

WALDORF PRODUCTION

# Interim financial results (unaudited)

Q2 2024



[www.waldorf-production.com](http://www.waldorf-production.com)

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Q2 2024  
Interim financial results  
(unaudited)

# General information

## About Waldorf Production

Waldorf Production is a privately held independent oil and gas company headquartered in Aberdeen. Waldorf has a large diversified portfolio of oil and gas producing assets in the UK North Sea where it seeks to deliver growth through a combination of further development of its existing portfolio and new acquisitions.

Further background information is available on the corporate website [www.waldorf-production.com](http://www.waldorf-production.com).

## General

Except as the context otherwise indicates, 'Waldorf', 'Waldorf Production', 'Waldorf Production Limited (Group)', 'Group', 'we', 'us', and 'our', refers to the group of companies comprising Waldorf CNS(I) Limited, Waldorf CNS(II) Limited, Waldorf Energy Finance plc, Waldorf Operations Limited, Waldorf Petroleum Resources Limited, Waldorf Production UK plc & Waldorf Real Estate Limited. 'Waldorf Production UK plc (Group)' refers to the group of companies comprising Waldorf Production UK plc and its consolidated subsidiaries.

The discussion in this report includes forward-looking statements which, although based on assumptions that we consider reasonable, are subject to risks and uncertainties which could cause actual events or conditions to materially differ from those expressed or implied by the forward-looking statements. While these forward-looking statements are based on our internal expectations, estimates, projections, assumptions and beliefs as at the date of such statements or information, including, among other things, assumptions with respect to production, future capital expenditures and cash flow, we caution you that the assumptions used in the preparation of such information may prove to be incorrect and no assurance can be given that our expectations, or the assumptions underlying these expectations, will prove to be correct. Any forward-looking statements that we make in this report speak only as of the date of such statement or the date of this report.

This report contains non-GAAP and non-IFRS measures and ratios that are not required by, or presented in accordance with, any generally accepted accounting principles (GAAP) or IFRS. These non-IFRS and non-GAAP measures and ratios may not be comparable to other similarly titled measures of other companies and have limitations as analytical tools and should not be considered in isolation or as a substitute for analysis of our operating results as reported under IFRS or GAAP. Non-IFRS and non-GAAP measures and ratios are not measurements of our performance or liquidity under IFRS or GAAP and should not be considered as alternatives to operating profit or profit from continuing operations or any other performance measures derived in accordance with IFRS or GAAP or as alternatives to cash flow from operating, investing or financing activities.

These financial statements for Waldorf for the period ended 30 June 2024 have been prepared in accordance with the terms of its senior secured \$200 million bond (2023/2026 ISIN NO0012847674) and \$300 million callable bond (issue 2021/2024 ISIN NO0011100935). The financial statements and analysis has not been subject to review or audit by independent auditors.

## Glossary of terms

**boe** - barrel of oil equivalent

**boepd** - barrels of oil equivalent per day

**kboepd** - thousand barrels of oil equivalent per day

**mcf** - thousand cubic feet of natural gas

**mmbtu** - million British thermal units

**capex** - capital expenditure

**G&A** - general and administration expenses

**LOPI** - loss of production income

**opex** - operating expenditure

## Q2 2024 highlights

### Operations

- Production averaged 21.8 kboepd in Q2 2024, 0.2 kboepd higher than in Q1 2024
- Strong quarterly performance driven by high uptime at Kraken and Scolty/Crathes and the restart of water injection at Alba
- Completed drilling operations at the J48 infill well at Scott, with first oil expected in October

### Financials

- Group post-tax operating cash flow of \$105.5 million in Q2 2024, EBITDA of \$111.8 million, supported by strong production and stable oil prices
- Group net debt<sup>1</sup> of \$328.3 million as at 30 June 2024, \$49.9 million of unrestricted cash
- Continued compliance with leverage and liquidity covenants for both bonds

Operational and financial highlights		Q2 2024	Q1 2024	H1 2024
<b>Waldorf Production (Group)*</b>				
- Total production	boepd	21,844	21,637	21,742
- Average realised price	\$/boe	81.8	79.4	80.7
- Operating costs	\$/boe	40.2	37.8	39.2
- EBITDA	\$'M	111.8	104.8	216.7
- Operating cash flow	\$'M	105.5	101.1	206.6
- Capital expenditure	\$'M	17.0	17.3	34.3
- Unrestricted cash	\$'M	49.9	46.2	49.9
- Net debt	\$'M	328.3	324.6	328.3
- Net debt* to EBITDA	x	0.71	0.75	0.71
<b>Waldorf Production UK plc (Group)</b>				
- Total production	boepd	13,002	12,566	12,785
- Average realised price	\$/boe	79.5	77.3	78.5
- Operating costs	\$/boe	43.2	41.9	42.7
- EBITDA	\$'M	64.5	55.2	119.7
- Operating cash flow	\$'M	60.0	62.7	122.7
- Capital expenditure	\$'M	11.4	2.6	14.0
- Unrestricted cash	\$'M	26.6	40.5	26.6
- Net debt <sup>1</sup>	\$'M	24.6	9.5	24.6
- Net debt <sup>1</sup> to EBITDA	x	0.08	0.03	0.08

