1,178	(1,992)
	57,142	21,779
Other comprehensive loss to be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	(15,848)	(84,058)
Net other comprehensive loss to be reclassified to profit or loss in subsequent periods:	(15,848)	(84,058)
Other comprehensive loss for the period, net of tax:	(15,848)	(84,058)
Total comprehensive (loss) / income attributable to:		
Equity holders of the parent	40,116	(59,445)
Non-controlling interests	1,178	(2,834)
	41,294	(62,279)

INTERPIPE HOLDINGS PLC

CONSOLIDATED STATEMENT OF CHANGE IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2023

(in US dollar and in thousands)



INTERPIPE

	Attributable to equity holders of the parent					Total	Non-controlling interests	Total equity
	Issued capital	Share premium	Revaluation reserve	Retained earnings	Foreign currency translation reserve			
At 1 January 2022	5	94,277	382,601	1,125,863	(1,180,510)	422,236	13,182	435,418
Profit / (loss) for the period	-	-	-	23,771	-	23,771	(1,992)	21,779
Other comprehensive loss	-	-	-	-	(83,216)	(83,216)	(842)	(84,058)
Total comprehensive income / (loss)	-	-	-	23,771	(83,216)	(59,445)	(2,834)	(62,279)
Depreciation transfer	-	-	(5,868)	5,868	-	-	-	-
Dividends declared	-	-	-	(48,900)	-	(48,900)	-	(48,900)
At 31 March 2022	5	94,277	376,733	1,106,602	(1,263,726)	313,891	10,348	324,239
	Attributable to equity holders of the parent							
	Issued capital	Share premium	Revaluation reserve	Retained earnings	Foreign currency translation reserve	Total	Non-controlling interests	Total equity
At 1 January 2023	5	94,277	291,779	1,313,973	(1,500,188)	199,846	5,901	205,747
Profit for the period	-	-	-	55,964	-	55,964	1,178	57,142
Other comprehensive loss	-	-	-	-	(15,848)	(15,848)	-	(15,848)
Total comprehensive income/ (loss)	-	-	-	55,964	(15,848)	40,116	1,178	41,294
Depreciation transfer	-	-	(3,335)	3,335	-	-	-	-
At 31 March 2023	5	94,277	288,444	1,373,272	(1,516,036)	239,962	7,079	247,041

INTERPIPE HOLDINGS PLC

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2023 (in US dollar and in thousands)



	For the three month ended 31 March	
	2023	2022
Profit before tax	74,448	29,202
Adjustments for:		
Depreciation and amortisation	4,556	10,867
Movement in provisions less interest cost	10,994	(524)
(Gain) / loss on disposal of property, plant and equipment	(146)	137
Finance costs	20,107	13,388
Finance income	(650)	(231)
Share of loss of joint venture	-	324
Share of loss of associates	(11)	152
Translation difference and foreign exchange difference	(18,783)	(41,181)
Operating cash flows before working capital changes	90,515	12,134
(Increase)/decrease in inventories	(27,698)	5,382
Decrease in trade and other accounts receivable	12,414	62,093
Increase in prepayments and other assets	(15,759)	(9,489)
Decrease/(increase) in taxes recoverable, other than income tax	9,935	(9,278)
Decrease in trade and other accounts payable	(1,486)	(7,247)
Increase / (decrease) in taxes payable, other than income tax	1,153	(2,600)
(Decrease) / increase in advances and other current liabilities	(6,962)	11,105
Cash generated from operations	62,112	62,100
Income tax paid	(5,567)	(927)
Interest and other finance costs paid	(737)	(818)
Net cash inflow from operating activities	55,808	60,355
Cash flow from investing activities		
Purchases of property, plant and equipment and intangible assets	(3,340)	(6,288)
Proceeds from sale of property, plant and equipment	60	18
Interest received	650	231
Net cash outflow from investing activities	(2,630)	(6,039)
Cash flows from financing activities		
Repayments of borrowings	(412)	(120)
Net cash outflow from financing activities	(412)	(120)
Net decrease in cash and cash equivalents	52,766	54,196
Net foreign exchange difference	1,281	1,738
Cash and cash equivalents at period beginning	153,777	109,627
Cash and cash equivalents at period end	207,824	165,561

SEGMENT INFORMATION
FOR THE THREE MONTHS ENDED 31 MARCH 2023
(in US dollar and in thousands)

Segment information

Segment revenues and results

<i>Three months ended 31 March 2023</i>	<i>Pipes</i>	<i>Railway wheels</i>	<i>Steel making</i>	<i>Other operations</i>	<i>Total</i>
Revenue	177,569	43,074	85,972	2,905	309,520
Elimination of sales to other segments	-	-	(80,229)	-	(80,229)
Revenue – external	177,569	43,074	5,743	2,905	229,291
Operating profit	39,630	4,890	40,096	292	84,908
Finance income					650
Finance costs					(20,107)
Non-operating foreign exchange difference					8,986
Share of loss of joint venture					-
Share of loss of associates					11
Income tax expense					(17,306)
Profit for the period					57,142

For the three months ended 31 March 2023 share of profit of associates was attributable to the seamless pipes segment.

EBITDA by segments

<i>Three month ended 31 March 2023</i>	<i>Pipes</i>	<i>Railway wheels</i>	<i>Steel making</i>	<i>Other operations</i>	<i>Total</i>
Operating profit	39,630	4,890	40,096	292	84,908
Depreciation and amortisation	776	1,154	2,626	-	4,556
(Gain) / loss on disposal of property, plant and equipment	16	(162)	-	-	(146)
Operating foreign exchange difference	(6,588)	(3,182)	(121)	-	(9,891)
EBITDA	33,834	2,700	42,601	292	79,427
Reallocation of EBITDA from Steelmaking to Pipes and Railway wheels segments	31,222	9,499	(40,721)	-	-
EBITDA (on a pass-through basis)	65,056	12,199	1,880	292	79,427

SEGMENT INFORMATION
FOR THE THREE MONTHS ENDED 31 MARCH 2023
(in US dollar and in thousands)

Segment revenues and results

<i>Three months ended 31 March 2022</i>	<i>Pipes</i>	<i>Railway wheels</i>	<i>Steel making</i>	<i>Other operations</i>	<i>Total</i>
Revenue	180,959	44,253	87,839	1,982	315,033
Elimination of sales to other segments	-	-	(75,848)	-	(75,848)
Revenue – external	180,959	44,253	11,991	1,982	239,185
Operating profit / (loss)	22,469	1,293	13,533	(225)	37,070
Finance income					231
Finance costs					(13,388)
Non-operating foreign exchange difference					5,765
Share of loss of joint venture					(324)
Share of loss of associates					(152)
Income tax expense					(7,423)
Profit for the period					21,779

For the three months ended 31 March 2022 share of profit of associates was attributable to the seamless pipes segment.

EBITDA by segments

<i>Three months ended 31 March 2022</i>	<i>Pipes</i>	<i>Railway wheels</i>	<i>Steel making</i>	<i>Other operations</i>	<i>Total</i>
Operating profit / (loss)	22,469	1,293	13,533	(225)	37,070
Depreciation and amortisation	4,449	2,259	4,122	37	10,867
Loss on disposal of property, plant and equipment	54	20	63	-	137
Operating foreign exchange difference	(25,401)	(6,111)	(1,423)	-	(32,935)
EBITDA	1,571	(2,539)	16,295	(188)	15,139
Reallocation of EBITDA from Steelmaking to Pipes and Railway wheels segments	10,323	4,856	(15,179)	-	-
EBITDA (on a pass-through basis)	11,894	2,317	1,116	(188)	15,139