



Orrön Energy

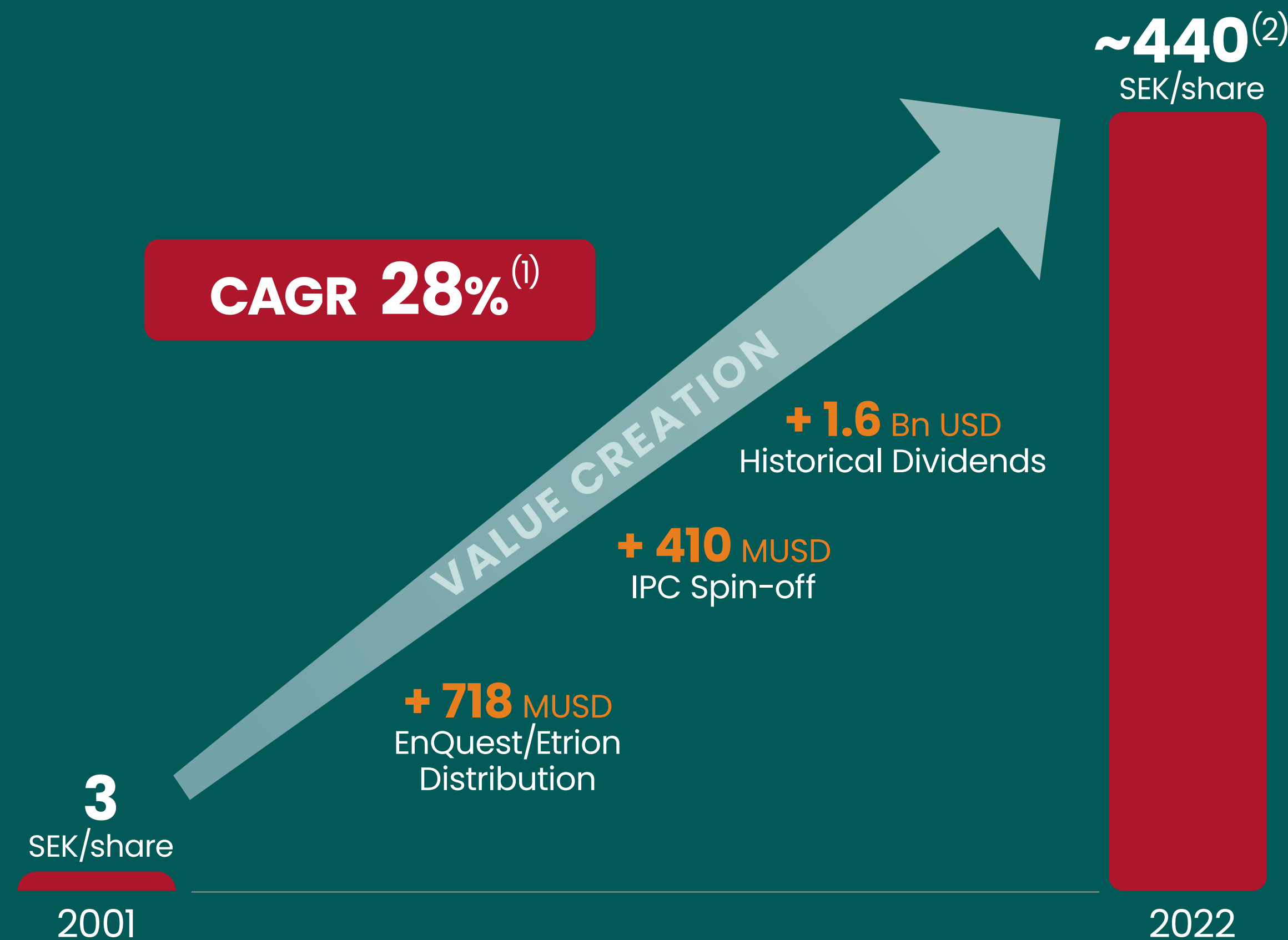
# Corporate Overview

June 2022

Lundin Energy will change its name to Orrön Energy after completion of the merger of its E&P business with Aker BP on 1 July 2022