\* The following Companies are consolidated for presentational purposes: Waldorf CNS(I) Limited, Waldorf CNS(II) Limited, Waldorf Energy Finance plc, Waldorf Operations Limited, Waldorf Petroleum Resources Limited, Waldorf Production UK plc & Waldorf Real Estate Limited

<sup>1</sup> Net debt and leverage as defined in bond covenant slides

# Operational review

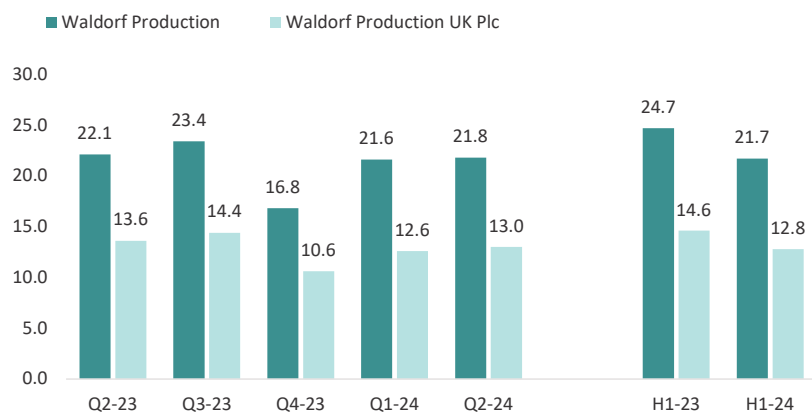
## Overview

Waldorf delivered a strong operational performance in Q2 2024, with an increase in quarterly production supported by high uptime at Kraken and Scolty/Crathes and the restart of water injection at Alba. During the period, Group production averaged 21.8 kboepd, 0.2 kboepd higher than in Q1 2024.

Production attributable to Waldorf Production UK plc averaged 13.0 kboepd in Q2 2024, compared with 12.6 kboepd in Q1 2024, with the increase in production, reflecting the restart of water injection at Alba.

We expect lower average production in the third quarter, reflecting planned maintenance activity at our key assets.

## Production kboepd



The following Companies are consolidated for presentational purposes: Waldorf CNS(I) Limited, Waldorf CNS(II) Limited, Waldorf Energy Finance plc, Waldorf Operations Limited, Waldorf Petroleum Resources Limited, Waldorf Production UK plc & Waldorf Real Estate Limited.

Summary of production boepd	Q2 2024	Q1 2024	H1 2024
<b>Waldorf Production (Group)*</b>			
- Catcher <sup>1</sup>	11,211	11,416	11,313
- Kraken	5,480	5,646	5,563
- Other assets <sup>1</sup>	5,153	4,575	4,865
<b>Total production</b>	<b>21,844</b>	<b>21,637</b>	<b>21,742</b>
- Oil	21,135	20,826	20,974
- Gas	710	811	768
<b>Waldorf Production UK plc</b>			
- Catcher	5,606	5,708	5,657
- Kraken	5,480	5,646	5,563
- Other assets	1,916	1,212	1,565
<b>Total production</b>	<b>13,002</b>	<b>12,566</b>	<b>12,785</b>
- Oil	12,541	12,065	12,297
- Gas	461	501	488

<sup>1</sup> Waldorf Production Ltd includes an additional 20% of Catcher as well as interests in the Scott/Telford & Scolty/Crathes fields.

# Operational review

## Catcher

Production from Catcher averaged 11.2 kboepd in Q2 2024, compared with 11.4 kboepd in Q1 2024, reflecting a continued good operating performance.

During the quarter, gas exports were temporarily curtailed, pending the replacement of CO<sub>2</sub> removal beds. New carbon beds are expected to be installed in September, enabling gas exports to resume. Repairs to the electrostatic coalescer are also scheduled for September, which will restore topside processing capacity. In August, a planned maintenance shutdown was undertaken.

Interpretation of early data received from a 4D seismic survey has commenced as we continue to evaluate future infill and water injection targets.

## Kraken

High operational uptime was maintained at Kraken through Q2 2024, with production averaging 5.5 kboepd in the period. A maintenance shutdown is scheduled to commence on 31 August. We continue to work with the operator to evaluate potential infill locations at the Kraken field.

## Other fields

Our other fields contributed production of 5.2 kboepd in Q2 2024, up 0.6 kboepd from Q1 2024. Production in the period reflected the resumption of water injection at the Alba field, following repairs to the power generation unit in March. During the period, several additional wells were returned to production reflecting the increase in pressure support from water injection. We continue to evaluate opportunities to open additional existing wells providing further upside potential.

