



EARNINGS ANNOUNCEMENT
(unaudited information)

3Q22

This document is a translation of a document originally issued in Portuguese, prepared using accounting policies consistent with the International Financial Reporting Standards adopted in European Union (IFRS-EU), some of which may not conform or be required by generally accepted accounting principles in other countries. In the event of discrepancies, the Portuguese language version prevails.

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Highlights of 3Q22

Altri Group continues to benefit from the favourable evolution of pulp prices reaching **total revenues of € 284.1 M in 3Q22, a 30.6% increase vs 3Q21 and a 4.3% increase vs 2Q22**. During the 9M22, the Altri Group recorded total revenues of € 805.9 M, a 37.7% increase vs 9M21.

Despite the challenging environment of inflation in the main variable costs, the Altri Group continues to report a high level of profitability. **Altri Group's EBITDA grew 16.4% in 3Q22 to € 92.6 M when compared to 3Q21, with a 32.7% improvement when compared to 2Q22**. In the 9M22, EBITDA reached approximately € 223.4 M, a 25.4% growth when compared to 9M21.

Altri Group's Net Profit (continued operations) reached € 47.7 M in 3Q22, an increase of 3.8% when compared to 3Q21. In the 9M22, the Group's Net Profit of continued operations recorded an increase of 29.9% when compared to the 9M21, reaching € 117.4 M.

Altri Group reported a record level of EBITDA per tonne of pulp sold in 3Q22, reaching € 338/ton in the quarter, a 22.8% increase when compared to 3Q21 and a 40.8% increase when compared to 2Q22. This figure demonstrates the clear focus on excellence, efficiency and profitability of the Group.

Altri Group was one of the 80 Portuguese companies that recently signed the manifesto "Rumo à COP27", developed by BCSD Portugal. Altri highlights the relevance of COP27 (United Nations Conference on Climate Change) in the transition to a carbon neutral economy that promotes sustainable development and is socially inclusive.

With regards to the **Gama project**, the Group continues to progress with the several studies needed to evaluate the construction of an industrial unit for the production of soluble pulp and sustainable textile fibres from scratch, in Galicia, namely, the environmental impact study, engineering project, economic feasibility study, financing structure and access to European Union funds. **The Altri Group continues to work actively, with the aim of announcing a final investment decision during the 1H23**.

Message from the CEO

Quarter after quarter, the Altri Group has demonstrated its ability to respond to the growing demand for the cellulose fibres we produce at our three mills in Portugal, Caima, Celbi and Biotek. This latest financial period proves it again, with production remaining at a high level, reflecting the daily commitment of our people, but also the high levels of efficiency we have already achieved.

The solid operating performance posted in the three months ending in September was coupled with a growing demand in a market with a low level of stocks. This context allowed the maintenance of a favourable environment for fibre prices, after several increases announced during the previous quarter. The price per tonne of short fibre (BHKP) was in 1,380 dollars.

In economic terms, in the light of the context described, this quarter reinforced the results already achieved in the first half of the year, allowing a strong increase in revenues (+37.7%), but also at the level of EBITDA (+25.4%) and net profit, which rose to 117.4 million euro for the accumulated nine months of 2022.

The figures we present here are positive, but I would stress that they were achieved in a challenging environment, specifically with regard to inflation of the various variable costs. Significant increases were registered in the price of natural gas as well as in chemicals. The average cost of wood was higher largely reflecting the higher level of imports.

All these factors are having an impact on the Altri Group, leading to a relevant increase in production costs per tonne. Even so, as a result of the focus on the efficiency of our operations, we are managing to more than offset these costs, presenting in this third quarter a record level of EBITDA per tonne of 338 euro, ensuring benchmark profitability levels in the sector.

This year, the Altri Group has already invested 34.8 million euro, which is more than double of the investment made in the same period last year, with a low level of net debt (1.3x the EBITDA), which allows us to maintain the financial capacity to seize the opportunities of the bioeconomy.

We remain fully committed to the evaluation of a new industrial unit for the production of sustainable textile fibres in Galicia, which includes the environmental impact study, the economic feasibility study, the engineering project, the financing structure and the access to European Union funds. This is a structuring project for the industry both in terms of bioeconomy and circularity, and in terms of energy management, using cutting-edge technology. We intend, as we have already stated, to be able to announce the final investment decision in the first half of next year.

A final word of profound gratitude to all our customers, partners and employees, who through their dedication and trust move and drive us to always do better.

José Soares de Pina
Altri's CEO

Operating and financial performance

Pulp market

In the first nine months of 2022, global demand for pulp grew by 3.6% year-on-year, with demand for Hardwood pulp increasing at a faster rate reaching 6.5%, according to the PPPC (World Chemical Market Pulp Global 100 Report- September 2022).

In regional terms, and focusing essentially on the Hardwood pulp market where Altri Group has a predominant position, we positively highlight the behaviour of Western Europe (+6.7%) and China (+3.9%), which accelerated in 3Q22 after presenting decreasing demand levels during the first semester of 2022. Japan (+19.3%) and the rest of Asia/Africa (+14.0%) maintain healthy growth levels. The acceleration in demand from China is clearly an important data for the sector, given the weight of this region in global pulp demand.

Pulp global demand

000' Tons	Jan-Sep 22	Jan-Sep 21	YoY
Bleached Hardwood Sulphate	28,595	26,842	6.5%
Bleached Softwood Sulphate	18,405	18,731	-1.7%
Unbleached Sulphite	2,400	2,090	14.8%
Sulphite	85	89	-4.5%
Pulp Global Demand	49,485	47,752	3.6%
Bleached Hardwood Sulphate per region			
North America	2,455	2,379	3.2%
Western Europe	6,565	6,154	6.7%
Eastern Europe	1,100	1,128	-2.5%
Latin America	2,131	1,971	8.1%
Japan	815	683	19.3%
China	10,830	10,421	3.9%
Rest of Asia/Africa	4,511	3,956	14.0%
Oceania	188	149	25.7%
Total	28,595	26,842	6.5%

Source: PPPC (World Chemical Market Pulp Global 100 Report- September 2022).

One of the important factors to confirm the balance of demand and supply of pulp in the European market is the level of stocks in European ports. During the third quarter, this level of stocks continues to be well below the averages of recent years, having reached the lowest level of the last five years in July 2022.

Pulp stocks in European Ports

000' Tons	Sep-22	Aug-22	Jul-22	2Q22	1Q22	2021	2020	2019
Stocks (EU Ports)	1,130	1,192	975	1,079	1,124	1,198	1,542	1,912

Note: Monthly end-of-period stocks. Monthly average for quarterly and annual values.

Source: Europulp (Federation of the National Associations of Pulp Sellers in Europe).

During 3Q22, the European list price of pulp (BHKP) remained stable at US\$ 1,380/ton, after several increases announced during 2Q22. The European market continued to show a high level of demand for BHKP pulp combined with a low inventory level. Likewise, the level of BHKP pulp prices in China was stable during 3Q22.

BHKP average pulp price evolution in Europe (2017 to 3Q22)

US\$/ton	2022			2021	2020	2019	2018	2017
	3Q22	2Q22	1Q22					
Avg. pulp price (BHKP)	1,368	1,245	1,151	1,014	680	858	1,037	819

Source: FOEX.

Dissolving Pulp (DP) has registered a global demand decrease of 0.6% until August 2022, according to *Numerica Analytics (Global DP Demand Report – August 2022)*. These less positive demand figures were seen after the first half of 2022 due to some slowdown in global demand in the textile industry. DP is targeted for textile use and used mainly in Asia, a region that absorbs more than 80% of demand. In geographical terms, China recorded a 2.1% decrease after positive figures during the first six months of the year. In terms of DP prices, after a sharp rise in them until the first half of 2022, we have seen some correction in recent months.

Global dissolving pulp demand

000' Tons	Jan-Aug 22	Jan-Aug 21	YoY
North America	301	295	1.9%
Western Europe	421	429	-1.9%
Asia	3,826	3,834	-0.2%
China	2,688	2,746	-2.1%
Japan	110	103	7.6%
Taiwan	37	44	-16.1%
Thailand	148	105	40.0%
Other Asia	843	836	0.9%
Other	38	57	-33.7%
Total	4,586	4,616	-0.6%

Source: Numerica Analytics (Global DP Demand Report – August 2022).

Altri Group

Operating performance

Total volume of pulp produced in 3Q22 achieved 289.7 thousand tons, 1.8% below the previous quarter. In terms of pulp sales, the volume reached approximately 274.0 thousand tons in 3Q22, 5.2% below the previous quarter, making a positive contribution to the evolution of the Group's stock levels.

Operating indicators (Quarter)

000' tons	3Q22	3Q21	3Q22/3Q21	2Q22	3Q22/2Q22
Production Pulp BHKP	262.3	271.5	-3.4%	258.8	1.3%
Production Pulp DWP	27.4	23.5	16.3%	23.4	17.0%
Total Production	289.7	295.0	-1.8%	282.2	2.6%
Pulp Sales BHKP	252.0	264.0	-4.5%	266.6	-5.5%
Pulp Sales DWP	22.0	25.1	-12.3%	24.3	-9.1%
Total Sales	274.0	289.1	-5.2%	290.9	-5.8%

In the first nine months of 2022, the total volume of pulp produced reached 852.1 thousand tons, 1.6% below that of the same period last year. In terms of pulp sales, the decrease in comparison with the same period of the previous year was 2.4%, following the production trend.

Operating indicators (9M)

000' tons	9M22	9M21	9M22/9M21
Production Pulp BHKP	777.6	793.2	-2.0%
Production Pulp DWP	74.5	72.7	2.5%
Total Production	852.1	865.9	-1.6%
Pulp Sales BHKP	782.6	804.3	-2.7%
Pulp Sales DWP	80.4	80.2	0.2%
Total Sales	863.0	884.5	-2.4%

In terms of end use, the pulp sold continues to be mainly for Tissue (51%) followed by Printing & Writing with 25%. In regional terms, Europe (including Portugal), accounts for 76% of sales, followed by the Middle East with 17%, Turkey and Israel being the main destinations in the Middle East.

Weight of sales (volume) by end use

	9M22	2021
Tissue	51%	50%
P&W	25%	19%
Dissolving	9%	8%
Décor	6%	7%
Specialities	5%	6%
Packaging	2%	2%
Other	2%	8%

Weight of sales (volume) by region

	9M22	2021
Europe (excl. Portugal)	61%	61%
Middle East	17%	17%
Portugal	14%	14%
Asia	8%	8%

Economic and financial performance

Total revenues of Altri Group amounted to € 284.1 M during 3Q22, a 30.6% increase vs 3Q21, with this variation being explained, mainly, by the positive evolution of pulp prices. EBITDA reached € 92.6 M, increasing 16.4% vs 3Q21 with an EBITDA margin of 32.6%, a decrease of 4.0 p.p. when compared to the same period in the previous year. Despite a favorable price environment for pulp, the inflationary context of several variable costs limited the margin evolution. During 3Q22, we continued to see a relevant increase in the price of chemicals, natural gas and wood.

The net profit of continued operations of the Altri Group reached € 47.7 M, an increase of 3.8% compared to the 3Q21. The negative evolution of exchange rate hedges, which is largely offset on the operational side, as well as the increase in the effective tax rate in the quarter, led to a more moderate evolution of the result.

On a quarterly basis, the evolution of total revenues was positive, with a 4.3% growth when compared to 2Q22. This evolution is partially explained by the decrease in the contribution of energy revenues, included in 'Other', given that Celbi started to adopt the regime of self-consumption of electricity as of August 2022. As such, it started to sell only the surplus of electric energy not consumed, which compares with gross energy sales in the previous quarters of 2022. Note that this change had a positive impact at EBITDA level. Pulp revenues grew by around 9.2% in 3Q22 vs 2Q22, in line with the quarterly evolution of pulp prices. Despite the considerable increase in several variable costs, EBITDA registered a 32.7% increase in 3Q22 when compared to the previous quarter, thus showing a strong 7.0 pp improvement in the EBITDA margin.

Income statement highlights of the 3Q22

€ M	3Q22	3Q21*	3Q22/3Q21	2Q22	3Q22/2Q22
Pulp	244.2	185.0	32.0%	223.7	9.2%
Other**	39.9	32.5	22.9%	48.7	-18.1%
Total Revenues	284.1	217.5	30.6%	272.5	4.3%
EBITDA	92.6	79.5	16.4%	69.8	32.7%
EBITDA margin	32.6%	36.6%	-4.0 pp	25.6%	+7.0 pp
EBIT	76.2	63.2	20.5%	53.3	42.8%
EBIT margin	26.8%	29.1%	-2.3 pp	19.6%	+7.2 pp
Net profit of continued operations	47.7	46.0	3.8%	39.8	19.9%

* 3Q21 restated according to IFRS 5.