# Lundin Energy

## A History of Shareholder Value Creation



### Aker BP Combination



Retain 1 renewable share



Receive 0.951 share



Receive 78 SEK/share<sup>(3)</sup>

The new Lundin Group renewables company positioned for growth

Continued shareholding in Europe's leading E&P company

Cash consideration

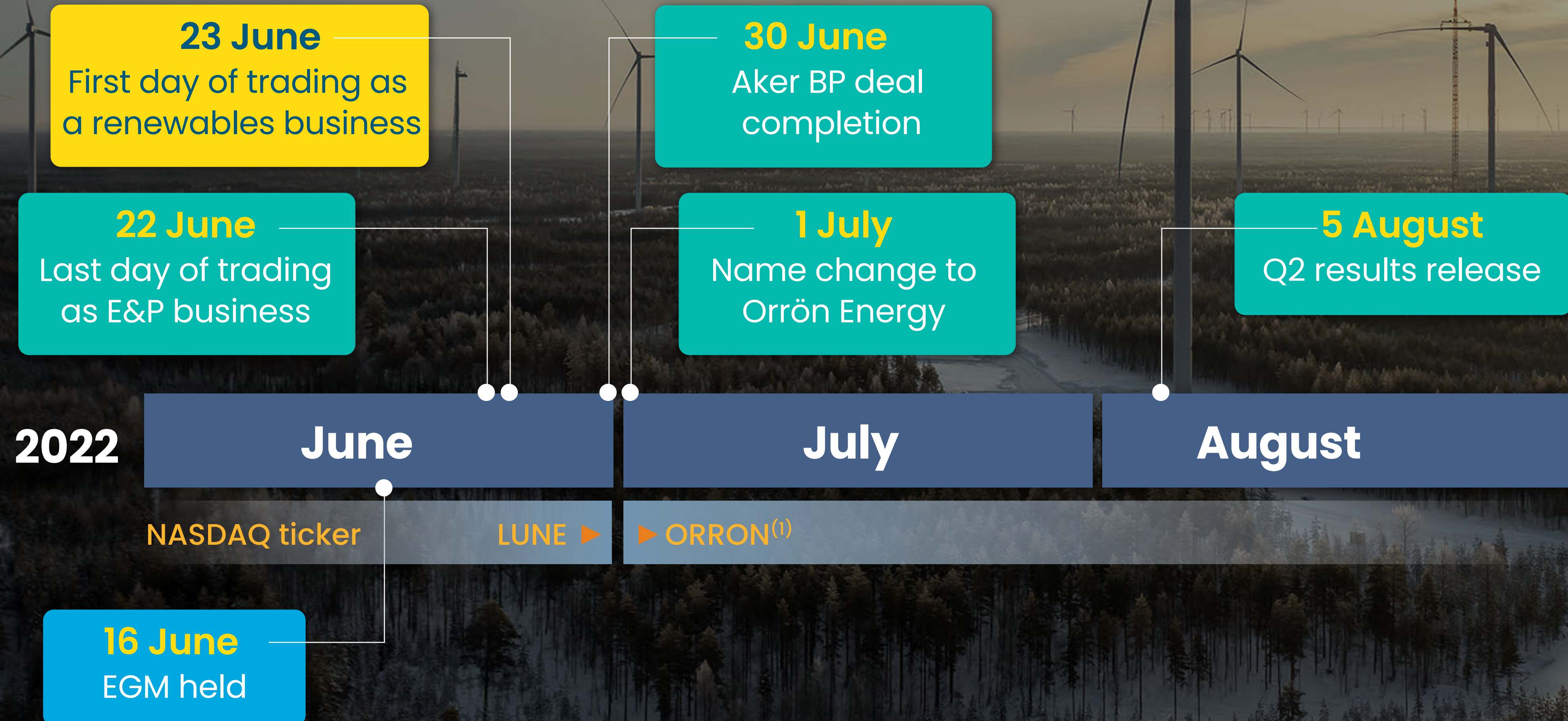
<sup>(1)</sup> Compound annual average return over period 2001 to 2022