At the Scott field, production in Q2 2024 remained stable compared with Q1 2024. During the quarter, output from the J47 infill well was curtailed due to a lack of pressure support after several water injection wells were temporarily shut in. Water injection support for the J47 well is expected to be restored in Q4 2024.

At the J48 infill well, drilling has been completed and first oil is scheduled in October, following completion of a planned maintenance shutdown at Scott. Subject to partner approvals, a further infill well is planned in 2025. Gas turbine upgrades are progressing well and due for completion in early 2025, with further upgrades planned to come onstream in 2026.

A sidetrack of the B1z well at the Bittern field was drilled in Q2 2024 and is due to be brought onstream in early September.

During the second quarter, we completed evaluation of possible development options for the Cheviot gas field. We are currently considering options to maximise value of the asset.

## Decommissioning

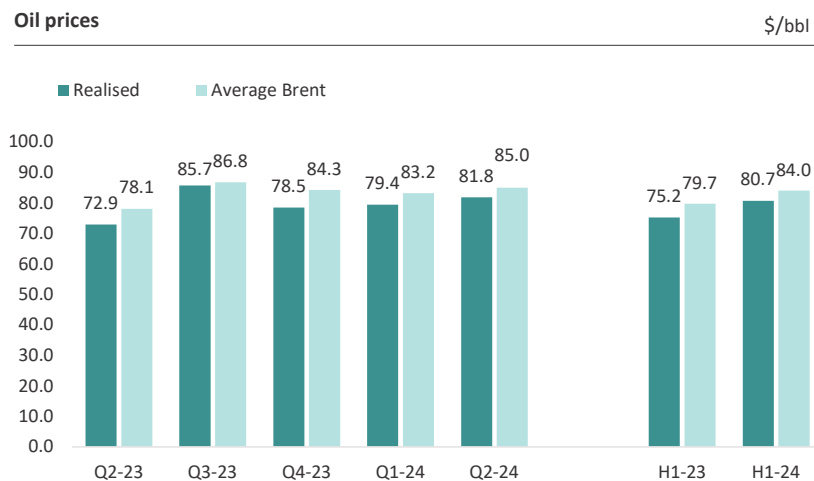
We continue to engage with our partners to finalise planning for the facilities decommissioning and well plugging and abandonment programmes. A Rig Special Periodic Inspection has commenced at the Alba field. At Cladhan, the subsea flushing and disconnection scopes were completed.

# Financial review

## Revenue

Group revenue for Q2 2024 was \$182.7 million (Q1 2024: \$133.6 million), comprising of oil sales of \$180.0 million (Q1 2024: \$130.7 million), gas sales of \$2.7 million (Q1 2024: \$3.3 million) and a realised derivative loss of \$nil (Q1 2024: \$0.4 million). The increase in revenue compared with Q1 2024 reflects higher prices and increased production in the period. Sales production in the period totalled 2.0 mmbob (Q1 2024: 2.0 mmbob).

The Group's average realised commodity price before hedging for Q2 2024 was \$81.8 per bbl, compared with \$79.4 per bbl in Q1 2024. During Q2 2024, oil prices started the quarter strongly due to an increase in geopolitical risks, but weakened into late April and May as tensions eased. We continue to expect oil prices to average around \$80/bbl in 2024.



## Operating expenses and financial results

Group operating costs in Q2 2024 was \$78.9 million (Q1 2024: \$74.9 million) and \$40 per boe (Q1 2024: \$38 per boe). Operating costs per boe exclude over/under-lift changes and abandonment costs incurred. The increase in unit opex was due to the phasing of costs, in particular, at Kraken and Scott.

Group depreciation and amortisation in Q2 2024 was \$59.5 million (Q1 2024: \$61.6 million) and \$30 per boe (Q1 2024: \$31 per boe).

Group general and administration expenses in Q2 2024 was \$4.8 million (Q1 2024: \$3.1 million), the increase due to the phasing of costs.

Group net financing expense for Q2 2024 was \$18.2 million (Q1 2024: \$26.4 million), with the decrease due to interest received on restricted cash balances.

The Group's tax charge for Q2 2024 was \$37.3 million (Q1 2024: \$21.8 million), reflecting the estimated cost of the UK Energy Profits Levy.

The Group made a net loss for Q2 2024 of \$5.7 million (Q1 2024: \$3.3 million).

## Financial review

### EBITDA

The Group's EBITDA for Q2 2024 was \$111.8 million, compared with \$104.8 million for Q1 2024. The increase in EBITDA largely reflects higher production and realised prices in the period.

#### EBITDA - Waldorf Production (Group)\*

\$'M	Q2 2024	Q1 2024	H1 2024
Profit before tax	31.6	18.4	50.1
Add back:			
- Net financing	20.7	24.8	45.6
- Net impairments	-	-	-
- DD&A	59.5	61.6	121.0
<b>EBITDA</b>	<b>111.8</b>	<b>104.8</b>	<b>216.7</b>

Waldorf Production UK plc's EBITDA for Q2 2024 was \$64.5 million, compared with \$55.2 million for Q1 2024. The increase in EBITDA largely reflects higher production and realised prices in the period.