** Other: includes essentially i) sale of biomass and rendering of operation and maintenance services to Greenvolt's biomass plants in Portugal and ii) sale of Electric Energy (cogeneration) related to the cellulosic fiber production process.

In the first nine months of 2022, total revenues of the Altri Group amounted to € 805.9 M, a 37.7% increase vs 9M21. This growth essentially results from the positive evolution in pulp prices. EBITDA reached € 223.4 M in the 9M22, an increase of 25.4% vs 9M21 with an EBITDA margin of 27.7%, a decrease of 2.7 p.p. when compared to the same period of 2021. This reduction in margin, as commented above, is related to the inflation felt in the various variable costs. The net profit of continued operations of the Altri Group reached € 117.4 M in the 9M22, an increase of 29.9% compared with the same period in the previous year.

Income statement highlights of the 9M22

€ M	9M22	9M21*	9M22/9M21
Pulp	667.8	487.8	36.9%
Other**	138.1	97.5	41.6%
Total Revenues	805.9	585.3	37.7%
EBITDA	223.4	178.1	25.4%
EBITDA margin	27.7%	30.4%	-2.7 pp
EBIT	174.0	129.7	34.2%
EBIT margin	21.6%	22.1%	-0.5 pp
Net profit of continued operations	117.4	90.4	29.9%

* 9M21 restated according to IFRS 5.

** Other: includes essentially i) sale of biomass and rendering of operation and maintenance services to Greenvolt's biomass plants in Portugal and ii) sale of Electric Energy (cogeneration) related to the cellulosic fiber production process.

Investment

The total net investment made by the Altri Group during the 3Q22 was € 16.0 M. In cumulative terms, total net investment in the first nine months of 2022 reached € 34.8 M, which compares with the € 16.8 M in 9M21. The total investment for the nine month period of 2022 includes € 9.7 M related to the new biomass boiler for the Caima industrial unit.

€ M	3Q22	2Q22	1Q22	9M22	9M21
Total net investment	16.0	12.0	6.8	34.8	16.8

Debt

The Altri Group's net debt at the end of 3Q22 was € 360.1 M, a slight increase vs € 356.9 M at the end of 2Q22. This variation results essentially from an increase in working capital in the quarter, partly related to the increase in sales prices and the increase in the level of investment in relation to previous quarters. This level of debt is equivalent to a Net Debt/EBITDA LTM ratio of 1.3x. The Total net debt level, when adding lease liabilities, was around € 441.3 M at the end of September 2022, vs € 431.9 M at the end of June 2022.

€ M	3Q22	2Q22	1Q22	2021
Net Debt	360.1	356.9	303.3	344.0

Sustainability

The Altri Group has defined four strategic development vectors that focus its activity and its future investments:

- To value the people
- Develop and enhance the forest
- Focus on operational excellence and technological innovation
- Affirming sustainability as a competitiveness factor

Based on this strategy, the main sustainability objectives for the Group were identified, in line with the Sustainable Development Goals (SDGs) of the United Nations, and with the expectations of our stakeholders, resulting in the definition of the “2030 Commitment” of the Altri Group. Every quarter we see progress towards a more sustainable Group, of which we highlight the following initiatives in 3Q22:

- The **Altri Group recently signed the manifesto "Rumo à COP27"**, developed by BCSD Portugal - Business Council for Sustainable Development. The United Nations COP27 on Climate Change, taking place in Egypt, is a crucial moment to make practical and concrete contributions to the fulfilment of the Paris Agreement. Along with more than 80 Portuguese companies, Altri highlights the relevance of COP27 in promoting the transition to a carbon neutral economy that promotes sustainable development and is socially inclusive.
 
- The work of the **Altri Group** towards a more sustainable future was **distinguished** in the first **"Report on the SDGs in Portuguese Companies 2022"**, an initiative of the Católica Lisbon School of Business and Economics, with the support of Fundación "la Caixa" Banco BPI and Francisco Manuel dos Santos Foundation. In this report, the Center for Responsible Business and Leadership, which analysed a total of 60 Portuguese companies, recognises the integration of SDGs in Altri's business strategy. Additionally, it highlights the alignment between Altri's "Commitment 2030" and the SDGs, recognising the contribution to their progress.
 
- The **Altri Group organised** another **Summer Academy** with the participation of 42 young people aged between 17 and 23, who were able to get to know the Group's industrial units. This pre-vocational experience allows the development of personal skills and contributes to a healthy occupation of the youngsters' free time. Since the first Summer Academy in the 1980s, this initiative has welcomed more than 1,300 participants.

Perspectives

The European pulp market continues sound, something we anticipate to continue in the coming months. A reduced level of pulp stocks in European ports combined with a demand that remains solid in the main segments, such as Tissue, are good indicators for the near future of the sector. The demand for end-use pulp related to the construction sector (Decór) and P&W (Printing & Writing) appears to be less strong than usual since 2021. Hardwood pulp (BHKP) prices in Europe remain stable at US\$1,380/ton in October and November, the same level since July 2022.

In terms of supply, global logistics is currently in a process of normalisation, but still with some relevant impacts on value chains. This factor is allowing some positive reaction from the Chinese market, despite the restrictions still imposed by the Government as a consequence of the restrictive health policy (Zero Covid). The new capacity projects based in Latin America, which were planned to start operations in late 2022 or early 2023, are still behind schedule and are expected to start during the first half of 2023.

The overall inflation of variable costs has been the main challenge during 2022 for the Altri Group. The increase in the price of natural gas, the increase in the price of chemicals and the increase in the cost of wood, largely related to the higher level of imports, have been the main factors for a relevant increase in production cost per ton. During the year we worked in order to find solutions to minimize this effect and started to implement some measures, namely: i) decrease of natural gas consumption by the use of alternative energy sources; ii) reduction of the specific consumption of wood, as a result of the investments made by the Group in the efficiency of operations; iii) installation of electric energy generation capacity through photovoltaic power plants, in the three plants of Altri, reinforcing the energy competitiveness of the Group.

Regarding the Gama project, in Galicia, the Altri Group continues to work with the goal of announcing the final investment decision during the 1H23. We continue to make progress on the main pillars for the decision making, namely the environmental impact study, engineering design, economic feasibility, financing structure and access to funds of the European Union. We remind that the Gama project stems from a Memorandum of Understanding (MoU) signed with Impulsa, a public-private consortium from the Autonomous Community of Galicia, to study exclusively the construction of a greenfield industrial plant from scratch, with an annual production capacity of 200,000 tons of soluble pulp and sustainable textile fibers.

Annexes

Description of Altri Group

Altri is a reference in European eucalyptus cellulosic fibers producers. In addition to pulp production, the Group is also present in the renewable power production business from forest base sources, namely industrial cogeneration through black liquor. The forestry strategy is based on the full use of all the components provided by the forest: pulp, black liquor and forest wastes.

Currently, Altri manages around 88.3 thousand hectares of forest in Portugal, entirely certified by the Forest Stewardship Council® (FSC® -C004615) and by Programme for the Endorsement of Forest Certification™ (PEFC™), two of the most acknowledged certification entities worldwide.

Currently, Altri has three pulp mills in Portugal, with an installed capacity that, in 2021, reached more than 1.1 million tonnes/year of eucalyptus cellulosic fibers.

Altri's current organic structure at September 30th 2022 can be represented as follows:

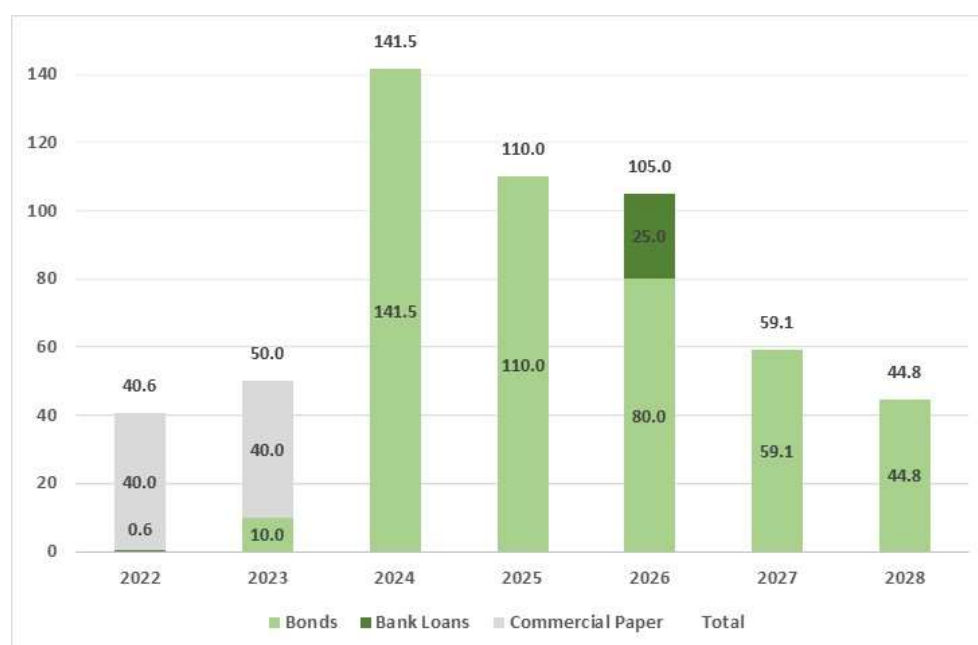


Pulp mill's maintenance downtime schedule

In terms of stoppages for maintenance during 2022, the schedule is as follows:

Mill	2022	Status
Celbi	No downtime	-
Biotek	May	Concluded
Caima	December	Scheduled

Debt maturity profile



Amounts in € M. Note: Commercial Paper renewable with multi-year maturity

Income statement of 3Q22

€ M	3Q22	3Q21*	3Q22/3Q21	2Q22	3Q22/2Q22
Pulp	244.2	185.0	32.0%	223.7	9.2%
Other**	39.9	32.5	22.9%	48.7	-18.1%
Total revenues	284.1	217.5	30.6%	272.5	4.3%
Cost of sales	104.8	76.2	37.6%	113.9	-8.0%
External supplies and services	69.7	51.1	36.2%	71.5	-2.6%
Payroll expenses	10.3	9.4	10.0%	12.7	-18.3%
Other expenses	6.3	1.0	525.1%	5.1	22.8%
Provisions and impairment losses	0.5	0.2	s.s.	-0.5	s.s.
Total expenses	191.6	138.0	38.8%	202.7	-5.5%
EBITDA	92.6	79.5	16.4%	69.8	32.7%
EBITDA margin	32.6%	36.6%	-4.0 pp	25.6%	+7.0 pp
Amortisation and depreciation	-16.4	-16.3	0.5%	-16.4	-0.4%
EBIT	76.2	63.2	20.5%	53.3	42.8%
EBIT margin	26.8%	29.1%	-2.3 pp	19.6%	+7.2 pp
Results related to investments	0.0	0.0	s.s.	3.0	s.s.
Financial expenses	-12.9	-4.1	215.3%	-9.8	31.7%
Financial income	4.2	2.2	93.8%	6.5	-34.7%
Financial results	-8.6	-1.9	357.3%	-0.2	s.s.
Profit before income tax and CESE of continued operations	67.6	61.4	10.1%	53.1	27.2%
Income tax	-19.8	-15.4	29.0%	-13.3	49.1%
Energy sector extraordinary contribution (CESE)	0.0	0.0	s.s.	0.0	s.s.
Consolidated net profit of continued operations in the period	47.7	46.0	3.8%	39.8	19.9%
Net profit from discontinued operations	0.0	6.2	s.s.	271.5	s.s.
Consolidated net profit for the period	47.7	52.2	s.s.	311.3	s.s.

* 3Q21 restated according to IFRS 5.

** Other: includes essentially i) sale of biomass and rendering of operation and maintenance services to Greenvolt's biomass plants in Portugal and ii) sale of Electric Energy (cogeneration) related to the cellulosic fiber production process.

