

# Key events

## Q1

- Gränges Shanghai achieved certification against the Aluminium Stewardship Initiative Chain of Custody (CoC) Standard, an important step in the commitment to develop sustainable aluminium products and solutions.

## Q2

- Gränges invested USD 52 million in expansion of recycling and casting operations in Huntingdon, US, which will enable a market launch of near-zero carbon aluminium solutions in 2024.
- As the first domestic producer in the US, Gränges invested in battery foil production in its production facility in Newport.
- A fire broke out in the newly built cold rolling mill in Gränges' production facility in Konin, Poland. There were no injuries, however, production equipment was damaged.
- Gränges committed to climate neutrality by 2040 and joined the Science Based Targets initiative.
- On its Capital Markets Day, Gränges presented a new long-term strategy for sustainable growth, Navigate, with updated targets.
- Gränges launched a new product brand for sustainable and circular solutions, Gränges Endure, making it easier for customers to select sustainable aluminium products.

## Q3

- Gränges published an updated MTN prospectus. The MTN programme has a framework amount of SEK 3 billion for loans.

## Q4

- Gränges Americas achieved dual ASI certifications covering three production facilities and the corporate office in the US.
- Gränges refinanced part of its debt portfolio and entered into two new credit facility agreements with sustainability-linked structures.

## PERFORMANCE SUMMARY

Financial summary	2022	2021	Change
Sales volume, ktonnes	479.3	488.9	-2.0%
Net sales, SEK million	24,492	18,130	35.1%
Adjusted operating profit <sup>1)</sup> , SEK million	1,150	1,008	14.0%
Adjusted operating margin, %	4.7	5.6	-0.9 ppt
Adjusted operating profit per tonne, kSEK	2.4	2.1	0.3
Operating profit, SEK million	1,136	833	36.4%
Operating margin, %	4.6	4.6	0.0ppt
Profit for the year, SEK million	700	595	17.7%
Earnings per share basic	6.59	5.60	0.99
Earnings per share diluted	6.58	5.58	1.00
Adjusted cash flow before financing activities <sup>2)</sup> , SEK million	618	607	1.9%
Equity/assets, %	46.8	44.0	2.8 ppt
Financial net debt, SEK million	3,882	3,059	823
Financial net debt/EBITDA SEK million	1.9	1.8	0.1
Return on capital employed, %	9.4	10.0	-0.6 ppt

# +14%

increase in  
adjusted operating  
profit

Sustainability summary	2022	2021	Change
Total Recordable Rate <sup>3)</sup>	8.0	6.5	23.1%
Carbon emissions intensity (scope 1+2), tonnes CO <sub>2</sub> e/tonne	0.82	0.88	-6.8%
Carbon emissions intensity (scope 3), tonnes CO <sub>2</sub> e/tonne	8.1	8.4	-4.3%
Sourced recycled aluminium, %	32.7	28.5	4.2 ppt
ASI certifications, number of sites <sup>4)</sup>	5	2	3

1) Adjusted for items affecting comparability.

2) Adjusted for expansion investments and acquisitions.

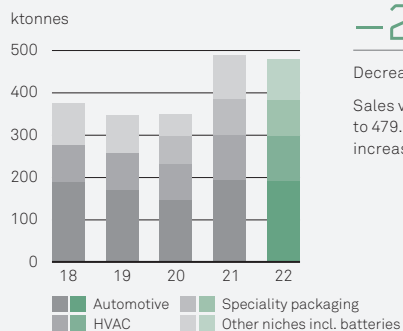
3) Number of recordable accidents per million hours worked.

4) Number of sites with Performance Standard and Chain of Custody Standard.



# Performance

## SALES VOLUME

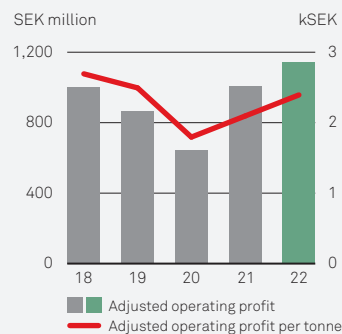


-2%

Decrease in volume

Sales volume decreased by 2.0 per cent to 479.3 ktonnes (488.9). Net sales increased to SEK 24,492 million (18,130).

## ADJUSTED OPERATING PROFIT <sup>1) 2)</sup>

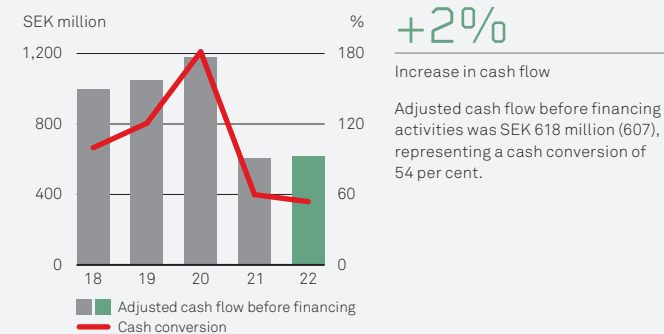


+14%

Increase in profit

Adjusted operating profit<sup>1)2)</sup> amounted to SEK 1,150 million (1,008) and adjusted operating profit per tonne was 2.4 kSEK (2.1).

## ADJUSTED CASH FLOW BEFORE FINANCING <sup>2)</sup>

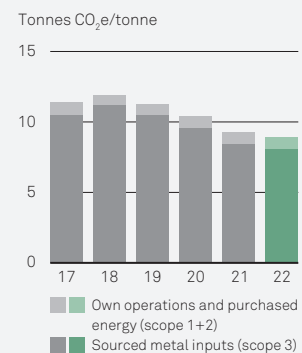


+2%

Increase in cash flow

Adjusted cash flow before financing activities was SEK 618 million (607), representing a cash conversion of 54 per cent.

## CARBON EMISSIONS INTENSITY

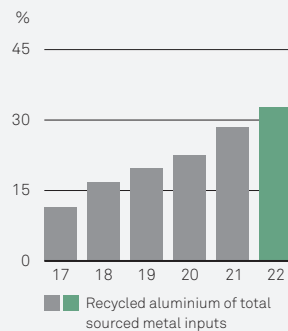


-5%

Reduction of total carbon emissions intensity (scope 1+2+3)

Carbon emissions intensity amounted to 0.82 tonnes CO<sub>2</sub>e/tonne for scope 1+2 and 8.1 tonnes CO<sub>2</sub>e/tonne for scope 3. Total carbon emissions intensity (scope 1+2+3) has now been reduced by 22 per cent versus baseline 2017<sup>3)</sup>.

## SOURCED RECYCLED ALUMINIUM <sup>4)</sup>



+4.2 PPT

Increase of sourced recycled aluminium

The share of sourced recycled aluminium increased to 32.7 per cent (28.5), which is above the 2025 target level.

## RESPONSIBLE SOURCING AND PRODUCTION

5 SITES

Number of sites with ASI Performance Standard and Chain of Custody Standard.

5 sites (2) have achieved certifications in accordance with the Aluminium Stewardships Initiative (ASI) Performance Standard and Chain of Custody Standard.

1) Adjusted for items affecting comparability. Read more on page 87, Note 14.  
 2) Read more about alternative performance measures on page 101.  
 3) Baseline 2017 recalculated to include the facility in Konin.  
 4) 2017–2020 exclude Gränges Powder Metallurgy and the facility in Konin.