#### EBITDA - Waldorf Production UK plc

\$'M	Q2 2024	Q1 2024	H1 2024
Profit before tax	20.6	7.3	27.9
Add back:			
- Net financing	11.6	13.1	24.7
- Net impairments	-	-	-
- DD&A	32.3	34.8	67.1
<b>EBITDA</b>	<b>64.5</b>	<b>55.2</b>	<b>119.7</b>

\* The following Companies are consolidated for presentational purposes: Waldorf CNS(I) Limited, Waldorf CNS(II) Limited, Waldorf Energy Finance plc, Waldorf Operations Limited, Waldorf Petroleum Resources Limited, Waldorf Production UK plc & Waldorf Real Estate Limited.

### Cash flow

Group operating cash flow, after cash taxes, for Q2 2024 was \$105.5 million, compared with \$101.1 million for Q1 2024. The increase in operating cash flow largely reflects increased revenue due to strong production.

No dividend has been declared or paid in Q2 2024.

### Capital expenditure

Group cash capital expenditure for Q2 2024 was \$17.0 million, compared with \$17.3 million for Q1 2024. Capital expenditure in the period included infill drilling at the Scott and Alba fields.

The Group incurred \$9.0 million of decommissioning expenditure in Q2 2024 (Q1 2024: \$3.1 million).



# Financial review

## Risk management

The Group's policy is to reduce risk related to commodity price fluctuations through an active hedging programme. The hedging programme may include swaps and options.

We have recently hedged 0.9 million barrels for the remainder of 2024 at a fixed price of \$77/bbl. This represents 70% of anticipated Waldorf Production UK Group production during that period. However, we retain full exposure to higher commodity prices above \$90/bbl as part of the hedge structure.

## Financing and liquidity

As at 30 June 2024, the Group's net debt<sup>1</sup> was \$328.3 million, compared with \$324.6 million at the end of Q1 2024. Gross debt increased by \$7.4 million during the period to \$378.2 million (31 March 2024: \$370.8 million), due to interest incurred. Cash at the end of Q2 2024 was \$385.9 million (31 March 2024: \$385.1 million), of which \$49.9 million (31 March 2024: \$46.2 million) was unrestricted.

Group leverage, as defined by our \$200 million senior secured bond, was 0.71 times at the end of Q2 2024, compared with 0.75 times at the end of Q1 2024. The leverage ratio and available liquidity remains comfortably within the bond's financial covenants.

As at 30 June 2024, Waldorf Production UK plc net debt<sup>1</sup> was \$24.6 million, compared with \$9.5 million at the end of Q1 2024. Gross debt increased by \$1.2 million during the period to \$51.2 million (31 March 2024: \$50.0 million), due to interest incurred. Cash at the end of Q2 2024 was \$129.9 million (31 March 2024: \$142.0 million), of which \$26.6 million (31 March 2024: \$40.5 million) was unrestricted.

Waldorf Production UK plc leverage, as defined by our \$300 million senior secured bond, was 0.08 times at the end of Q2 2024, compared with 0.03 times at the end of Q1 2024. The leverage ratio and available liquidity remain within the bond's financial covenants.

<sup>1</sup> Net debt as defined in bond covenant slides

# Financial review

## Refinancing completion

As announced on 24 July 2024, the refinancing of the WPUK Bonds and the new liquidity funding under the WPUK bonds has been completed.

By way of reminder, the principal terms of the refinancing were as follows:

- (i) the WPUK Bonds were recalled by the Company and reissued to the WEF Bond Ad Hoc Group;
- (ii) all existing holders of the WPUK Bonds received full payment of all outstanding principal and interest in accordance with the terms of the WPUK Bonds;
- (iii) the terms of the WPUK Bonds were amended such that:
  - (a) the maturity date of the WPUK Bonds was extended to September 2025;
  - (b) the WPUK Bonds no longer amortise but are repayable in full by way of a bullet redemption payment on maturity;
  - (c) the interest rate was set at 13%, payable quarterly in cash;
  - (d) the current Events of Default were waived.
- (iv) Approximately \$23m new money funding was provided to the Company to provide additional working capital; and
- (v) \$30m of the WEF Bonds held by the WEF Bondholders who provided the new money funding were exchanged for new WPUK bonds, which rank equally with, and sharing the same terms as, the existing WPUK Bonds.

## Outlook for the Company

Following receipt of the new money funding and completion of the reprofiling of the payment obligations under the WEF Bonds and WPUK Bonds, each of WPUK and the other primary producing operating companies of the Group are forecast to have sufficient liquidity to meet their operating and tax liabilities as they fall due over the coming 12 months assuming an oil price in line with the current forward curve.