<sup>(2)</sup> As at 17 June 2022

<sup>(3)</sup> 7.76 USD/share converted to SEK at closing

# Orrön Energy

## Establishing the Renewables Business



<sup>(1)</sup> Expected to occur 1 July

# Orrön Energy

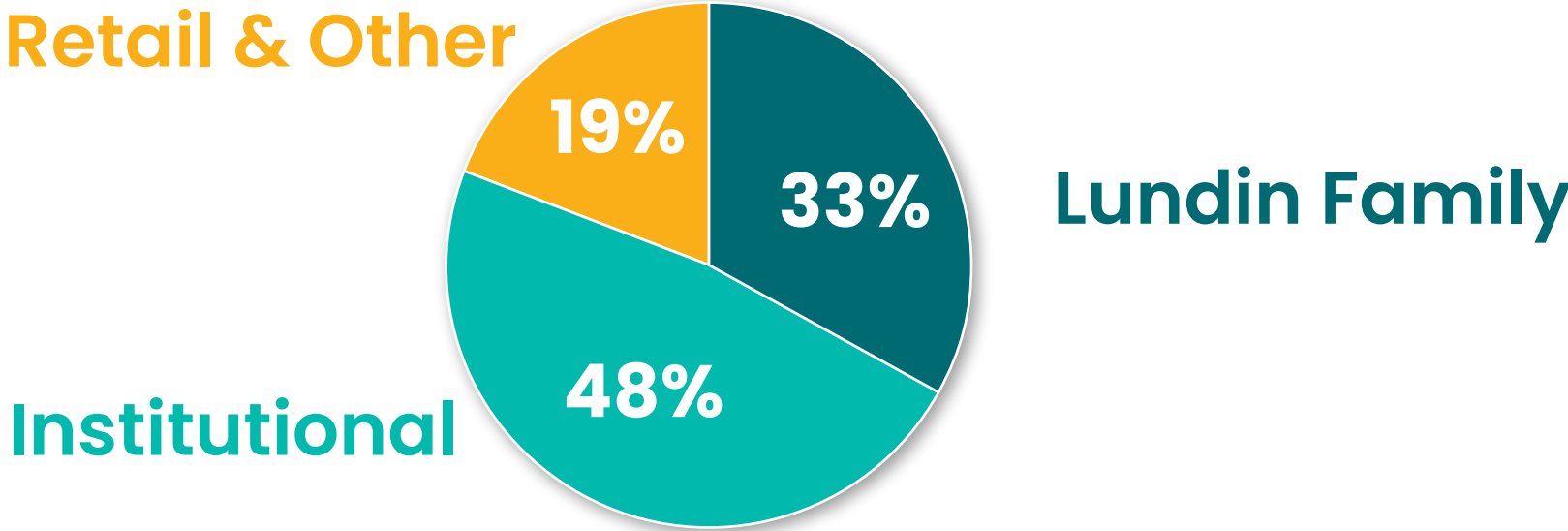
## Part of the Entrepreneurial Lundin Group