Note: Financial information in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS-EU)

Income statement of 9M22

€ M	9M22	9M21*	9M22/9M21
Pulp	667.8	487.8	36.9%
Other**	138.1	97.5	41.6%
Total revenues	805.9	585.3	37.7%
Cost of sales	322.4	237.2	35.9%
External supplies and services	212.6	139.0	52.9%
Payroll expenses	33.1	29.0	14.4%
Other expenses	14.4	2.3	532.6%
Provisions and impairment losses	0.0	-0.2	s.s.
Total expenses	582.5	407.2	43.0%
EBITDA	223.4	178.1	25.4%
EBITDA margin	27.7%	30.4%	-2.7 pp
Amortisation and depreciation	-49.3	-48.5	1.8%
EBIT	174.0	129.7	34.2%
EBIT margin	21.6%	22.1%	-0.5 pp
Results related to investments	3.1	0.0	s.s.
Financial expenses	-28.6	-13.7	108.3%
Financial income	13.1	7.6	72.5%
Financial results	-12.4	-6.1	102.1%
Profit before income tax and CESE of continued operations	161.7	123.5	30.9%
Income tax	-44.3	-33.1	33.8%
Energy sector extraordinary contribution (CESE)	-0.1	-0.1	-23.4%
Consolidated net profit of continued operations in the period	117.4	90.4	29.9%
Net profit from discontinued operations	284.1	6.6	s.s.
Consolidated net profit for the period	401.4	97.0	s.s.

* 9M21 restated according to IFRS 5.

** Other: includes essentially i) sale of biomass and rendering of operation and maintenance services to Greenvolt's biomass plants in Portugal and ii) sale of Electric Energy (cogeneration) related to the cellulosic fiber production process.

Note: Financial information in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS-EU)

The amount shown under the caption "Net profit from discontinued operations" relates to the 1st quarter results attributable to discontinued operations and the capital gain generated by the distribution of Greenvolt shares, which occurred in 2Q22. The capital gain is explained, briefly, by the following net effects: (i) derecognition of the liability measured at fair value at the date of the distribution, related to the liability to shareholders of the approved resolution; (ii) derecognition of net assets at their carrying amount to settle the referred liability; (iii) derecognition of "Non-controlling interests"; (iv) derecognition of "Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders"; and (v) recognition of the remaining stake at fair value at the date of distribution.

Glossary

Total Revenue: Sales + Services rendered + Other income

EBITDA: Profit before income tax and CESE, Financial results and Amortisation and depreciation of continued operations

Financial results: Results related to investments, Financial expenses and Financial income

EBITDA margin: EBITDA / Total Revenue

EBITDA per tonne of pulp sold: EBITDA / Quantity of pulp sold in the period, in tonnes

EBIT: Profit before income tax and CESE and Financial results of continued operations

EBIT margin: EBIT / Total Revenue

Profit after tax from discontinued operations: Profit after tax related to Greenvolt and its subsidiaries' activities

Total net investment: Payments in the period relating to acquisitions of property, plant and equipment

EBITDA LTM: EBITDA reported in the last twelve months

Net Debt: Bank loans (nominal amounts) + Other loans (nominal amounts) - Cash and cash equivalents

Total Net Debt: Net Debt + Lease Liabilities



EARNINGS ANNOUNCEMENT

3Q22

ALTRI, SGPS, S.A.

Head office: Rua Manuel Pinto de Azevedo, 818, Porto

Share capital: Euro 25,641,459

Registered in the Oporto Commercial Registry Office under the single registration and tax identification number - 507 172 086



CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AND
NOTES

3Q22

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022 AND 31 DECEMBER 2021

(Translation of financial statements originally issued in Portuguese - Note 22)
(Amounts expressed in Euros)

ASSETS	Notes	30.09.2022	31.12.2021 (Restated Note 5)
NON-CURRENT ASSETS:			
Biological assets		106,632,813	105,583,652
Property, plant and equipment		337,031,381	341,794,191
Right-of-use assets		69,553,519	63,961,630
Investment properties		24,169	24,169
Goodwill		265,630,973	265,630,973
Intangible assets		157,218	367,268
Investments in joint ventures and associates	4.2	1,783,137	758,652
Other investments	4.3	199,479,743	317,046
Other non-current assets		1,770,595	3,210,260
Derivative financial instruments	13	6,613,844	163,618
Deferred tax assets		22,524,597	16,813,768
Total non-current assets		<u>1,011,201,989</u>	<u>798,625,227</u>
CURRENT ASSETS:			
Inventories		101,610,521	82,821,010
Trade receivables		161,753,106	100,495,090
Other receivables		20,768,133	17,364,991
Income tax		4,345,438	3,361,653
Other current assets		6,591,749	7,716,549
Derivative financial instruments	13	1,376,499	1,130,725
Cash and cash equivalents	8	190,924,213	238,937,382
Total current assets		<u>487,369,659</u>	<u>451,827,400</u>
Group of assets classified as held for distribution to shareholders	6	-	1,042,536,224
Total assets		<u>1,498,571,648</u>	<u>2,292,988,851</u>
EQUITY AND LIABILITIES			
		30.09.2022	31.12.2021 (Restated Note 5)
EQUITY:			
Share capital	10	25,641,459	25,641,459
Legal reserve		5,128,292	5,128,292
Hedging reserve		(15,713,960)	(2,364,102)
Other reserves		116,227,938	393,895,052
Fair value reserves	4.3	42,141,705	-
Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders	6	-	(7,835,311)
Consolidated net profit/(loss) for the period attributable to Equity holders of the parent		392,908,152	127,642,943
Total equity attributable to Equity holders of the parent		<u>566,333,586</u>	<u>542,108,333</u>
Non-controlling interests	6	1,014,151	181,077,173
Total equity		<u>567,347,737</u>	<u>723,185,506</u>
LIABILITIES:			
NON-CURRENT LIABILITIES:			
Bank loans	11	25,000,000	-
Other loans	11	433,623,333	458,218,797
Reimbursable government grants	11	1,634,593	2,288,430
Lease liabilities		71,410,598	62,858,948
Other non-current liabilities		4,282,222	6,724,855
Deferred tax liabilities		36,088,680	32,150,741
Pension liabilities		2,462,841	3,271,159
Provisions	12	3,740,211	4,082,239
Derivative financial instruments	13	4,568,839	540,350
Total non-current liabilities		<u>582,811,317</u>	<u>570,135,519</u>
CURRENT LIABILITIES:			
Bank loans	11	640,737	27,584,583
Other loans	11	92,064,793	97,854,330
Reimbursable government grants	11	653,837	653,837
Lease liabilities		9,808,884	10,255,602
Trade payables		130,092,452	134,741,292
Liabilities associated with contracts with customers		7,481,120	5,347,173
Other payables		19,711,066	16,626,218
Income tax		26,680,494	21,049,389
Other current liabilities		37,198,883	30,050,829
Derivative financial instruments	13	24,080,328	3,099,150
Total current liabilities		<u>348,412,594</u>	<u>347,262,403</u>
Liabilities directly associated with the group of assets classified as held for distribution to shareholders	6	-	652,405,423
Total liabilities and equity		<u>1,498,571,648</u>	<u>2,292,988,851</u>

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE NINE AND THREE MONTHS PERIODS ENDED 30 SEPTEMBER 2022 AND 2021

(Translation of financial statements originally issued in Portuguese - Note 22)
(Amounts expressed in Euros)

	Notes	PERIOD ENDED AT		QUARTER ENDED AT	
		30.09.2022	30.09.2021 (Restated Note 5)	30.09.2022	30.09.2021 (Restated Note 5)
Sales		793,275,174	572,266,689	277,684,537	212,956,709
Services rendered		5,081,479	7,889,217	1,706,991	2,556,759
Other income		7,526,228	5,193,608	4,750,649	1,996,217
Costs of sales		(322,428,197)	(237,192,922)	(104,829,097)	(76,202,755)
External supplies and services		(212,618,051)	(139,021,414)	(69,685,896)	(51,146,947)
Payroll expenses		(33,146,736)	(28,973,746)	(10,345,786)	(9,409,151)
Amortisation and depreciation		(49,315,980)	(48,455,439)	(16,363,882)	(16,277,128)
Provisions and impairment losses	12	31,959	217,093	(470,915)	(225,000)
Other expenses		(14,364,808)	(2,270,592)	(6,252,690)	(1,000,251)
Results related to investments	15	3,134,607	20,794	(14,187)	1,755
Financial expenses	14	(28,565,734)	(13,714,735)	(12,851,513)	(4,076,206)
Financial income	14	13,071,174	7,579,234	4,240,611	2,188,219
Profit before income tax and CESE from continuing operations		161,681,115	123,537,787	67,568,822	61,362,221
Income tax		(44,251,892)	(33,068,169)	(19,840,492)	(15,377,234)
Energy sector extraordinary contribution (CESE)		(74,464)	(97,227)	-	-
Consolidated net profit for the period from continuing operations		117,354,759	90,372,391	47,728,330	45,984,987
Profit after tax from discontinued operations	6	284,077,332	6,584,787	48,662	6,233,802
Consolidated net profit for the period		401,432,091	96,957,178	47,776,992	52,218,789
Attributable to:					
Equity holders of the parent					
Continued operations	16	117,590,608	90,372,391	47,964,179	45,984,987
Discontinued operations	16	275,317,544	2,442,972	48,662	2,071,874
Non-controlling interests					
Continued operations		(235,849)	-	(235,849)	-
Discontinued operations		8,759,788	4,141,815	-	4,161,928
		401,432,091	96,957,178	47,776,992	52,218,789
Earnings per share					
From continuing operations					
Basic	16	0.57	0.44	0.23	0.22
Diluted	16	0.57	0.44	0.23	0.22
From discontinued operations					
Basic	16	1.34	0.01	0.00	0.01
Diluted	16	1.34	0.01	0.00	0.01

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE AND THREE MONTHS PERIODS ENDED 30 SEPTEMBER 2022 AND 2021

(Translation of financial statements originally issued in Portuguese - Note 22)
(Amounts expressed in Euros)

	Notes	PERIOD ENDED AT		QUARTER ENDED AT	
		30.09.2022	30.09.2021 (Restated Note 5)	30.09.2022	30.09.2021 (Restated Note 5)
Consolidated net profit/(loss) for the period		401,432,091	96,957,178	47,776,992	52,218,789
Other comprehensive income from continued operations:					
Items that will not be reclassified to profit or loss					
Changes in the value of financial assets at fair value	4.3	42,141,705	-	28,943,479	-
		42,141,705	-	28,943,479	-
Items that may be reclassified to profit or loss in the future					
Changes in fair value of cash flow hedging derivatives - gross amount	13	(17,871,879)	(33,599,498)	(4,773,226)	(20,224,713)
Changes in fair value of cash flow hedging derivatives - deferred tax		4,522,021	2,347,584	1,109,158	1,046,278
Change in exchange rate reserve		30,902	(1,749,654)	16,329	(1,744,026)
		(13,318,956)	(33,001,568)	(3,647,739)	(20,922,461)
Other comprehensive income from discontinued operations:					
Items that may be reclassified to profit or loss in the future					
Changes in fair value of cash flow hedging derivatives - gross amount		(13,489,312)	-	-	-
Changes in fair value of cash flow hedging derivatives - deferred tax		3,372,328	-	-	-
Change in exchange rate reserve		(1,655,754)	-	-	-
Changes in comprehensive income of joint ventures and associates, net of deferred taxes		(183,301)	-	-	-
		(11,956,039)	-	-	-
Items of other comprehensive income that have been reclassified to the income statement					
Fair value reserves of cash flow hedging derivatives		37,071,977	-	-	-
Exchange rate reserves		496,304	-	-	-
Comprehensive income of joint ventures and associates, net of deferred taxes		183,301	-	-	-
	6	37,751,582	-	-	-
Other comprehensive income for the period		54,618,292	(33,001,568)	25,295,740	(20,922,461)
Total consolidated comprehensive income for the period		456,050,383	63,955,610	73,072,732	31,296,328
Attributable to:					
Equity holders of the parent					
Continued operations		146,413,357	83,662,304	73,259,919	42,980,303
Discontinued operations		283,152,855	(5,897,949)	48,662	(1,351,941)
Non-controlling interests					
Continued operations		(235,849)	-	(235,849)	-
Discontinued operations		26,720,020	(13,808,745)	-	(10,332,034)
		456,050,383	63,955,610	73,072,732	31,296,328

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2022 AND 2021**

(Translation of financial statements originally issued in Portuguese - Note 22)
(Amounts expressed in Euros)