The refinancing and new money funding will therefore allow WPUK to continue with its ordinary course trading and place each of WPUK and the other primary producing operating companies in the Group on a stable footing going forward.

Waldorf would like to thank all of its stakeholders for their continued support and cooperation during the recent liquidity challenges, and looks forward to continuing to work closely with them.



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PRODUCTION

**Q2 2024**

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# Waldorf Production (Group)\*

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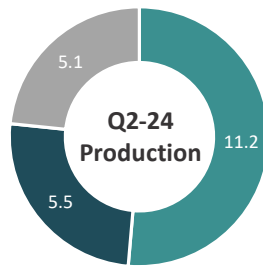
# Summary

## Reserves<sup>1</sup> and Production

● Catcher ● Kraken ● Other



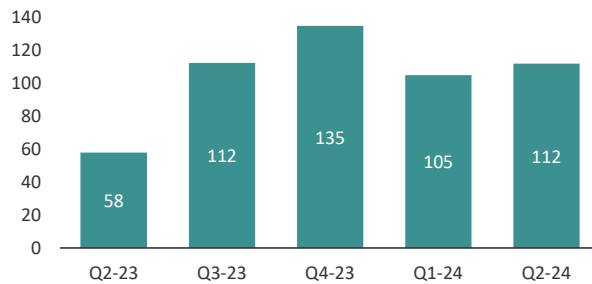
48.0 mmboe



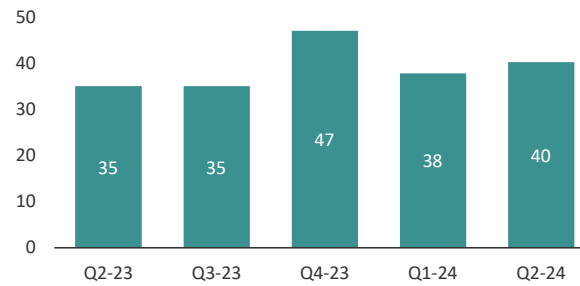
21.8 kboepd

<sup>1</sup> As at 31 Dec 2023

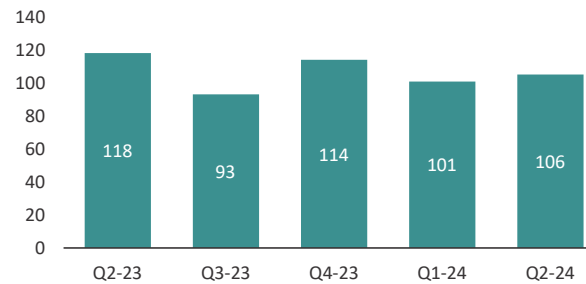
## EBITDA \$'M



## Operating costs \$/boe



## Operating cash flow \$'M



## Q2 2024 Highlights

- Q2 2024 production of 21.8 kboepd, 0.2 kboepd higher than in Q1 2024
- Opex slightly higher at \$40/boe, but at the lower end of the expected range for the FY
- Increase in EBITDA to \$112 million, reflecting higher production and realisations
- Operating cash flow of \$106 million, up slightly compared with Q1 2024, due to strong production

## Statement of Comprehensive Income

Statement of Comprehensive Income \$'M	Q2 2024	Q1 2024	H1 2024
Revenue	182.7	136.5	319.2
Cost of sales (excl. under/overlift)	(53.6)	(48.2)	(101.8)
Under/overlift	(22.1)	17.1	(5.0)
DD&A	(59.5)	(61.6)	(121.0)
<b>Gross profit</b>	<b>47.5</b>	<b>43.9</b>	<b>91.4</b>
Admin expenses	(4.8)	(3.1)	(7.9)
<b>Operating profit</b>	<b>42.7</b>	<b>40.8</b>	<b>83.5</b>
Finance income	8.7	1.8	10.5
Finance costs	(27.2)	(27.6)	(54.8)
Foreign exchange	(2.2)	0.9	(1.3)
Other income/(expenses)	9.7	2.4	12.1
Revisions to decom - non producing	-	0.1	0.1
<b>Profit before tax</b>	<b>31.6</b>	<b>18.4</b>	<b>50.1</b>
Tax	(37.3)	(21.8)	(59.1)
<b>Net loss</b>	<b>(5.7)</b>	<b>(3.3)</b>	<b>(9.0)</b>

Interim financial  
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## Statement of Financial Position

Assets		
\$'M	Jun-24	Mar-24
Cash and cash equivalent	49.9	46.2
Trade and other receivables	39.2	13.2
Underlift	20.3	18.7
Inventory (JV)	19.5	18.6
Intercompany receivables	67.2	62.5
Other current assets	60.0	48.1
<b>Current assets</b>	<b>256.1</b>	<b>207.4</b>
Oil and Gas properties	1,047.5	1,086.4
Deferred tax	-	34.9
Restricted cash	336.0	338.9
Other non-current assets	26.3	26.3
<b>Non-current assets</b>	<b>1,409.8</b>	<b>1,486.5</b>
<b>Total assets</b>	<b>1,666.0</b>	<b>1,693.9</b>

