



# JOTUN

**Jotun Protects Property**



**FINANCIAL REPORT**

1 January – 30 April 2025

## Jotun Group – Interim Financial Report

- Sales growth in all segments and regions
- Growth in earnings
- Increased uncertainty due to US tariffs and trade wars
- Positive outlook despite global uncertainties

The condensed consolidated financial statements for the Jotun Group consist of Jotun A/S and 58 subsidiaries, three joint ventures in China and Korea, and five associates in UAE and Saudi Arabia. Subsidiaries are fully consolidated independent of shareholding, while Jotun's share of profits from joint ventures and associates is presented on a separate line in the consolidated income statement.

### Operating revenue and profit

Operating revenue increased by four per cent to NOK 11 376 million in the first four months of 2025 (2024: NOK 10 897 million). The positive sales development was driven by sales growth in all segments and regions, led by Marine and Protective Coatings with strong performance in the Middle East and North-East Asia.

Operating profit increased to NOK 2 442 million in the first four months of 2025 compared to NOK 2 390 million in the same period last year. The earnings improvement was driven by increased sales and higher gross margin, mainly attributed to increased premium sales and positive mix effects. While profitability remained at a strong level, EBITA-margin showed a slight decline year over year due to increased operating costs.



While the Norwegian krone strengthened versus most key currencies for Jotun during the first four months of the year, this has had limited effect on reported operating revenue and profit year to date. However, operating cash flow and equity are both significantly influenced by currency effects in the reporting period.

### Operating Cash flow

Operating activities generated a positive cash flow of NOK 1 679 million as of April 2025 (2024: NOK 1 221 million). The strong improvement in operating cash flow compared to the same period last year is largely attributable to currency translation effects. While sales growth has led to an increase in operating working capital

during the first four months of the year, a general strengthening of the Norwegian krone reduced the impact of this on operating cash flow reported in NOK. In contrast, a weakening of the Norwegian krone during the same period last year led to a larger increase in working capital and negative impact on operating cash flow when translated to NOK.

### Investments

Investments in tangible and intangible assets amounted to NOK 343 million as of April 2025 (2024: NOK 381 million). The ongoing construction of a new factory in Indonesia, as well as a new regional office and R&D centre in Malaysia, account for the main investments year to date.

### Net interest-bearing debt

The net interest-bearing debt for the Group was NOK –786 million as of 30 April 2025, compared to NOK –1 481 million as of 31 December 2024. The development in net interest-bearing debt is explained by a reduction of cash holdings, mainly attributable to payment of the first half of the ordinary dividend for 2024 to Jotun A/S shareholders (NOK 1 112 million). The Group has a solid financial position with a net interest-bearing debt to EBITDA ratio of –0.1.

### Shareholders' equity

Shareholders' equity, including non-controlling interests, decreased during the first four months of 2025 to NOK 20 060 million (31 December 2024: NOK 21 660 million), yielding an equity ratio of 60 per cent as of 30 April 2025 (31 December 2024: 62 per cent). The decrease in shareholders' equity is explained by negative currency translation effects and the distribution of dividends to Jotun A/S shareholders which more than offset profit for the period.

### Outlook

Jotun has had a good start to the year and the overall outlook for 2025 is positive, with expectations of continued sales growth and solid earnings.

The Group's operating margin remains on a historically high level, supported by favourable raw material markets. While raw material prices are expected to remain stable in the near term, competitive pressure on selling prices and increased operating costs are expected to lead to a gradual decline in operating margin as the year progresses.

Recent hikes in US tariffs have created significant uncertainty with respect to global trade, economic growth, supply chains, inflation, and foreign currency. So far, the impact of the tariffs on Jotun's business has been limited. Jotun has low direct exposure to the US market (less than one per cent of sales), is highly diversified geographically, and produces most of its paints and coatings locally.

Despite the significant uncertainty posed by US tariffs and other geopolitical challenges, Jotun has a proven and robust business model that has withstood global financial challenges in the past. Jotun therefore maintains its long-term strategy and investment plans.