Attributable to Equity holders of the parent											
Notes	Share capital	Legal reserve	Hedging reserve	Other reserves	Fair value reserves	Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders	Consolidated net profit/(loss) for the period	Total	Non-controlling interests	Total equity	
Balance as at 1 January 2021	10	25,641,459	5,128,292	3,515,384	376,043,942	-	-	34,977,248	445,306,325	14,584	445,320,909
Appropriation of the consolidated result from 2020		-	-	-	34,977,248	-	-	(34,977,248)	-	-	-
Dividends distribution		-	-	-	(71,796,085)	-	-	(71,796,085)	-	-	(71,796,085)
Liquidation of companies		-	-	-	-	-	-	-	-	(704)	(704)
Acquisition of subsidiaries		-	-	-	-	-	-	-	-	460,476	460,476
Capital contributions by non-controlling interests		-	-	-	-	-	-	-	-	41,162,606	41,162,606
Change in holding percentage in subsidiaries		-	-	-	56,023,367	-	-	56,023,367	-	141,889,873	197,913,240
Others		-	-	-	5,597	-	-	5,597	-	(5,597)	-
Total consolidated comprehensive income for the period		-	-	(14,058,711)	(992,297)	-	-	92,815,363	77,764,355	(13,808,745)	63,955,610
Balance as at 30 September 2021	10	25,641,459	5,128,292	(10,543,327)	394,261,772	-	-	92,815,363	507,303,559	169,712,493	677,016,052
Balance as at 1 January 2022 - Published		25,641,459	5,128,292	(2,364,102)	393,895,052	-	(7,833,846)	127,799,449	542,266,304	181,273,579	723,539,883
Restatement IFRS 3	5	-	-	-	-	-	(1,465)	(156,506)	(157,971)	(196,406)	(354,377)
Balance as at 1 January 2022 - Restated	10	25,641,459	5,128,292	(2,364,102)	393,895,052	-	(7,835,311)	127,642,943	542,108,333	181,077,173	723,185,506
Appropriation of the consolidated result from 2021		-	-	-	127,642,943	-	-	(127,642,943)	-	-	-
Acquisition of subsidiaries		-	-	-	-	-	-	-	-	781,420	781,420
Capital contributions by non-controlling interests		-	-	-	-	-	-	-	-	1,311,633	1,311,633
Others		-	-	-	(1,870)	-	-	(1,870)	-	2,253	383
Total consolidated comprehensive income for the period		-	-	(13,349,858)	30,902	42,141,705	7,835,311	392,908,152	429,566,212	26,484,171	456,050,383
Dividends distribution	19	-	-	-	(79,096,025)	-	-	-	(79,096,025)	-	(79,096,025)
Distribution of group of assets classified as held for distribution to shareholders and effect of loss of control of Greenvolt and its subsidiaries	6	-	-	-	(326,243,064)	-	-	-	(326,243,064)	(208,642,499)	(534,885,563)
Balance as at 30 September 2022	10	25,641,459	5,128,292	(15,713,960)	116,227,938	42,141,705	-	392,908,152	566,333,586	1,014,151	567,347,737

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE NINE AND THREE MONTHS PERIODS ENDED 30 SEPTEMBER 2022 AND 2021

(Translation of financial statements originally issued in Portuguese - Note 22)
(Amounts expressed in Euros)

	Notes	PERIOD ENDED AT		QUARTER ENDED AT	
		30.09.2022	30.09.2021	30.09.2022	30.09.2021
Operating activities:					
<i>Cash flows generated by operating activities (1)</i>					
		126,323,526	218,451,892	22,993,061	128,212,303
Investment activities:					
Receipts arising from:					
Other financial assets	15	3,010,122	-	-	-
Property, plant and equipment		189,053	620,298	19,981	554,428
Interest and similar income		748,946	318,089	294,660	139,902
Payments relating to:					
Investments in subsidiaries net of cash and cash equivalents acquired		-	(174,054,908)	-	(4,765,344)
Investments in joint ventures	4.2	(900,000)	(3,236)	-	(3,236)
Loans conceded		-	(6,795,638)	-	(6,795,638)
Property, plant and equipment		(34,824,930)	(25,788,333)	(15,998,056)	(11,781,359)
Intangible assets		-	(20,005,046)	-	(3,676)
<i>Cash flows generated by investment activities (2)</i>					
		(31,776,809)	(225,708,774)	(15,683,415)	(22,654,923)
Financing activities:					
Receipts arising from:					
Loans obtained		162,500,000	517,433,378	50,000,000	156,427,318
Shareholders Loans	18	-	39,974,360	-	-
Capital contributions by non-controlling interests	6	1,250,000	41,162,606	1,250,000	345,000
Change in holding percentage in subsidiaries		-	142,507,740	-	142,507,740
Other financing transactions		-	7,677,674	-	3,747,037
Payments relating to:					
Interest and similar expenses		(9,079,136)	(11,960,018)	(2,445,131)	(3,503,353)
Distributed dividends	19	(79,096,025)	(71,796,085)	-	(20,513,167)
Loans obtained		(195,000,000)	(538,233,766)	(72,500,000)	(222,108,243)
Reimbursable government grants		(653,837)	(2,847,178)	(326,918)	(252,829)
Lease liabilities		(13,586,398)	(11,595,688)	(3,051,780)	(1,498,055)
Other financing transactions		(9,548,022)	(16,236,849)	(5,948,077)	(4,171,168)
<i>Cash flows generated by financing activities (3)</i>					
		(143,213,418)	96,086,174	(33,021,906)	50,980,280
Cash and cash equivalents at the beginning of the period		238,937,382	252,572,629	215,989,388	184,864,261
Acquisition of subsidiaries		-	1,020,787	-	1,020,787
Changes in currency exchange rate		21,660	(166,019)	15,213	(166,019)
Cash and cash equivalents variation: (1)+(2)+(3)		(48,666,701)	88,829,292	(25,712,260)	156,537,660
Cash and cash equivalents at the end of the period	8	190,292,341	342,256,689	190,292,341	342,256,689

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

1. INTRODUCTORY NOTE

Altri, SGPS, S.A. ('Altri' or 'the Company') is a public company incorporated on 1 February 2005, whose head office is located at Rua Manuel Pinto de Azevedo, 818, in Oporto, and its main activity involves managing shareholdings, while its shares are listed at Euronext Lisbon.

Altri is dedicated to managing shareholdings primarily in the industrial sector, as the parent company of the group of companies shown under Note 4 and referred to as the Altri Group. There is no other company above it that includes these consolidated financial statements. The Altri Group's current activities focus on producing bleached eucalyptus cellulosic fibres at three production plants. The Board of Directors considers, with reference to 30 September 2022, there is only one business segment, namely the production and commercialization of bleached eucalyptus pulp (Note 17).

In July 2021, the subsidiary Greenvolt was listed on the stock exchange as a result of the Initial Public Offering (IPO). As a result of this operation, Altri Group now owns 58.72% of Greenvolt - Energias Renováveis, S.A. and its subsidiaries. The Altri Group carried out as well a study regarding the optimization of its shareholding in its subsidiary Greenvolt - Energias Renováveis, S.A., which, after analysing the impacts and advantages of a full separation of the pulp and renewable energy businesses, concluded that such separation would be feasible as it would provide an adequate response to the optimized evolution of the companies concerned, adjusted to the underlying reality of their businesses and their growth perspectives. Consequently, Greenvolt and its subsidiaries began to be presented as a Group of assets classified as held for distribution to shareholders (Notes 5.1, 6 and 7).

Accordingly, it was decided that the financial investment in Greenvolt would be distributed to shareholders in the form of a dividend in kind. The delivery of shares to shareholders took place on 25 May 2022 (Notes 6 and 19), and on that date Altri Group became the holder of 19.08% of Greenvolt and its subsidiaries. As a result of this distribution, Altri Group lost control over this subsidiary. Therefore, on this date, Greenvolt and its subsidiaries ceased to be consolidated by the full consolidation method and the remaining retained interest in Greenvolt was recognized at fair value through other comprehensive income since that date, being presented under the caption "Other investments" (Note 4.3).

In July 2022, an operation of public offering for subscription of shares representing the capital of Greenvolt occurred, to be issued as part of a capital increase of Greenvolt in the amount of approximately 100 million Euro. Considering that the Altri Group decided not to participate in this capital increase, it now holds 16.64% of Greenvolt, with a total of 23,154,783 shares (Note 15).

The Altri Group's condensed consolidated financial statements are presented in Euro, in amounts rounded off to the nearest Euro. This is the currency used by the Group in its operations and, as such, is deemed to be the functional currency. The exchange rates used for the conversion of balances and transactions in currencies other than Euro to Euro were as follows:

	30.09.2022	
	Closing of the period	Average of the period included in the financial statements
Swiss Francs	0.95605	1.01179

2. MAIN ACCOUNTING POLICIES AND BASIS OF PRESENTATION

a) Main Accounting Policies

The condensed consolidated financial statements, for the nine months period ended on 30 September 2022, were prepared in accordance with IAS 34 – Interim Financial Reporting and include the condensed consolidated statement of financial position, the condensed consolidated income statement, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows, as well as, the selected explanatory notes. These condensed consolidated financial statements do not include all the information required to be published on the annual financial statements, and should, therefore, be read together with the condensed consolidated financial statements of the Altri Group for the financial year ended 31 December 2021.

The accounting policies adopted for preparation of the attached condensed consolidated financial statements were consistently applied during the periods being compared.

Considering the changes occurred in the Group's consolidation perimeter (Notes 4.1 and 6), we detail below the accounting policies applicable to these subsidiaries, joint ventures and associates, which, due to not being applicable to the consolidated financial statements as of 31 December 2021, were not disclosed.

Distribution of Group of assets classified as held for distribution to shareholders

When the Group resolves to distribute a dividend in kind and has an obligation to distribute the related assets and liabilities to its shareholders, it must recognize a liability for the dividend payable.

The liability relating to the liability to pay a dividend must be recognized when the dividend has been duly approved and is no longer subject to the Group's discretion, which corresponds to the date on which the dividend proposal is approved at the General Meeting.

The Group shall measure the liability related to the responsibility for distributing dividends in kind to shareholders at the fair value of the assets and liabilities to be distributed.

When the Group settles the dividend payable, it shall recognize in profit or loss any difference between the carrying amount of the assets and liabilities distributed and the carrying amount of the dividend payable. This difference is presented in the consolidated income statement under "Profit after tax from discontinued operations".

Upon loss of control, the Group derecognizes the group of assets and liabilities of the subsidiary, any Non-controlling Interests and other Amounts recognized in other comprehensive income and accumulated in equity related to the group of assets and liabilities. If the Group retains any interest in the former subsidiary, such interest is measured at fair value at the date when control is lost.

b) Basis of Presentation

The Board of Directors assessed the capacity of the Company, its subsidiaries, joint ventures and associates to operate on a going concern basis, based on the entire relevant information, facts and circumstances, of financial, commercial or other nature, including events subsequent to the condensed consolidated financial statements' reference date, as available regarding the future. As a result of the assessment conducted, the Board of Directors concluded that it has adequate resources to keep up its operations, which it does not intend to cease in the short term. Therefore, it was considered appropriate to use the going concern basis in preparing the condensed consolidated financial statements.

The attached condensed consolidated financial statements were prepared based on the accounting books and records of the company, its subsidiaries, joint ventures and associates, adjusted in the consolidation process, in the assumption of going concern basis. When preparing the condensed consolidated financial statements, the Group used historical cost as its basis, modified, where applicable, via fair value measurement of i) biological assets measured at fair value; ii) financial assets measured at fair value; and iii) certain financial instruments, which are recorded at their fair value.

The preparation of condensed consolidated financial statements requires the use of estimates, assumptions and critical judgements in the process of determining accounting policies to be adopted by the Group, with significant impact on the book value of assets and liabilities, as well as on income and expenses for the period. Although these estimates are based on the best experience of the Board of Directors and on its best expectations regarding current and future events and actions, current and future results may differ from these estimates. Areas involving a higher degree of judgement or complexity, or areas with significant assumptions and estimates are disclosed in Note 2.4 of the accompanying notes to the consolidated financial statements of the Group for the financial year ended 31 December 2021.

3. CHANGES IN ACCOUNTING POLICIES AND COMPARABILITY OF THE CONSOLIDATED FINANCIAL STATEMENTS

During the period, there were no changes in accounting policies. Likewise, no material errors were recognised in relation to previous financial years.

New accounting standards and their impact in these condensed consolidated financial statements:

Up to the date of approval of these condensed consolidated financial statements, the European Union endorsed the following accounting standards, interpretations, amendments and revisions, mandatorily applied to the financial year beginning on 1 January 2022:

	Effective date (financial years began on or after)
Amendments to IFRS 3 Business Combinations, IAS 16 Property Plant and Equipment, IAS 37 Provisions, Contingent Liabilities and Contingent Assets and Annual Improvements to standards 2018-2020	01 Jan 2022

The adoption of these standards and interpretations had no relevant impact on the Group's condensed consolidated financial statements.