Liabilities and equity		
\$'M	Jun-24	Mar-24
Trade and other payables	40.4	20.8
Overlift	12.1	8.1
Accruals	32.5	35.0
Bonds	132.0	126.5
Deferred payment	20.7	19.8
Derivative financial instruments	0.6	0.6
Provision for liabilities (S/T)	15.8	17.2
FPSO Liability (S/T)	78.3	78.3
Current tax	150.5	149.5
Other current liabilities	20.3	61.7
<b>Current liabilities</b>	<b>503.3</b>	<b>517.5</b>
Provisions for liabilities	597.3	601.6
Deferred tax	12.9	-
FPSO Liability	263.3	278.0
Bonds	75.0	75.0
<b>Non-current liabilities</b>	<b>948.5</b>	<b>954.7</b>
Equity	214.2	221.7
<b>Total liabilities and equity</b>	<b>1,666.0</b>	<b>1,693.9</b>

Interim financial  
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# Cash flow Statement

Cash flow Statement \$'M	Q2 2024	Q1 2024	H1 2024
<b>Cash flow from Operating Activities</b>			
Cash revenue	160.3	143.5	303.8
Hedging outflow	(0.9)	(0.1)	(1.0)
Tax receipt (payment)	-	13.3	13.3
Operating cash expenditure	(53.9)	(55.6)	(109.5)
<b>Cash generated from operating activities</b>	<b>105.5</b>	<b>101.1</b>	<b>206.5</b>
<b>Investing Activities</b>			
Business combination	-	(2.0)	(2.0)
Purchase of PP&E	(17.0)	(17.3)	(34.3)
<b>Net cash used in investing activities</b>	<b>(17.0)</b>	<b>(19.3)</b>	<b>(36.3)</b>
<b>Financing Activities</b>			
Repayment of bonds	-	(25.0)	(25.0)
Payment of interest	-	(6.8)	(6.8)
Restricted cash funding	-	(2.7)	(2.7)
Barclays working capital facility	(43.0)	(11.5)	(54.5)
Intercompany funding	(15.1)	(20.2)	(35.3)
Payment of lease liabilities	(26.7)	(27.5)	(54.2)
<b>Net cash generated from/(used in) financing activities</b>	<b>(84.8)</b>	<b>(93.7)</b>	<b>(178.5)</b>
<b>Net increase in cash</b>	<b>3.7</b>	<b>(11.9)</b>	<b>(8.2)</b>
Unrestricted cash at the beginning of period	46.2	58.1	58.1
<b>Unrestricted cash at the end of period</b>	<b>49.9</b>	<b>46.2</b>	<b>49.9</b>

# Covenants

## Covenants related to the Senior Secured USD 200,000,000 Bonds 2023/2026 ISIN NO0012847674

(a) Maintain a Leverage Ratio not exceeding 2.00:1 for the Group

Net Debt / EBITDA - Waldorf Production (Group) <sup>1</sup> \$'M	12 months to Jun-24
Profit before tax	137.7
Add back:	
- Net financing	76.1
- Net impairments	(13.1)
- DD&A	263.7
<b>EBITDA</b>	<b>464.4</b>

EBITDA - Waldorf Production (Group) <sup>1</sup> \$'M	12 months to Jun-24
Net Debt <sup>2</sup>	328.3
EBITDA (1 Jul 24 – 30 Jun 24)	464.4
<b>Net Debt : EBITDA Test</b>	<b>0.71x</b>

(b) maintain minimum Liquidity not lower than USD 20,000,000 (or the equivalent in other currencies)

Liquidity test - Waldorf Production (Group) <sup>1</sup> \$'M	Jun-24
Unrestricted cash	49.9
Unrestricted cash held by Waldorf Production UK plc	(26.6)
Minimum liquidity	(20.0)
<b>Headroom on liquidity test</b>	<b>3.3</b>

<sup>1</sup>The following Companies are consolidated for presentational purposes: Waldorf CNS(I) Limited, Waldorf CNS(II) Limited, Waldorf Energy Finance plc, Waldorf Operations Limited, Waldorf Petroleum Resources Limited, Waldorf Production UK plc & Waldorf Real Estate Limited

<sup>2</sup>Net Debt includes bond debt, Shell facility, deferred M&A payments & current tax liabilities less available cash





**WALDORF**  
PRODUCTION

**Q2 2024**

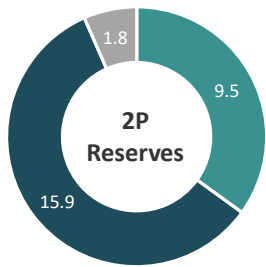
Interim financial results (unaudited)