**11** independent public companies in the energy & mining sectors

Track record of **creating value**

**Lundin Family** will retain **33%** of Orrön Energy

### Lundin Energy share ownership<sup>(1)</sup>



<sup>(1)</sup> Year end 2021      <sup>(2)</sup> At end May 2022

# Orrön Energy

## The Energy Transition



**Increasing**

- Electricity demand
- Energy efficiency
- System flexibility

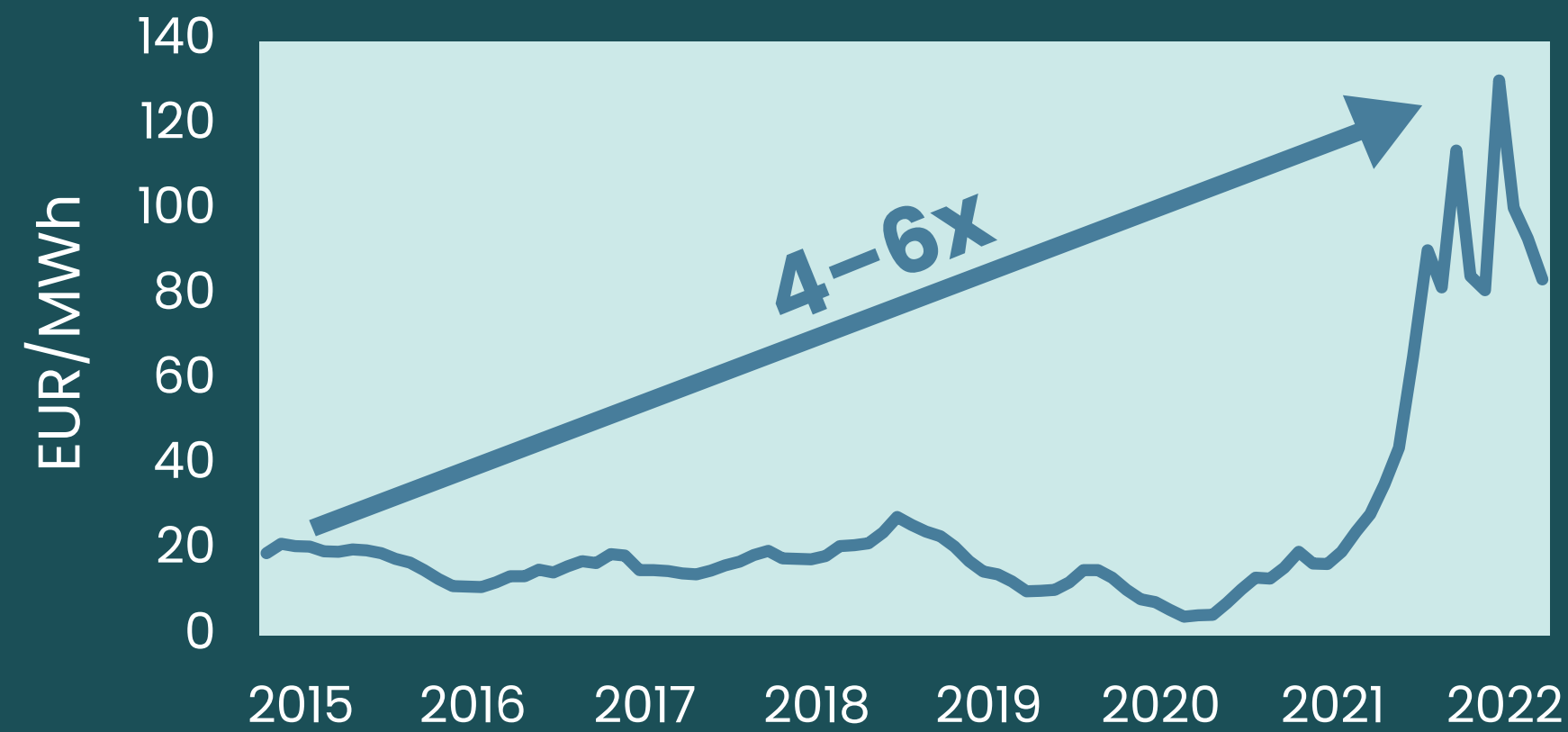
**Decreasing**

- Reliance on fossil fuels
- Carbon emissions

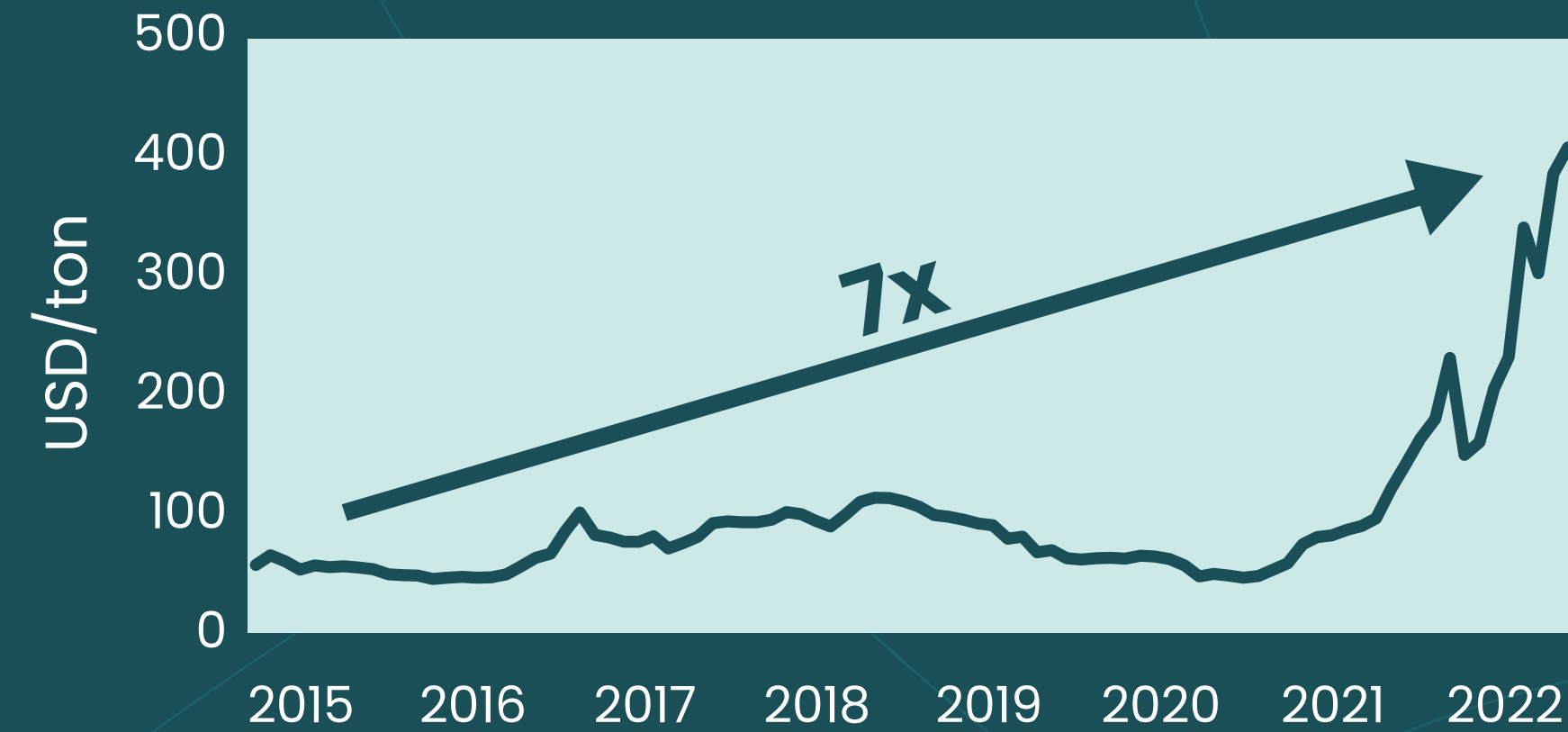