The following standards, interpretations, amendments, and revisions were endorsed by the European Union and have mandatory application in future years:

	Effective date (financial years begun on or after)
IFRS 17 – Insurance Contracts, including amendments to IFRS 17	01 Jan 2023
Amendment to IAS 8: Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates	01 Jan 2023
Amendment to IAS 1 Presentation of Financial Statements and IFRS Statement of Practice 2: Disclosure of Accounting Policies	01 Jan 2023
Amendments to IAS 12 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	01 Jan 2023
Amendment to IFRS 17 Insurance Contracts - Initial application of IFRS 17 and IFRS 9 - Comparative Information	01 Jan 2023

The Group did not proceed with the early implementation of these amendments in the condensed consolidated financial statements for the nine months period ended 30 September 2022 due to the fact that their application is not yet mandatory. No significant impacts are expected on the financial statements resulting from their adoption.

The following standards, interpretations, amendments and revisions were not endorsed by the European Union at the date of the approval of the condensed consolidated financial statements, and therefore may not be applied in the European Union:

	Effective date (financial years begun on or after)
Amendments to IAS 1 Presentation of financial statements - Classification of liabilities as current and non-current and Non-current Liabilities with Covenants	01 Jan 2024
Amendments to IFRS 16 Leases: Lease liabilities relating to sale and leaseback transactions	01 Jan 2024

These standards have not yet been endorsed by the European Union and, as such, the Group did not proceed with the early adoption of any of these standards in the condensed consolidated financial statements for the period ended 30 September 2022, as their application is not mandatory, and is in the process of examining the expected effects of these standards.

4. INVESTMENTS

4.1 INVESTMENTS IN SUBSIDIARIES

The companies included in the consolidation by the full consolidation method, respective registered offices, proportion of capital held and main activity as at 30 September 2022 and 31 December 2021 are as follows:

Company	Registered office	Effective held percentage		Main activity
		30.09.2022	31.12.2021	
Parent company:				
Altri, SGPS, S.A.	Portugal			Holding (company)
Subsidiaries:				
Altri Abastecimento de Madeira, S.A.	Portugal	100.00%	100.00%	Timber commercialization
Altri, Participaciones Y Trading, S.L.	Spain	100.00%	100.00%	Commercialization of Eucalyptus pulp
Altri Sales, S.A.	Switzerland	100.00%	100.00%	Group management support services
Celbi, S.A. (a)	Portugal	100.00%	100.00%	Production and commercialization of Eucalyptus pulp
Altri Florestal, S.A.	Portugal	100.00%	100.00%	Forest management
Inflo – Sociedade de Investimentos Florestais, S.A.	Portugal	100.00%	100.00%	Forest management
Viveiros do Furadouro Unipessoal, Lda.	Portugal	100.00%	100.00%	Plant production in nurseries and services related with forest and landscapes
Florestsul, S.A.	Portugal	100.00%	100.00%	Forest management
Caima Energia – Empresa de Gestão e Exploração de Energia, S.A. (b)	Portugal	-	100.00%	Generation of thermal energy and electricity
Caima, S.A. (c)	Portugal	100.00%	100.00%	Production and commercialization of Eucalyptus pulp and generation of thermal energy and electricity
Captaraiz Unipessoal, Lda.	Portugal	100.00%	100.00%	Real estate
Biotek, S.A.	Portugal	100.00%	100.00%	Production and commercialization of Eucalyptus pulp
Sociedade Imobiliária Porto Seguro – Investimentos Imobiliários, S.A.	Portugal	100.00%	100.00%	Real estate
Biogama, S.A.	Portugal	100.00%	100.00%	Holding (company)
Greenfiber, S.L. (e)	Spain	75.00%	-	Production and commercialization of Eucalyptus pulp
Greenvolt - Energias Renováveis, S.A. and its subsidiaries (d)	Portugal	-	58.72%	Electricity production through biomass, solar, wind and distributed electricity generation

(a) Formerly known as Celulose Beira Industrial (Celbi), S.A.
(b) Split-merger of Caima Energia into Celbi, S.A. and Caima, S.A.
(c) Formerly known as Caima – Indústria de Celulose, S.A.
(d) Loss of control of Greenvolt and its subsidiaries on 25 May 2022 (Note 6)
(e) Entity incorporated in the third quarter of 2022 (Note 6)

All entities above were included in the Altri Group's condensed consolidated financial statements using the full consolidation method.

4.2 INVESTMENT IN JOINT VENTURES AND ASSOCIATES

Joint ventures and associates, registered offices, proportion of capital held, main activity and financial position as at 30 September 2022 and 31 December 2021 are as follows:

Company	Registered office	Statement of financial position		Effective shareholding percentage		Main activity
		30.09.2022	31.12.2021	30.09.2022	31.12.2021	
Pulpchem Logistics, A.C.E.	Lavos, Portugal	-	-	50.00%	50.00%	Purchases of materials, subsidiary materials and services used in pulp and paper production processes
Afocelca - Agrupamento complementar de empresas para protecção contra incêndios, ACE	Herdade da Caniceira, Portugal	-	-	35.20%	35.20%	Provision of forest fire prevention and fighting services
C.V. Scheepvaartonderneming Schouwenbank (a)	Delfzijl, Netherlands	880,803	-	23.08%	-	Management of freight vessels destined for ocean-going shipping
Investments in joint ventures		880,803	-			
Operfoz – Operadores do Porto da Figueira da Foz, Lda.	Figueira da Foz, Portugal	902,334	758,652	33.33%	33.33%	Port operations
Investments in associates		902,334	758,652			
		1,783,137	758,652			

(a) Company incorporated in the second quarter of 2022

These entities were included in the Altri Group's consolidated financial statements using the equity method.

In the investments in joint ventures presented, the resolutions at the General Meeting are taken with unanimity, and the number of members in the Board of Directors is equal or decisions are taken with unanimity, with the parties having joint control.

The movements in the balance of this caption in the period ended 30 September 2022 and in the year ended 31 December 2021 are detailed as follows:

	Statement of financial position			Statement of financial position			
	30.09.2022			31.12.2021			
	Operfoz	Schouwenbank	Total	Operfoz	Perfecta Consumer Finance	V-Ridium Group	Total
Opening balance	758,652	-	758,652	755,583	-	-	755,583
Acquisition of subsidiaries	-	-	-	-	602,589	2,169,953	2,772,542
Increases	-	900,000	900,000	-	571,650	3,207	574,857
Changes in currency exchange rate	-	-	-	-	-	(35,649)	(35,649)
Equity method:							
Effects on gains and losses pertaining to joint ventures and associates (Note 15)	143,682	(19,197)	124,485	3,069	16,498	(292,702)	(273,135)
Transfer to discontinued activities	-	-	-	-	(1,190,737)	(1,844,809)	(3,035,546)
Closing balance	902,334	880,803	1,783,137	758,652	-	-	758,652

The accounting policies used by these joint ventures and associates are not significantly different from those used by the Altri Group, and as such no harmonization of the accounting policies was necessary.

4.3 OTHER INVESTMENTS

At 30 September 2022 and 31 December 2021, "Other investments" were detailed as follows:

	30.09.2022	31.12.2021
Greenvolt - Energias Renováveis, S.A.	199,131,134	-
Other	348,609	317,046
	<u>199,479,743</u>	<u>317,046</u>

The movements in the balance of this item in the period ended 30 September 2022 are as follows:

	Statement of financial position		
	30.09.2022		
	Greenvolt	Other	Total
Opening balance	-	317,046	317,046
Effects on profit and loss			
Measurement at fair value at the date of loss of control (Note 6)	156,989,429	-	156,989,429
Effects on other comprehensive income			
Increase in fair value	42,141,705	-	42,141,705
Effects on the statement of financial position			
Other changes	-	31,563	31,563
Closing balance	<u>199,131,134</u>	<u>348,609</u>	<u>199,479,743</u>

On 25 May 2022, and according to the previously announced conditions, 48,118,446 Greenvolt shares were distributed to Altri's shareholders. On that date, Altri Group became the holder of 19.08% of Greenvolt and its subsidiaries (Notes 6 and 19). As a result of this distribution, Altri Group lost control over this subsidiary. Therefore, on this date, Greenvolt and its subsidiaries ceased to be consolidated by the full consolidation method and the remaining retained interest in Greenvolt was recognized at fair value through other comprehensive income since that date, being presented under the caption "Other investments".

In July 2022, an operation of public offering for subscription of shares representing the capital of Greenvolt occurred, to be issued as part of a capital increase of Greenvolt in the amount of approximately 100 million Euro. Considering that the Altri Group decided not to participate in this capital increase, it now holds 16.64% of Greenvolt, with a total of 23,154,783 shares (Note 15).

Between the date of distribution and 30 September 2022, an increase of 42.1 million Euros was recognized in the fair value through other comprehensive income of the financial investment that Altri Group holds in Greenvolt.

5. RESTATEMENT OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5.1 Restatement IFRS 5 - Discontinued operations

The condensed consolidated statement of income for the period ended 30 September 2021 has been restated, in accordance with IFRS 5, as a result of the classification of Greenvolt - Energias Renováveis, S.A. and its subsidiaries as a Group of assets classified as held for distribution to shareholders (Notes 6 and 7). Thus, the impacts on the condensed consolidated statement of income for the period ended 30 September 2021 are related to the reclassification of its transactions to the caption "Profit after tax from discontinued operations".

As of 30 September 2021, the impacts of the restatement of the condensed consolidated statement of income are as follows:

	30.09.2021 (Before Restatement)	Discontinued operations	30.09.2021 (After Restatement)
Sales	626,309,799	(54,043,110)	572,266,689
Services rendered	3,957,547	3,931,670	7,889,217
Other income	5,033,210	160,398	5,193,608
Costs of sales	(240,579,801)	3,386,879	(237,192,922)
External supplies and services	(153,247,498)	14,226,084	(139,021,414)
Payroll expenses	(31,475,066)	2,501,320	(28,973,746)
Amortisation and depreciation	(62,379,865)	13,924,426	(48,455,439)
Provisions and impairment losses	128,013	89,080	217,093
Other expenses	(2,540,175)	269,583	(2,270,592)
Results related to investments	(476,957)	497,751	20,794
Financial expenses	(18,576,949)	4,862,214	(13,714,735)
Financial income	8,126,276	(547,042)	7,579,234
Earnings before taxes and CESE	134,278,534	(10,740,747)	123,537,787
Income tax	(36,208,129)	3,139,960	(33,068,169)
Energy sector extraordinary contribution (CESE)	(1,113,227)	1,016,000	(97,227)
Earnings after taxes and CESE	96,957,178	(6,584,787)	90,372,391
Profit after tax from discontinued operations	-	6,584,787	6,584,787
Consolidated net profit for the year	96,957,178	-	96,957,178
Attributable to:			
Equity holders of the parent			
Continued operations	92,815,363	(2,442,972)	90,372,391
Discontinued operations	-	2,442,972	2,442,972
Non-controlling interests			
Continued operations	4,141,815	(4,141,815)	-
Discontinued operations	-	4,141,815	4,141,815
	96,957,178	-	96,957,178

The amount of revenue from transactions between continuing and discontinued operations is approximately 33.4 million Euros at 30 September 2021.

5.2 Restatement IFRS 3 - Purchase Price Allocation

During the first and third quarters of 2022, the Group, as a result of having more accurately ascertained information about the acquired assets, or having concluded valuation processes that were pending, as required by IFRS-EU, has restated the business combination processes.

In this context, the main impacts of the restatement made are detailed as follows:

(i) Purchase Price Allocation (Tilbury Green Power Holdings - acquisition date 30 June 2021)

As mentioned in the consolidated financial statements for the year ended 31 December 2021, the Group proceeded with the process of allocating the price of Tilbury's acquisition price, being that, with reference to 31 December 2021, there were technical aspects under analysis, so the calculation of the Goodwill at that date was provisional (and may be changed depending on the conclusion of the valuation analysis).

During the first quarter of 2022, the Group completed the fair value analysis of the intangibles acquired in the aforementioned business combination, having recorded the process of allocation of the acquisition price of Tilbury in a definitive basis (the difference between the price paid and the fair value of assets acquired and liabilities and contingent liabilities assumed was allocated to Goodwill). The conclusion of this process led to the following impacts on the consolidated statement of financial position as of 31 December 2021:

- an increase in the caption "Group of assets classified as held for distribution to shareholders" in the amount of 2,716,538 Euros (through a decrease in Goodwill from discontinued activities in the amount of 9,825,916 Euros and an increase in intangible assets from discontinued activities in the amount of 12,542,454 Euros); and
- an increase in the caption "Liabilities directly associated with the group of assets classified as held for distribution to shareholders" in the amount of 3,081,539 Euros (through an increase in deferred tax liabilities from discontinued activities in the amount of 3,081,539 Euros).