# Waldorf Production UK plc (Group)

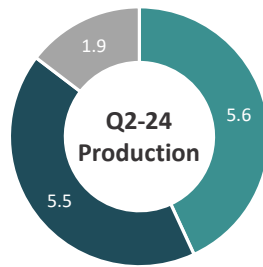
# Summary

## Reserves<sup>1</sup> and Production

● Catcher ● Kraken ● Other



27.2 mmboe

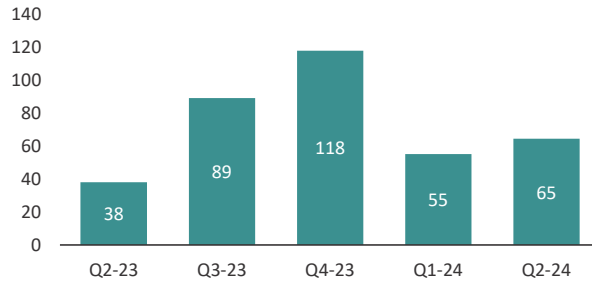


13.0 kboepd

<sup>1</sup> As at 31 Dec 2023

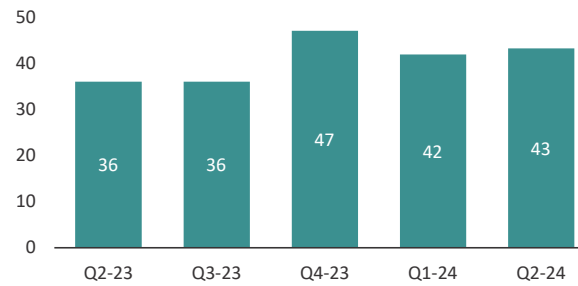
## EBITDA

\$'M



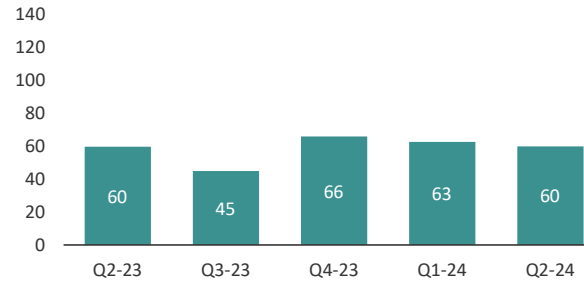
## Operating costs

\$/boe



## Operating cash flow

\$'M



## Q2 2024 Highlights

- Q2 2024 production of 13.0 kboepd, 0.4 kboepd higher than in Q1 2024
- Opex stable at \$43/boe, compared with Q1 2024
- Increase in EBITDA to \$65 million, reflecting higher production and realisations
- Operating cash flow of \$60 million broadly unchanged compared with prior quarter

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## Statement of Comprehensive Income

Statement of Comprehensive Income \$'M	Q2 2024	Q1 2024	H1 2024
Revenue	82.7	95.4	178.1
Cost of sales (excl. under/overlift)	(32.9)	(29.6)	(62.5)
Under/overlift	10.1	(10.5)	(0.4)
DD&A	(32.3)	(34.8)	(67.1)
<b>Gross profit</b>	<b>27.6</b>	<b>20.5</b>	<b>48.1</b>
Admin expenses	(2.8)	(2.6)	(5.4)
<b>Operating profit</b>	<b>24.8</b>	<b>17.9</b>	<b>42.7</b>
Finance income	4.2	0.2	4.4
Finance costs	(14.3)	(13.7)	(27.9)
Foreign exchange	(1.5)	0.4	(1.2)
Other income	7.4	2.5	9.9
<b>Profit before tax</b>	<b>20.6</b>	<b>7.3</b>	<b>27.9</b>
Tax	(7.5)	(2.6)	(10.1)
<b>Net profit</b>	<b>13.1</b>	<b>4.7</b>	<b>17.8</b>

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## Statement of Financial Position

Assets		
\$'M	Jun-24	Mar-24
Cash and cash equivalent	26.6	40.5
Trade and other receivables	49.0	47.1
Underlift	13.9	4.6
Inventory (JV)	12.3	11.6
Other current assets	22.4	18.7
<b>Current assets</b>	<b>124.2</b>	<b>122.4</b>
Oil and Gas properties	527.0	549.2
Deferred tax	18.1	28.4
Investments	2.5	2.5
Restricted cash	103.2	101.5
Other non-current assets	26.3	26.3
<b>Non-current assets</b>	<b>677.1</b>	<b>707.9</b>
<b>Total assets</b>	<b>801.3</b>	<b>830.4</b>

Liabilities and equity		
\$'M	Jun-24	Mar-24
Trade and other payables	16.5	3.9
Overlift	7.1	8.0
Intercompany payables	27.8	23.1
Accruals	45.6	46.0
Bonds	51.2	50.0
Deferred payment	20.7	19.8
Derivative financial instruments	0.6	0.6
Provisions for liabilities	9.7	9.7
FPSO Liability	78.3	78.3
Current tax	95.4	93.4
Other current liabilities	7.0	50.0
<b>Current liabilities</b>	<b>359.9</b>	<b>381.6</b>
Provisions for liabilities	262.4	265.4
FPSO Liability	146.4	158.5
<b>Non-current liabilities</b>	<b>408.8</b>	<b>423.9</b>
Equity	32.7	23.5
<b>Total liabilities and equity</b>	<b>801.3</b>	<b>830.4</b>