# Orrön Energy

## Energy Prices are at Record Levels

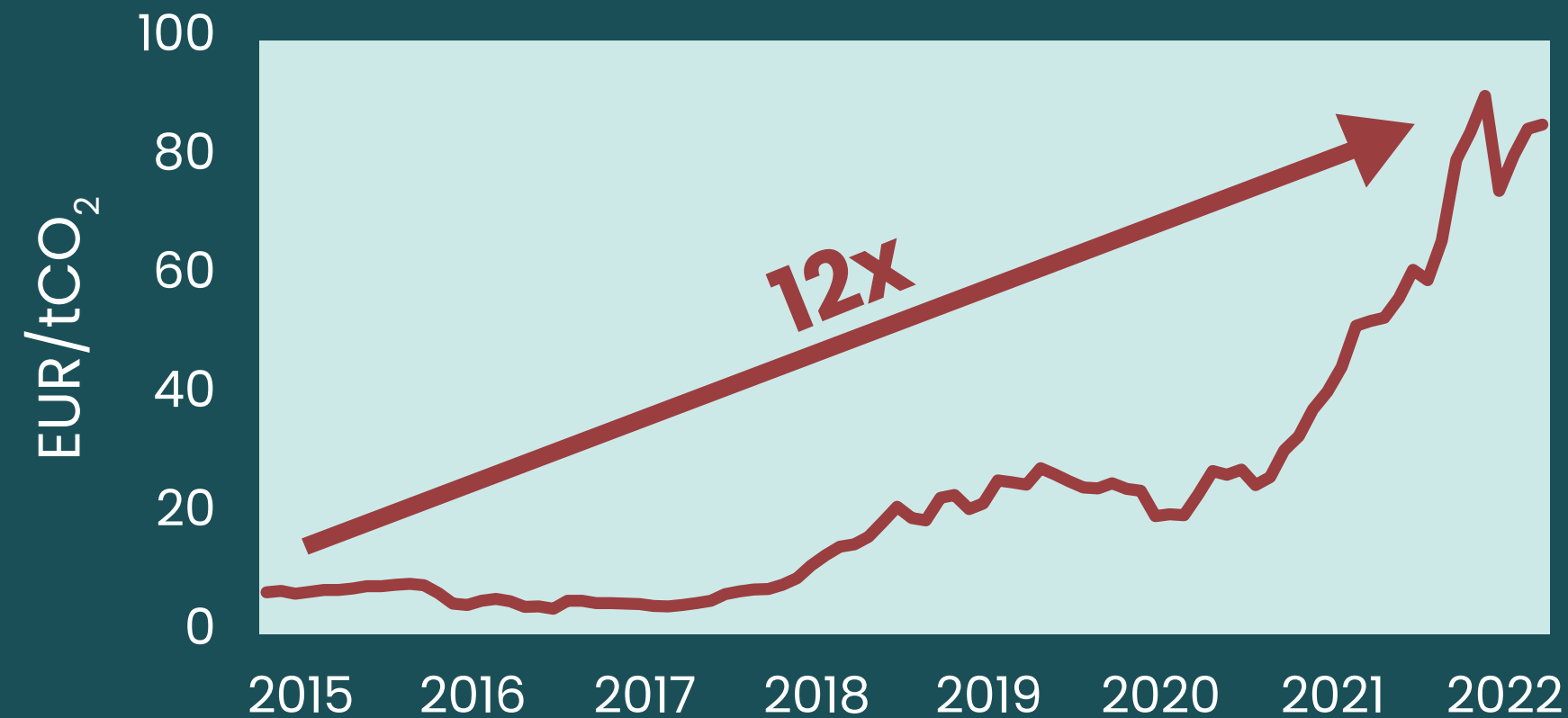
### Gas Price - TTF



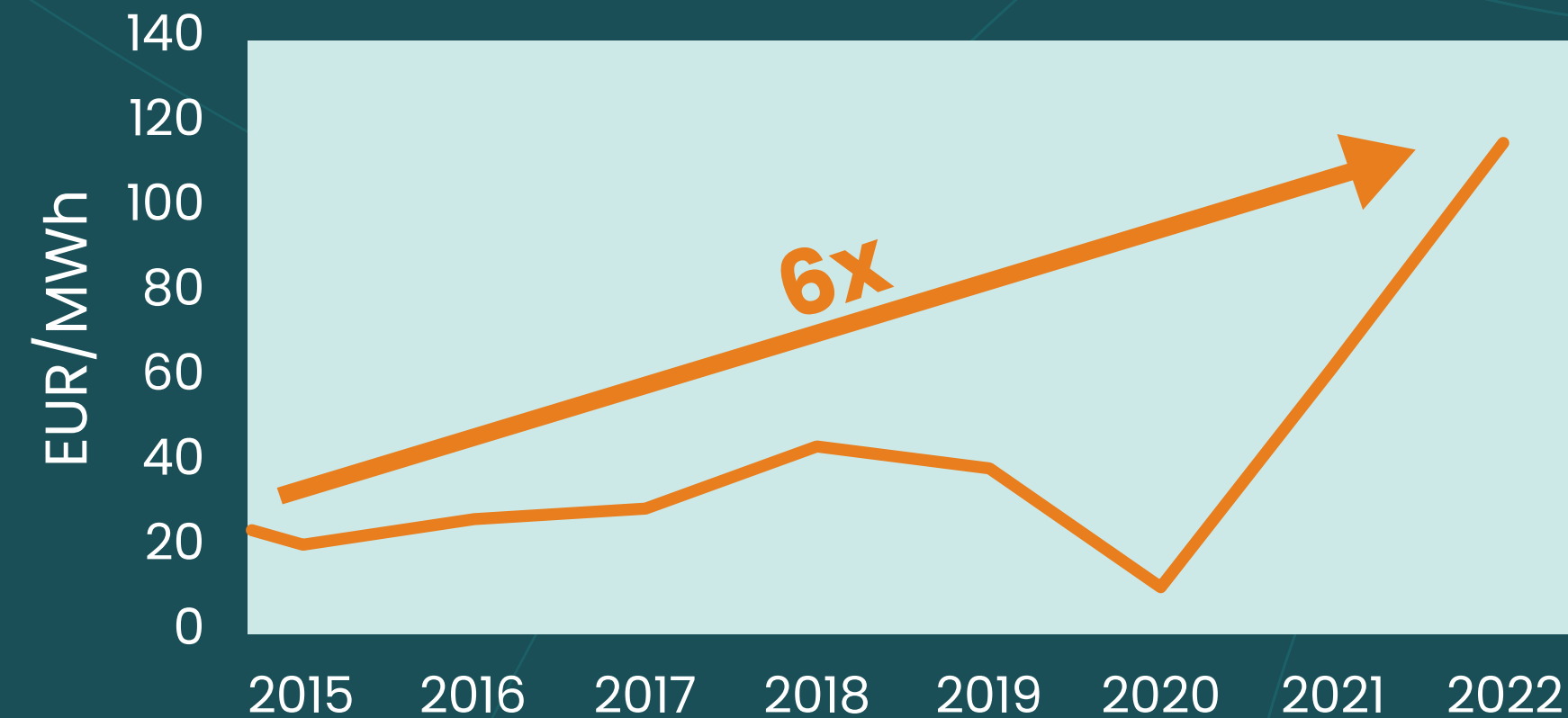
### Coal Price - Newcastle



### CO<sub>2</sub> Price - EU ETS



### Nordic Power Price



# Orrön Energy

## A Platform for Growth

**3 high quality assets**  
in the Nordics

**130 MUSD cash<sup>(1)</sup>**

**Debt free at inception**

**Positive cash flow**  
expected from late 2023

**Experienced Board and management**  
with Lundin's entrepreneurial spirit

Pure play  