The restatement of the consolidated financial statements was made with reference to 30 June 2021, the acquisition date of the entity, and therefore were also restated:

- the "Profit after tax from discontinued operations" as of 31 December 2021, which decreased by 360,109 Euros (through an increase in amortization for the year associated with revalued intangible assets from discontinued activities and a reduction in income tax for the period from discontinued activities, reflecting the tax impact of the increase in amortization);
- the caption "Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders" as of 31 December 2021, which decreased in the amount of 1,465 Euros in the component allocated to the shareholders of the Parent Company, related to the impact in currency translation reserves; and
- the caption "Non-controlling interests" as of 31 December 2021, which decreased by 255,692 Euros (of which 252,265 Euros are the impact that occurred under the caption "Profit after tax from discontinued operations" and 3,427 Euros are the impact on currency translation reserves).

(ii) Allocation of the acquisition price (Perfecta Energía - acquisition date 25 October 2021)

The acquisition of Perfecta Energía took place on 25 October 2021, therefore the restatement of the consolidated financial statements was made with reference to 31 December 2021. During the nine months period ended 30 September 2022, the Group recorded the acquisition price allocation process in a definitive way, having allocated to Goodwill the difference between the price paid and the fair value of assets acquired and liabilities and contingent liabilities assumed. The conclusion of this acquisition price allocation process of Perfecta Energía resulted in the following impacts on the consolidated statement of financial position as of 31 December 2021:

- an increase in the item " Group of assets classified as held for distribution to shareholders" in the amount of 208,928 Euros, through the following changes in discontinued activities:
 - a. a decrease in Goodwill in the amount of 151,103 Euros;
 - b. through an internal valuation, the project portfolio existing at the acquisition date was valued by applying the expected margin to the backlog of contracts at the acquisition date, which resulted in the recognition of an intangible asset in the net amount of 226,011 Euros (it should be noted that this amount is already net of the amortisation value, recorded between the date of acquisition of Perfecta Energía and 31 December 2021);
 - c. an increase in deferred tax assets associated with tax credits amounting to 116,827 Euros; and
 - d. an increase in other asset items arising from corrections that were identified to the subsidiary's accounts amounting to 17,193 Euros.

- an increase in the item "Liabilities directly associated with the group of assets classified as held for distribution to shareholders" in the amount of 198,304 Euros, through the following changes in discontinued activities:
 - a. an increase in deferred tax liabilities in the amount of 56,503 Euros, related to the determination of the fair value of the assets (note that this amount is already net of the consumption value of deferred tax, recorded between the acquisition date of Perfecta Energía and 31 December 2021); and
 - b. an increase in other liabilities due to corrections that were identified to the subsidiary's accounts amounting to 141,801 Euros.

- an increase in the caption "Non-controlling interests", in the amount of 59,286 Euros, considering that such non-controlling interests were measured at the acquisition date by their share of the value of the net assets acquired.

The restatement of the consolidated financial statements was made with reference to 25 October 2021, date of acquisition of the entity so it was equally restated:

- the "Profit after tax from discontinued operations" as at 31 December 2021, which reduced by 196,422 Euros (through an increase in amortisation for the period associated with the revalued intangible assets of discontinued activities and a reduction in income tax for the period of discontinued activities, reflecting the tax impact of the increase in amortisation).

The impacts of the restatement on the consolidated statement of financial position as of 31 December 2021 are as follows:

ASSETS	31.12.2021 (Before Restatement)	(i) PPA Tilbury	(ii) PPA Perfecta	31.12.2021 (After Restatement)
NON-CURRENT ASSETS:				
Biological assets	105,583,652	-	-	105,583,652
Property, plant and equipment	341,794,191	-	-	341,794,191
Right-of-use assets	63,961,630	-	-	63,961,630
Investment properties	24,169	-	-	24,169
Goodwill	265,630,973	-	-	265,630,973
Intangible assets	367,268	-	-	367,268
Investments in joint ventures and associates	758,652	-	-	758,652
Other investments	317,046	-	-	317,046
Other non-current assets	3,210,260	-	-	3,210,260
Derivative financial instruments	163,618	-	-	163,618
Deferred tax assets	16,813,768	-	-	16,813,768
Total non-current assets	<u>798,625,227</u>	<u>-</u>	<u>-</u>	<u>798,625,227</u>
CURRENT ASSETS:				
Inventories	82,821,010	-	-	82,821,010
Trade receivables	100,495,090	-	-	100,495,090
Other receivables	17,364,991	-	-	17,364,991
Income tax	3,361,653	-	-	3,361,653
Other current assets	7,716,549	-	-	7,716,549
Derivative financial instruments	1,130,725	-	-	1,130,725
Cash and cash equivalents	238,937,382	-	-	238,937,382
Total current assets	<u>451,827,400</u>	<u>-</u>	<u>-</u>	<u>451,827,400</u>
Group of assets classified as held for distribution to shareholders	1,039,610,758	2,716,538	208,928	1,042,536,224
Total assets	<u>2,290,063,385</u>	<u>2,716,538</u>	<u>208,928</u>	<u>2,292,988,851</u>
EQUITY AND LIABILITIES				
EQUITY:				
Share capital	25,641,459	-	-	25,641,459
Legal reserve	5,128,292	-	-	5,128,292
Hedging reserve	(2,364,102)	-	-	(2,364,102)
Other reserves	393,895,052	-	-	393,895,052
Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders	(7,833,846)	(1,465)	-	(7,835,311)
Consolidated net profit for the year attributable to Equity holders of the parent	127,799,449	(107,844)	(48,662)	127,642,943
Total equity attributable to Equity holders of the parent	<u>542,266,304</u>	<u>(109,309)</u>	<u>(48,662)</u>	<u>542,108,333</u>
Non-controlling interests	181,273,579	(255,692)	59,286	181,077,173
Total equity	<u>723,539,883</u>	<u>(365,001)</u>	<u>10,624</u>	<u>723,185,506</u>
LIABILITIES:				
NON-CURRENT LIABILITIES:				
Bank loans	-	-	-	-
Other loans	458,218,797	-	-	458,218,797
Reimbursable government grants	2,288,430	-	-	2,288,430
Lease liabilities	62,858,948	-	-	62,858,948
Other non-current liabilities	6,724,855	-	-	6,724,855
Deferred tax liabilities	32,150,741	-	-	32,150,741
Pension liabilities	3,271,159	-	-	3,271,159
Provisions	4,082,239	-	-	4,082,239
Derivative financial instruments	540,350	-	-	540,350
Total non-current liabilities	<u>570,135,519</u>	<u>-</u>	<u>-</u>	<u>570,135,519</u>
CURRENT LIABILITIES:				
Bank loans	27,584,583	-	-	27,584,583
Other loans	97,854,330	-	-	97,854,330
Reimbursable government grants	653,837	-	-	653,837
Lease liabilities	10,255,602	-	-	10,255,602
Trade payables	134,741,292	-	-	134,741,292
Liabilities associated with contracts with customers	5,347,173	-	-	5,347,173
Other payables	16,626,218	-	-	16,626,218
Income tax	21,049,389	-	-	21,049,389
Other current liabilities	30,050,829	-	-	30,050,829
Derivative financial instruments	3,099,150	-	-	3,099,150
Total current liabilities	<u>347,262,403</u>	<u>-</u>	<u>-</u>	<u>347,262,403</u>
Liabilities directly associated with the group of assets classified as held for distribution to shareholders	649,125,580	3,081,539	198,304	652,405,423
Total liabilities and equity	<u>2,290,063,385</u>	<u>2,716,538</u>	<u>208,928</u>	<u>2,292,988,851</u>

In turn, the impacts of the restatement on the consolidated income statement for the year ended 31 December 2021 are as follows:

	31.12.2021 (Before Restatement)	(i) PPA Tilbury	(ii) PPA Perfecta	31.12.2021 (After Restatement)
Sales	775,710,375	-	-	775,710,375
Services rendered	9,506,950	-	-	9,506,950
Other income	8,200,776	-	-	8,200,776
Costs of sales	(321,425,367)	-	-	(321,425,367)
External supplies and services	(201,247,844)	-	-	(201,247,844)
Payroll expenses	(43,248,488)	-	-	(43,248,488)
Amortisation and depreciation	(63,991,936)	-	-	(63,991,936)
Fair value changes in biological assets	(37,547)	-	-	(37,547)
Provisions and impairment losses	3,575,100	-	-	3,575,100
Other expenses	(3,291,162)	-	-	(3,291,162)
Results related to investments	3,069	-	-	3,069
Financial expenses	(22,075,872)	-	-	(22,075,872)
Financial income	8,612,984	-	-	8,612,984
Earnings before taxes and CESE	150,291,038	-	-	150,291,038
Income tax	(26,516,279)	-	-	(26,516,279)
Energy sector extraordinary contribution (CESE)	(97,227)	-	-	(97,227)
Earnings after taxes and CESE	123,677,532	-	-	123,677,532
Profit after tax from discontinued operations	11,552,292	(360,109)	(196,422)	10,995,761
Consolidated net profit for the year	135,229,824	(360,109)	(196,422)	134,673,293
Attributable to:				
Equity holders of the parent				
Continued operations	123,677,532	-	-	123,677,532
Discontinued operations	4,121,917	(107,844)	(48,662)	3,965,411
Non-controlling interests				
Continued operations	-	-	-	-
Discontinued operations	7,430,375	(252,265)	(147,760)	7,030,350
	135,229,824	(360,109)	(196,422)	134,673,293

Additionally, it should be noted that this restatement had no impact on the consolidated cash flow statement or the condensed consolidated income statement for the nine-month period ended 30 September 2021.

6. CHANGES IN THE CONSOLIDATION PERIMETER

During the nine months period ended 30 September 2022 the changes to the consolidation perimeter occurred as detailed below.

Distribution of the stake in Greenvolt - Energías Renováveis, S.A. and its subsidiaries to the shareholders

In July 2021, the subsidiary Greenvolt was listed on the stock exchange as a result of the Initial Public Offering (IPO). Therefore, Altri Group now owns 58.72% of Greenvolt - Energías Renováveis, S.A. and its subsidiaries. Afterwards, the Altri Group carried out a study regarding the optimization of its shareholding in its subsidiary Greenvolt - Energías Renováveis, S.A., which, after analysing the impacts and advantages of a full separation of the pulp and renewable energy businesses, concluded that such separation would be feasible as it would provide an adequate response to the optimized evolution of the companies concerned, adjusted to the underlying reality of their businesses and their growth perspectives. Accordingly, at 31 December 2021 and from this date, Greenvolt and its subsidiaries began to be presented as a Group of assets classified as held for distribution to shareholders (Notes 5.1 and 7).

On 7 April 2022, the Board of Directors proposed to the General Meeting in its annual report the distribution, under the conditions that the respective proposal presented, in addition to a cash dividend, of a dividend in kind, consisting of a maximum number of 52,523,229 shares representing the share capital and voting rights of Greenvolt, which was approved in the General Meeting held on 29 April 2022.

On 25 May 2022, and according to the previously announced conditions, 48,118,446 Greenvolt shares were distributed to Altri's shareholders (Note 19), and on that date Altri Group became the holder of 19.08% of Greenvolt and its subsidiaries. As a result of this distribution, Altri Group lost control over this subsidiary. Therefore, on that date, Greenvolt and its subsidiaries ceased to be consolidated by the full consolidation method and the remaining interest retained in Greenvolt was recognized at fair value through other comprehensive income since that date, being presented under the caption "Other investments" (Note 4.3). Subsequently, due to the capital increase operation of Greenvolt, in which Altri Group decided not to participate, Altri Group now holds 16.64% of Greenvolt (Notes 4.3 and 15).

Amounts recognised in the financial statements

At 30 September 2022, the amount included in the caption "Profit after tax from discontinued operations" is detailed as follows:

Profit after tax from discontinued operations until the date of distribution	<u>12,497,749</u>
a) Profit from discontinued operations until the date of distribution	<u>12,497,749</u>
i. Derecognition of the liability measured at fair value at the date of distribution	326,243,064
ii. Distribution of Assets and Liabilities associated with discontinued activities at book value on the date of distribution	(382,543,827)
iii. Derecognition of Non-controlling interests	182,617,424
iv. Derecognition of the Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders, attributable to Equity holders of the parent	(11,726,507)
v. Recognition of the remaining financial investment in GreenVolt at fair value at the date of distribution (Note 4.3)	156,989,429
b) Gain on distribution of discontinued operations	<u>271,579,583</u>
Profit after tax from discontinued operations	<u>284,077,332</u>

a) *Profit from discontinued operations up to the distribution date*

In accordance with IFRS 5, all the operations of Greenvolt - Energias Renováveis, S.A. and its subsidiaries up to the date of distribution were presented under "Profit after tax from discontinued operations" in the consolidated income statement, and the information for the nine-month period ended 30 September 2021 was restated (Note 5.1).