1 January – 30 April 2025

## Jotun Group – Financial consolidated information (Unaudited)

### CONDENSED CONSOLIDATED INCOME STATEMENT

(NOK million)	30/4 2025	30/4 2024	31/12 2024
Operating revenue	11 376	10 897	34 206
Share of profit from associates and joint ventures	511	483	1 492
Cost of goods sold	-5 739	-5 564	-17 466
Other operating expenses	-3 302	-3 069	-10 307
Depreciation, amortisation and impairment	-403	-358	-1 160
<b>Operating profit</b>	<b>2 442</b>	<b>2 390</b>	<b>6 766</b>
Net financial items	2	-451	-916
<b>Profit before tax</b>	<b>2 444</b>	<b>1 939</b>	<b>5 849</b>
Income tax	-551	-578	-1 400
<b>Profit for the period</b>	<b>1 893</b>	<b>1 361</b>	<b>4 449</b>

### CONDENSED CONSOLIDATED BALANCE SHEET

(NOK million)	30/4 2025	30/4 2024	31/12 2024
Intangible assets	1 438	1 456	1 528
Property, plant and equipment	8 965	9 088	9 511
Financial fixed assets	2 685	2 430	2 875
<b>Total non-current assets</b>	<b>13 088</b>	<b>12 974</b>	<b>13 914</b>
Inventories	5 273	4 892	5 623
Trade and other receivables	9 812	9 839	9 191
Cash and cash equivalents	5 431	4 202	6 176
<b>Total current assets</b>	<b>20 516</b>	<b>18 933</b>	<b>20 990</b>
<b>Total assets</b>	<b>33 604</b>	<b>31 908</b>	<b>34 904</b>
Share capital	103	103	103
Other equity	19 559	17 886	21 186
Non-controlling interests	399	351	372
<b>Total equity</b>	<b>20 060</b>	<b>18 339</b>	<b>21 660</b>
Non-current liabilities	3 163	3 556	3 521
Current interest-bearing debt	2 316	1 630	2 007
Other current liabilities	8 065	8 383	7 716
<b>Total liabilities</b>	<b>13 544</b>	<b>13 569</b>	<b>13 243</b>
<b>Total equity and liabilities</b>	<b>33 604</b>	<b>31 908</b>	<b>34 904</b>

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(NOK million)	30/4 2025	30/4 2024
Equity as of 1 January	21 660	18 325
Profit of the period	1 893	1 361
Dividends	-2 223	-2 244
Other comprehensive income	-1 270	897
<b>Equity as of 30 April</b>	<b>20 060</b>	<b>18 339</b>

### CONDENSED CASH FLOW STATEMENT

(NOK million)	30/4 2025	30/4 2024
Operating profit	2 442	2 390
Adjustments to reconcile operating profit to net cash flows:		
Share of profit from associates and joint ventures	-511	-483
Dividend paid from associates and joint ventures	466	695
Depreciation, amortisation and impairment	403	358
Change in accruals, provisions and other	-831	397
Change in operating working capital	-291	-2 136
<b>Cash generated from operating activities</b>	<b>1 679</b>	<b>1 221</b>
Net financial items	-130	-301
Tax payments	-690	-608
<b>Net cash flow from operating activities</b>	<b>859</b>	<b>312</b>
<b>Net cash flow from investing activities</b>	<b>-343</b>	<b>-381</b>
Dividends paid to Jotun A/S shareholders	-1 112	-1 112
Dividends paid to non-controlling interests	0	-21
Payment of principal portion of lease liabilities	-58	-60
Net proceeds from borrowings	-8	91
<b>Net cash flow from financing activities</b>	<b>-1 177</b>	<b>-1 102</b>
<b>Net increase / decrease (-) in cash</b>	<b>-661</b>	<b>-1 172</b>
Cash at beginning of period	6 176	5 390
Net currency translation effect	-185	-206
Inflation effect on cash	100	189
<b>Cash at end of period</b>	<b>5 431</b>	<b>4 202</b>

Sandefjord, Norway, 27 May 2025

The Board of Directors

Jotun A/S

Odd Gleditsch d.y.  
Chairman

Jørgen Arnesen

Nicolai A. Eger

Karoline Gleditsch

Jannicke Nilsson

Nils K. Selte

Camilla Hagen

Silje Kristin Engen

Björg Engevik Nilsen

Morten Fon  
President and CEO