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# Cash flow Statement

Cash flow Statement \$'M	Q2 2024	Q1 2024	H1 2024
<b>Cash flow from Operating Activities</b>			
Cash revenue	83.7	89.5	173.2
Hedging outflow	(0.9)	(0.1)	(1.0)
Tax receipt (payment)	-	13.3	13.3
Operating cash expenditure	(22.8)	(39.9)	(62.7)
<b>Cash generated from operating activities</b>	<b>60.0</b>	<b>62.7</b>	<b>122.7</b>
<b>Investing Activities</b>			
Business combination	-	(2.0)	(2.0)
Purchase of PP&E	(11.4)	(2.6)	(14.0)
<b>Net cash used in investing activities</b>	<b>(11.4)</b>	<b>(4.6)</b>	<b>(16.0)</b>
<b>Financing Activities</b>			
Repayment of bonds	-	(25.0)	(25.0)
Payment of interest	-	(2.3)	(2.3)
Dividend received	-	1.9	1.9
Restricted cash funding	-	(2.7)	(2.7)
Barclays working capital facility	(43.0)	(11.5)	(54.5)
Payment of lease liabilities	(19.3)	(19.8)	(39.1)
<b>Net cash generated from/(used in) financing activities</b>	<b>(62.4)</b>	<b>(59.3)</b>	<b>(121.7)</b>
<b>Net decrease in cash</b>	<b>(13.8)</b>	<b>(1.2)</b>	<b>(15.0)</b>
Unrestricted cash at the beginning of period	40.5	41.7	41.7
<b>Unrestricted cash at the end of period</b>	<b>26.6</b>	<b>40.5</b>	<b>26.6</b>

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# Covenants

## Covenants related to the Senior Secured USD 300,000,000 callable bond issue 2021/2024 ISIN NO0011100935

(a) the ratio of Total Net Debt to EBITDA at all times is less than 2.00:1

Net Debt / EBITDA - Waldorf Production UK plc (Group) \$'M	12 months to Jun-24
Profit before tax	41.7
Add back:	
- Net financing	35.8
- Net impairments	87.3
- DD&A	162.4
<b>EBITDA</b>	<b>327.2</b>

EBITDA - Waldorf Production UK plc (Group) \$'M	12 months to Jun-24
Net Debt*	24.6
EBITDA (1 Jul 23 – 30 Jun 24)	327.2
<b>Net Debt : EBITDA Test</b>	<b>0.08x</b>

\*Net Debt includes bond debt less available cash

(b) the Liquidity at all times is not less than USD 20,000,000 (or its equivalent in other currencies).

Liquidity test - Waldorf Production UK plc (Group) \$'M	Jun-24
Unrestricted cash	26.6
Minimum liquidity	(20.0)
<b>Headroom on liquidity test</b>	<b>6.6</b>



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# Waldorf Energy Finance plc

## Statement of Comprehensive Income & Statement of Financial Position

Statement of Comprehensive Income	Q2	Q1	H1
\$'M	2024	2024	2024
Finance costs	(5.5)	(5.8)	(11.3)
<b>Net loss</b>	<b>(5.5)</b>	<b>(5.8)</b>	<b>(11.3)</b>

Assets	Jun-24	Mar-24
\$'M		
Intercompany receivables	134.8	134.8
Other current assets	4.2	5.5
<b>Current assets</b>	<b>139.0</b>	<b>140.3</b>
<b>Total assets</b>	<b>139.0</b>	<b>140.3</b>

Liabilities and equity	Jun-24	Mar-24
\$'M		
Bonds	80.8	76.5
<b>Current liabilities</b>	<b>80.8</b>	<b>76.5</b>
Bonds	75.0	75.0
<b>Non-current liabilities</b>	<b>75.0</b>	<b>75.0</b>
Equity	(16.8)	(11.2)
<b>Total liabilities and equity</b>	<b>139.0</b>	<b>140.3</b>

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# Cash flow Statement

Cash flow Statement \$'M	Q2 2024	Q1 2024	H1 2024
<b>Cash flow from Operating Activities</b>			
Cash (absorbed by) / generated from operations	-	-	-
<b>Investing Activities</b>			
Net cash used in investing activities	-	-	-
<b>Financing Activities</b>			
Payment of interest	-	(4.5)	(4.5)
Intercompany funding	-	4.5	4.5
Net cash generated from/(used in) financing activities	-	-	-
<b>Net increase / (decrease) in cash</b>	-	-	-
Unrestricted cash at the beginning of period	-	-	-
<b>Unrestricted cash at the end of period</b>	-	-	-



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