Thus, the results from discontinued operations until the date of distribution are as follows:

	Until the date of distribution
Sales	37,437,002
Services rendered	5,786,663
Other income	386,026
Costs of sales	(5,504,820)
External supplies and services	(11,196,071)
Payroll expenses	(4,735,586)
Amortisation and depreciation	-
Provisions and impairment losses	(48,530)
Other expenses	(210,145)
Results related to investments	(168,851)
Financial expenses	(5,481,061)
Financial income	1,107,730
Earnings before taxes and CESE of discontinued operations	17,372,357
Income tax	(3,923,608)
Energy sector extraordinary contribution (CESE)	(951,000)
Earnings after taxes and CESE of discontinued operations	12,497,749

It is the Group's expectation that transactions between continuing operations and discontinued operations, namely sales of biomass and operation and maintenance services, will continue after distribution, which is why the income and expenses in the discontinued activities line have been eliminated. It is the Group's understanding that this disclosure best represents the activity of continuing operations after distribution. The amount of revenue from transactions between continuing and discontinued operations is approximately 13.0 million Euros until the date of distribution.

At the date of distribution, the main assets and liabilities of the discontinued activities present the following detail:

	At the date of distribution
Property, plant and equipment	385,317,660
Goodwill	116,763,956
Intangible assets	146,714,530
Cash and cash equivalents	238,075,005
Bank loans	(166,991,505)
Other loans	(247,744,443)
Other net liabilities	(82,964,516)
Total net assets	389,170,687
Group of assets classified as held for distribution to shareholders	1,102,911,482
Liabilities directly associated with the group of assets classified as held for distribution to shareholders	(713,740,795)
Total recognised in the statement of financial position	389,170,687
Hedging reserve	(11,026,505)
Comprehensive income of joint ventures and associates	(183,301)
Exchange rate reserve	(516,701)
Amounts recognized in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders	(11,726,507)

Additionally, it should also be mentioned that the discontinued activities did not have any impact on the consolidated cash flow statement, since the transfer to discontinued activities occurred with reference to 31 December 2021.

b) *Result of the distribution of the discontinued operations*

The amount of 271.6 million Euros included in the caption "Profit after tax from discontinued operations" relates to the capital gain generated by the aforementioned distribution. The capital gain is explained by the following net effects:

- i. derecognition of the liability measured at fair value at the date of distribution, related to the responsibility towards shareholders to distribute the "Group of assets classified as held for distribution to shareholders" and the "Liabilities directly associated with the group of assets classified as held for distribution to shareholders" (+ 326.2 million Euros);
- ii. derecognition of the "Group of assets classified as held for distribution to shareholders" and of the "Liabilities directly associated with the group of assets classified as held for distribution to shareholders" (including the effect of the recognition of intra-group receivables and payables with GreenVolt and its subsidiaries) at their book value for the settlement of the above-mentioned liability (- 382.5 million Euros);
- iii. derecognition of "Non-controlling interests" (+ 182.6 million Euros). The referred value includes other negative comprehensive income in the amount of 26.0 million Euros attributable to non-controlling interests. Thus, the value of "Non-controlling interests" excluding the effect on other comprehensive income totals 208.6 million Euros;
- iv. derecognition of the "Amounts recognised in other comprehensive income and accumulated in equity related to group of assets classified as held for distribution to shareholders", mainly related to the fair value of cash flow hedging derivatives and currency translation reserves (-11.7 million Euros);
- v. recognition of the remaining retained interest (23,154,783 shares) at fair value (+157.0 million Euros) at the date of distribution.

As a result of the operation to distribute the stake in Greenvolt and subsidiaries, the net equity impact was negative 225.6 million Euros.

Incorporation of Greenfiber, SL

As of 30 September 2022, Altri Group recognised the fair value of non-controlling interests in the subsidiary Greenfiber, SL in the amount of 250,000 Euro. After the acquisition, capital contributions were made by the minority shareholders in the amount of 1,000,000 Euro, which Altri followed in its share (75%), increasing the value of the minority interests to the amount of 1,250,000 Euro.

7. DISCONTINUED ACTIVITIES

As mentioned in Note 6, on 31 December 2021 and from this date, Greenvolt and its subsidiaries were presented as Group of assets classified as held for distribution to shareholders.

During the first quarter of 2022, the subsidiary Greenvolt pursued its growth strategy, mainly through the following operations of the discontinued activities:

- Incorporation, on 4 January 2022, of Sustainable Energy One, in Spain, in which Greenvolt holds a 98.75% stake, for the development of small-scale solar projects, with a very fast time to market. Through this company, the Group signed a co-development agreement with Green Mind Ventures;
- Acquisition of resources from Oak Creek Energy Systems ("Oak Creek"), through the company incorporated in the United States V-Ridium Oak Creek Renewables (part of V-Ridium Group), which is 80% held by the Group. Oak Creek is dedicated to the promotion and development of renewable energy projects in the United States and Mexico. This operation was concluded on 10 January 2022. The acquisition value on that date amounted to approximately 1.3 million US dollars, plus a contingent amount of approximately 6.7 million US dollars (corresponding to the fair value of the maximum contingent price, with the present value of the estimated future payments taking into account the best estimate of the management as to the payment term and, as well as the probability of conclusion of the projects that are in progress at the acquisition date), which are expected to be fully paid until the end of the year ended 31 December 2030, depending on the future sale of the projects to be developed by the subsidiary;
- Co-development agreement for solar photovoltaic projects in Portugal established with Infracore, a reference promoter in the Portuguese market, with a pipeline of 243 MW. This operation was concluded on 9 March 2022, through the acquisition of 50% of the share capital of six companies;
- Conclusion of the acquisition of a 35% stake in the German company MaxSolar BidCo GmbH (MaxSolar), a leading company in the development, implementation and management of solar photovoltaic and energy storage projects in the German and Austrian markets. The completion of this transaction occurred on 31 March 2022;
- Creation of Perfecta Industrial, a new business unit of distributed generation of renewable energy, focused on the commercial and industrial segment in the Spanish market.

During the second quarter of 2022, the financial stake of Altri Group in Greenvolt was distributed to Altri's shareholders, whereby on that date Altri Group became the holder of 19.08% of Greenvolt and its subsidiaries. As a result of this distribution, Altri Group lost control over this subsidiary (Notes 4.3 and 6). In July 2022, in the scope of a capital increase of Greenvolt, Altri Group decided not to participate in the referred capital increase and now holds 16.64% of Greenvolt (Notes 4.3 and 15).

8. CASH AND CASH EQUIVALENTS

As at 30 September 2022 and 2021, Cash and cash equivalents are as follows:

	30.09.2022	30.09.2021
Cash	31,669	45,767
Bank deposits	190,892,544	342,210,922
Cash and cash equivalents on the statement of financial position	<u>190,924,213</u>	<u>342,256,689</u>
Bank overdrafts (Note 11)	(631,872)	-
Cash and cash equivalents on the statement of cash flows	<u>190,292,341</u>	<u>342,256,689</u>

9. CURRENT AND DEFERRED TAXES

According to current Portuguese legislation, tax returns are subject to review and correction by the Portuguese tax authorities during a period of four years (five years for Social Security), except when there have been tax losses, tax benefits granted, or when inspections, complaints or challenges are in progress, in which cases, depending on the circumstances, the deadlines are extended or suspended. Thus, the Group's tax returns since 2018 may still be subject to review.

The Group's Board of Directors considers that any corrections resulting from reviews/inspections by the tax authorities to those tax returns will not have a material effect on the condensed consolidated financial statements as at 30 September 2022.

10. SHARE CAPITAL

As at 30 September 2022 and 31 December 2021, the Company's share capital was fully subscribed and paid up, consisting of 205,131,672 shares with a nominal value of 12.5 cents of Euro each.

11. BANK LOANS, OTHER LOANS AND REIMBURSABLE GOVERNMENT GRANTS

As at 30 September 2022 and 31 December 2021, 'Bank loans', 'Other loans' and 'Reimbursable government grants' can be detailed as follows:

	30.09.2022					
	Nominal value			Book value		
	Current	Non-current	Total	Current	Non-current	Total
Bank loans	-	25,000,000	25,000,000	8,865	25,000,000	25,008,865
Bank overdrafts (Note 8)	631,872	-	631,872	631,872	-	631,872
Bank loans	631,872	25,000,000	25,631,872	640,737	25,000,000	25,640,737
Commercial paper	80,000,000	-	80,000,000	80,103,191	-	80,103,191
Bond loans	10,000,000	435,400,000	445,400,000	11,961,602	433,623,333	445,584,935
Other loans	-	-	-	-	-	-
Other loans	90,000,000	435,400,000	525,400,000	92,064,793	433,623,333	525,688,126
Reimbursable government grants	653,837	1,634,593	2,288,430	653,837	1,634,593	2,288,430
	<u>91,285,709</u>	<u>462,034,593</u>	<u>553,320,302</u>	<u>93,359,367</u>	<u>460,257,926</u>	<u>553,617,293</u>
	31.12.2021					
	Nominal value			Book value		
	Current	Non-current	Total	Current	Non-current	Total
Bank loans	27,500,000	-	27,500,000	27,584,583	-	27,584,583
Bank overdrafts (Note 8)	-	-	-	-	-	-
Bank loans	27,500,000	-	27,500,000	27,584,583	-	27,584,583
Commercial paper	70,000,000	40,000,000	110,000,000	70,099,494	40,000,000	110,099,494
Bond loans	25,000,000	420,400,000	445,400,000	27,754,836	418,218,797	445,973,633
Other loans	-	-	-	-	-	-
Other loans	95,000,000	460,400,000	555,400,000	97,854,330	458,218,797	556,073,127
Reimbursable government grants	653,837	2,288,430	2,942,267	653,837	2,288,430	2,942,267
	<u>123,153,837</u>	<u>462,688,430</u>	<u>585,842,267</u>	<u>126,092,750</u>	<u>460,507,227</u>	<u>586,599,977</u>

The book value includes accrued interest and the expenditures with the issuance of the loans. These expenses were deducted from its nominal value and are being recognised as financial expenses along the life period of the loan (Note 14).

12. ACCUMULATED PROVISIONS AND IMPAIRMENT LOSSES

The movement occurred under provisions and impairment losses in the nine months periods ended 30 September 2022 and 2021 can be detailed as follows:

	30.09.2022			Total
	Provisions	Impairment losses in receivables	Impairment losses in inventories	
Opening balance	4,082,239	3,612,771	10,414,552	18,109,562
Increases	169,999	-	-	169,999
Utilizations	(390,866)	-	-	(390,866)
Reversals	(112,008)	(89,950)	-	(201,958)
Transfers	(9,153)	-	-	(9,153)
Closing balance	<u>3,740,211</u>	<u>3,522,821</u>	<u>10,414,552</u>	<u>17,677,584</u>

	30.09.2021			Total
	Provisions	Impairment losses in receivables	Impairment losses in inventories	
Opening balance	16,689,458	3,618,696	13,046,936	33,355,090
Changes in the consolidation perimeter	4,081,872	61,736	-	4,143,608
Changes in currency exchange rate	(11,764)	(2,342)	-	(14,106)
Increases	540,461	87,068	-	627,529
Utilizations	-	-	-	-
Reversals	-	(2,963)	(664,130)	(667,093)
Transfers	(9,153)	-	-	(9,153)
Closing balance	<u>21,290,874</u>	<u>3,762,195</u>	<u>12,382,806</u>	<u>37,435,875</u>

The amount recorded under "Provisions" at 30 September 2021, includes the dismantling provision of the power generation plants operated by Greenvolt - Energias Renováveis, S.A. and its subsidiaries. At 31 December 2021, this amount was transferred to the caption "Liabilities directly associated with the group of assets classified as held for distribution to shareholders". At 30 September 2022, as a result of the distribution of Greenvolt shares to shareholders, this amount was derecognized (Notes 5.1, 6 and 7).

The amount recorded under the caption 'Provisions' is the best estimate from the Board of Directors in order to address the entirety of losses to be incurred with currently ongoing legal proceedings.

13. DERIVATIVE FINANCIAL INSTRUMENTS

As at 30 September 2022 and 31 December 2021, companies of the Altri Group had in force derivative financial instrument contracts associated with hedging interest rate changes, exchange rate changes, pulp price changes and energy price changes. All these instruments are recorded at fair value, based on assessments carried out by specialized external entities, which were subject to internal validation.

Altri Group subsidiaries only use derivatives to hedge cash flows associated with operations generated by their activity.

As at 30 September 2022 and 31 December 2021, the fair value of derivative financial instruments is as follows:

	30.09.2022				31.12.2021			
	Asset		Liability		Asset		Liability	
	Current	Non-current	Current	Non-current	Current	Non-current	Current	Non-current
Interest rate derivatives	81,737	6,103,278	114,659	-	-	163,618	144,498	540,350
Exchange rate derivatives	829,378	510,566	17,559,801	4,568,839	1,130,725	-	2,273,978	-
Pulp price hedging derivatives	-	-	6,405,868	-	-	-	680,674	-
Energy price hedging derivatives	465,384	-	-	-	-	-	-	-
	<u>1,376,499</u>	<u>6,613,844</u>	<u>24,080,328</u>	<u>4,568,839</u>	<u>1,130,725</u>	<u>163,618</u>	<u>3,099,150</u>	<u>540,350</u>

The movement in the fair value of the derivative financial instruments during the nine months period ended 30 September 2022 can be broken down as follows:

	Interest rate derivatives	Exchange rate derivatives	Pulp price hedging derivatives	Energy price hedging derivatives	Total
Opening balance	(521,230)	(1,143,253)	(680,674)	-	(2,345,157)
Change in fair value					
Effects on equity	6,637,917	(19,249,986)	(5,725,194)	465,384	(17,871,879)
Effects on the income statement	(285,150)	(9,704,658)	(11,887,170)	661,911	(21,215,067)
Effects on the statement of financial position	238,819	9,309,201	11,887,170	(661,911)	20,773,279
Closing balance	<u>6,070,356</u>	<u>(20,788,696)</u>	<u>(6,405,868)</u>	<u>465,384</u>	<u>(20,658,824)</u>

14. FINANCIAL RESULTS

The financial results for the nine months periods ended 30 September 2022 and 2021 are detailed as follows:

	30.09.2022	30.09.2021 (Restated)
Financial expenses		
Interest expenses	8,845,685	9,118,666
Other financial expenses and losses	19,720,049	4,596,069
	<u>28,565,734</u>	<u>13,714,735</u>
Financial income		
Interest income	327,571	41,507
Other financial income and gains	12,743,603	7,537,727
	<u>13,071,174</u>	<u>7,579,234</u>

During the nine months period ended on 30 September 2022, the caption 'Other financial expenses and losses' includes, among others, expenses incurred with loans, which are being recognised as an expense over the life of the respective loan (Note 11) and the expenses on derivatives (Note 13). The caption 'Other financial income and gains' includes, mainly, exchange rate gains.

15. RESULTS RELATED TO INVESTMENTS

The results related to investments for the nine-month periods ended 30 September 2022 and 2021 can be detailed as follows:

	<u>30.09.2022</u>	<u>30.09.2021</u>
Sale of subscription rights of Greenvolt	3,010,122	-
Equity method (Note 4.2):		
Operfoz	143,682	20,794
Schouwenbank	(19,197)	-
	<u>3,134,607</u>	<u>20,794</u>

On 9 June 2022, the prospectus was published relating to the public offering for subscription of shares representing the capital of Greenvolt, to be issued as part of a capital increase of Greenvolt in the amount of approximately 100 million Euros. Altri Group decided not to participate in this capital increase but considered that the shareholders of Altri should be given the opportunity to do so directly. Therefore, Altri Group made public on 10 June 2022 the offer to sell subscription rights to Greenvolt's shares. The said Offer had as object the 23,154,783 Rights belonging to Altri Group, arising from the participations it holds, directly and indirectly, in the share capital of Greenvolt. The Offer period started on 21 June and ended on 22 June 2022, with the physical and financial settlement of the Offer taking place on 30 June 2022. As a result of this operation, Altri Group recognized a gain in the consolidated income statement under the caption "Results related to investments" in the amount of approximately 3 million Euros. Thus, after the capital increase operation that was concluded during July, Altri Group now holds a participation of 16.64% in Greenvolt (Note 4.3).

16. EARNINGS PER SHARE

Earnings per share for the nine-month periods ended 30 September 2022 and 2021 were calculated based on the following amounts:

	<u>30.09.2022</u>	<u>30.09.2021</u> (Restated)
Number of shares for basic and diluted earning calculation	205,131,672	205,131,672
Earnings of continued operations for the purpose of calculating earnings per share	117,590,608	90,372,391
Earnings of discontinued operations for the purpose of calculating earnings per share	275,317,544	2,442,972
Earnings per share		
From Continued Operations		
Basic	0.57	0.44
Diluted	0.57	0.44
From Discontinued Operations		
Basic	1.34	0.01
Diluted	1.34	0.01

17. INFORMATION BY SEGMENTS

As mentioned in Notes 4.3 and 6, the stake on Greenvolt and its subsidiaries was distributed to shareholders, in May 2022. Under the terms of the operations referred to above, the reorganization originated the separation of Altri's two autonomous business units corresponding to the exercise of the management of investments in the paper pulp sector and in the electric energy production sector, respectively. This reorganization was part of a rationale of focus and transparency of Altri's business, aimed at giving each of the areas greater visibility and perception of value by the market, and allowed the Altri Group to concentrate its activity on its core business, the production of bleached pulp from eucalyptus. Therefore, with reference to 30 September 2022, the Board of Directors considers that there is only one segment that can be reported, namely the production and commercialization of bleached paper pulp from eucalyptus, and the management information is also prepared and analysed on this basis.

18. RELATED PARTIES

Altri Group subsidiary companies have relationships with each other that qualify as transactions with related parties, which were carried out at market prices.

In the consolidation procedures, transactions between companies included in the consolidation using the full consolidation method are eliminated, since the consolidated financial statements show information on the holder and its subsidiaries as if it were a single company, and so they are not disclosed under this note.

During the nine months periods ended 30 September 2022 and 2021, there were no transactions with the Board of Directors, nor were they granted loans.

18.1 Related parties from continued activities

As at 30 September 2022 and 2021, balances and transactions from continued activities with related entities can be summarised as follows:

	Payables		Receivables	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Balances				
Joint ventures and associates (a)	3,370,342	2,163,588	-	-
Other related parties	1,248,901	229,453	5,997,182	-
	<u>4,619,243</u>	<u>2,393,041</u>	<u>5,997,182</u>	<u>-</u>

	Purchases and acquired services		Payments related to lease liabilities		Interest expense	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Transactions						
Joint ventures and associates (a)	27,804,597	13,904,246	-	-	-	-
Other related parties	3,796,810	1,840,288	6,851,964	6,785,682	-	-
	<u>31,601,407</u>	<u>15,744,534</u>	<u>6,851,964</u>	<u>6,785,682</u>	<u>-</u>	<u>-</u>

	Sales and services rendered		Other income		Other expenses	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Transactions						
Joint ventures and associates (a)	-	-	63,183	-	-	-
Other related parties	26,996,129	-	306,866	-	73,812	-
	<u>26,996,129</u>	<u>-</u>	<u>370,049</u>	<u>-</u>	<u>73,812</u>	<u>-</u>

(a) Entities included in the consolidation using the equity method as at 30 September 2022 and 2021 (Note 4.2)

'Other related parties' includes subsidiaries of Ramada Group, Cofina Group, Greenvolt Group after the date of distribution, shareholders and other related entities.

18.2 Related parties from discontinued activities

As at the date of distribution (Notes 6 and 7), balances from discontinued activities with related entities can be summarised as follows:

	At the date of distribution			
	Payables	Receivables	Loans granted	Shareholders Loans
Balances				
Joint ventures and associates	-	251,718	48,718,622	-
Other related parties	29,506	285,697	10,020,196	41,246,944
	<u>29,506</u>	<u>537,415</u>	<u>58,738,818</u>	<u>41,246,944</u>

Until the date of distribution (Notes 6 and 7), transactions from discontinued activities with related entities can be summarised as follows:

	Until the date of distribution				
	Purchases and acquired services	Sales and services rendered	Payments related to lease liabilities	Interest expense	Interest obtained
Transactions					
Joint ventures and associates	-	389,826	-	-	353,835
Other related parties	21,525	139,428	25,500	707,860	-
	<u>21,525</u>	<u>529,254</u>	<u>25,500</u>	<u>707,860</u>	<u>353,835</u>

The caption 'Shareholder loans' includes a loan obtained from a shareholder of one of Altri's subsidiaries classified as a discontinued activity, Lakeside Topco Limited. This loan bears interest at a rate of 7% and the payment date of the loan is due on 31 March 2054. Thus, the totality of the nominal value of the loan was classified as non-current. The corresponding interest is also recorded under the same caption.

As at 30 September 2021, balances and transactions from discontinued activities with related entities can be detailed as follows:

	30.09.2021			
	Payables	Receivables	Loans granted	Shareholders Loans
Balances				
Joint ventures and associates	3,426	6,823,619	-	-
Other related parties	50,789	-	-	40,562,424
	<u>54,215</u>	<u>6,823,619</u>	<u>-</u>	<u>40,562,424</u>

	30.09.2021				
	Purchases and acquired services	Sales and services rendered	Payments related to lease liabilities	Interest expense	Interest obtained
Transactions					
Joint ventures and associates	-	69,615	-	-	16,629
Other related parties	41,292	-	40,500	703,269	-
	<u>41,292</u>	<u>69,615</u>	<u>40,500</u>	<u>703,269</u>	<u>16,629</u>

19. APPROPRIATION OF NET PROFIT

Regarding the 2021 financial year, the Board of Directors proposed in its annual report that the individual net profit of Altri, SGPS, S.A. in the amount of 88,065,822 Euros, should be allocated as follows:

Dividends	EUR 51,282,918
Free reserves	EUR 36,782,904

The Board of Directors proposed to the General Meeting in its annual report the distribution, under the conditions presented in the respective proposal, which was approved in the General Meeting held on 29 April 2022, of a cash dividend corresponding to 25 cents per share. The same proposal also contemplated the distribution of a dividend in kind, consisting of a maximum number of 52,523,229 shares representing Greenvolt's share capital and voting rights. If in this scenario of joint distribution, i.e. in cash and in kind (the latter, as referred to in Note 6) the amount to be distributed exceeded the amount of distributable funds, the portion of the dividend in cash would be reduced by the amount corresponding to the excess, rounded down (to a minimum of 0.01 Euros per share).

On 25 May 2022, and according to the previously announced conditions, the amount of the dividend in cash was reduced by the amount corresponding to the surplus, rounded off by default, as the distributable funds corresponding to the distribution in kind exceeded the amount of 112,748,942 Euros, as approved by the General Meeting.

Accordingly, a total cash dividend of 49,231,601 Euros (0.24 Euros per share) was distributed, 29,864,424 Euros of withholding tax was paid relating to the dividend in kind and 48,118,446 Greenvolt shares were distributed (Notes 4.3 and 6).

20. SUBSEQUENT EVENTS

Regarding Gama project, in Galicia, Altri Group continues working with the objective of announcing the final investment decision during the first half of 2023. We continue to advance in the main pillars for decision making, namely the environmental impact study, engineering design, economic feasibility, financing structure and access to EU funds. We recall that the Gama project stems from a Memorandum of Understanding (MoU) signed with Impulsa, a public-private consortium from the Autonomous Community of Galicia, to study exclusively the construction of a greenfield industrial unit with an annual production capacity of 200,000 tonnes of soluble pulp and sustainable textile fibres.

As a consequence of the war in Ukraine, the generalised inflation of variable costs has been the main challenge during 2022 for the Altri Group, which is still very much present. The increase in the price of natural gas, the increase in the price of chemicals and the increase in the cost of wood, largely related to the higher level of imports, have been the main factors for a relevant increase in the production cost per ton. The Group continues to work to find solutions to minimise this effect, through the implementation of some measures related to alternative energy sources and investments in the efficiency of operations.

From 30 September 2022 to the date of issue of this report, there were no other relevant facts that could materially affect the financial position and future results of the Altri Group, its subsidiaries, joint ventures and associates included in the consolidation.

21. APPROVAL OF THE FINANCIAL STATEMENTS

The consolidated condensed financial statements were approved by the Board of Directors and authorised for issue on 24 November 2022.

22. TRANSLATION NOTE

These consolidated financial statements are a translation of the financial statements originally issued in Portuguese in accordance with IAS 34 – Interim Financial Reporting and with the International Financial Reporting Standards as adopted by the European Union, some of which may not conform or be required by generally accepted accounting principles in other countries. In the event of discrepancies, the Portuguese language version prevails.

The Board of Directors

Alberto João Coraceiro de Castro

Paulo Jorge dos Santos Fernandes

João Manuel Matos Borges de Oliveira

Domingos José Vieira de Matos

Laurentina da Silva Martins

Pedro Miguel Matos Borges de Oliveira

Ana Rebelo de Carvalho Menéres de Mendonça

Maria do Carmo Guedes Antunes de Oliveira

Paula Simões de Figueiredo Pimentel Freixo Matos Chaves

José Armindo Farinha Soares de Pina

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