**Nordic renewables company**  
growing through **acquisition**

<sup>1</sup> Excludes cash balances related to Aker BP transaction

# Orrön Energy

## Market Outlook

Europe to see significant  
**growth in renewables**

European power pricing  
expected to **remain strong**

Onshore renewables  
have the **lowest LCOE** <sup>(1)</sup>

**Emerging technology**  
to drive the **energy transition**

## Opportunities

**Greenfield**  
projects

**Brownfield**  
+ repowering  
projects

First mover in  
**Emerging  
Technology**

**Merchant  
Price Exposure**

<sup>(1)</sup> Levelised cost of energy



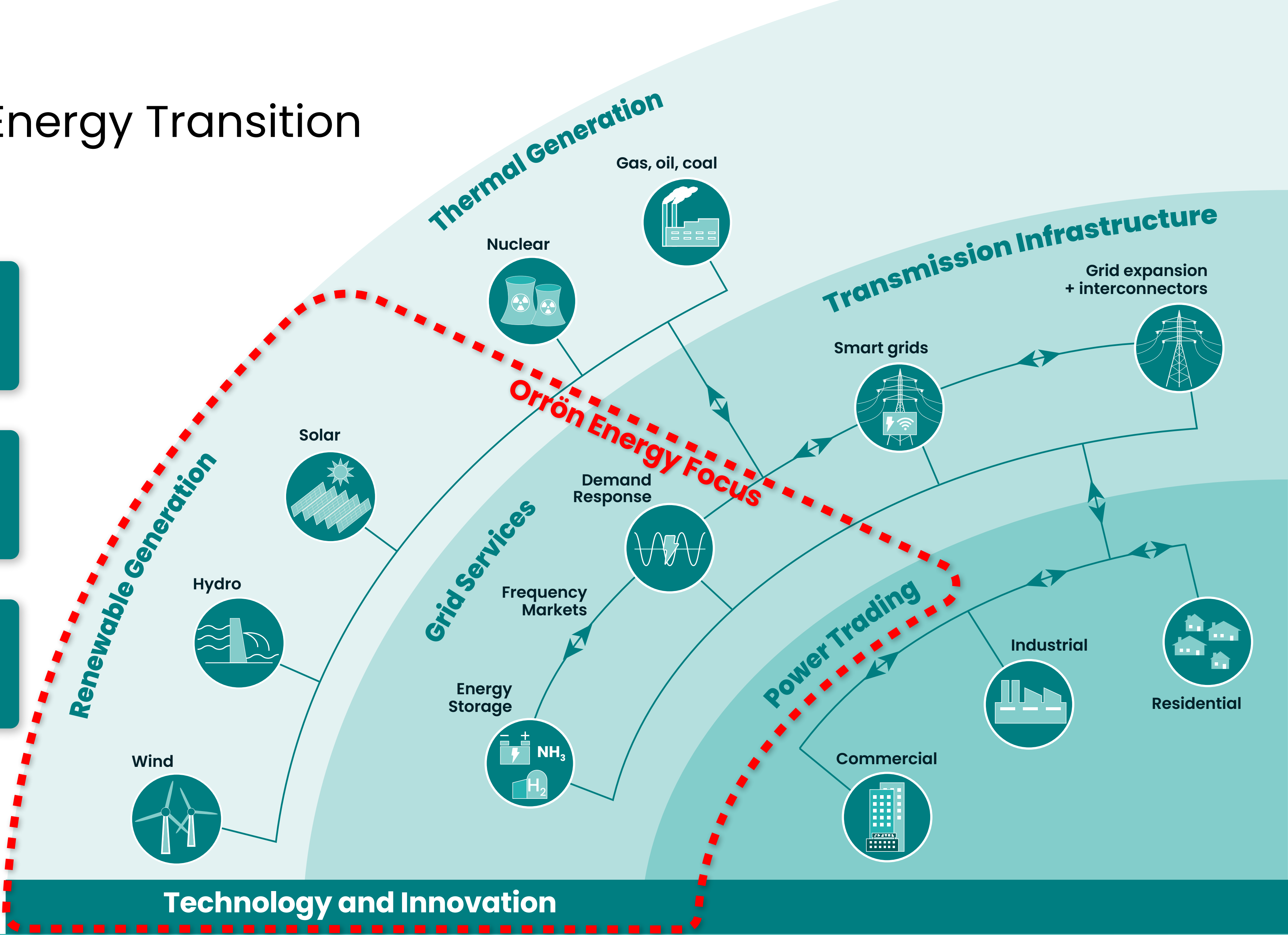
# Orrön Energy

## Our Role in the Energy Transition

Focus on cash generation

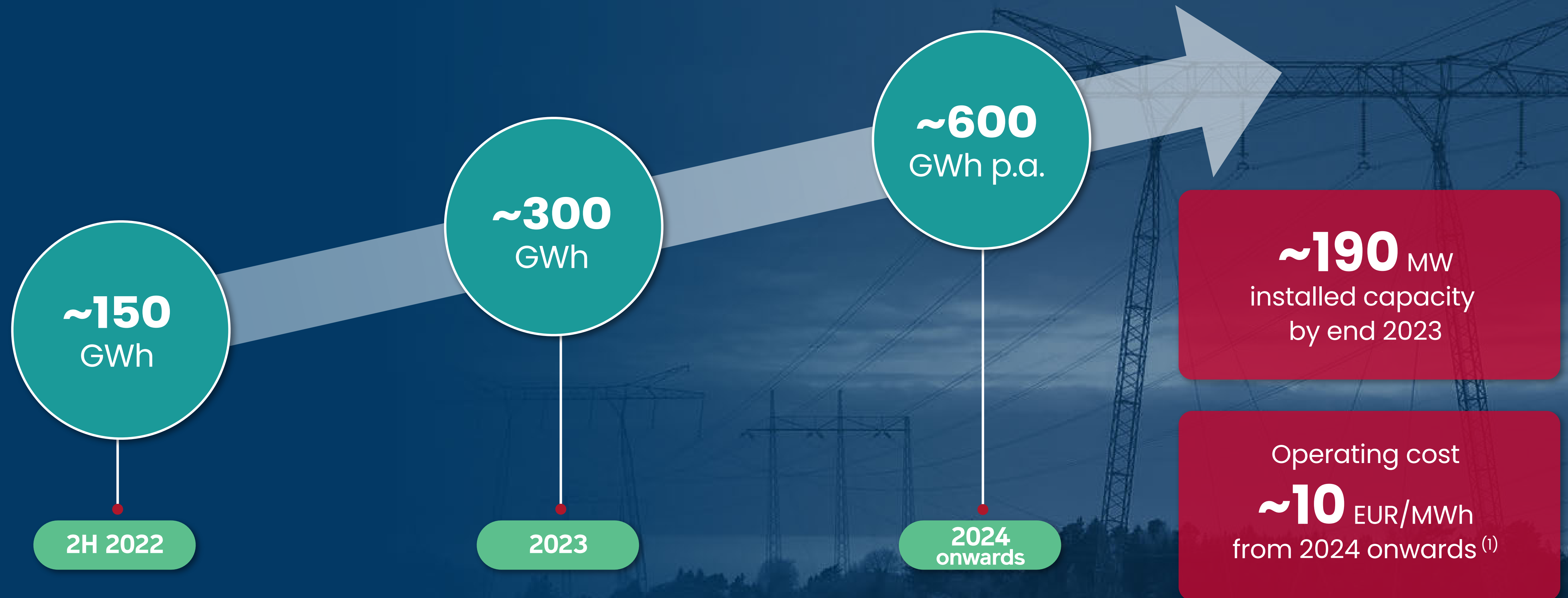
Lowest cost technologies

First mover in emerging technologies



# Orrön Energy

## Power Generation Outlook



All numbers net

<sup>(1)</sup> Real 2022

# Orrön Energy

## High Quality Assets

- **Leikanger** in operation with **strong YTD production**
- **MLK** construction completed, **fully operational**
- **Karskruv** project on schedule



### Leikanger Hydropower<sup>(1)</sup>

- ~200 GWh p.a. production
- COD<sup>(3)</sup> Q2 2021
- 77 MW installed capacity



### Metsälamminkangas Windfarm<sup>(1)</sup>

- ~400 GWh p.a. production
- COD<sup>(3)</sup> Q1 2022
- 132 MW installed capacity



### Karskruv Windfarm<sup>(2)</sup>

- ~290 GWh p.a. production
- Expected COD<sup>(3)</sup> Q4 2023
- 86 MW capacity



<sup>(1)</sup> 50% working interest    <sup>(2)</sup> 100% working interest    <sup>(3)</sup> Commercial operations date  
All numbers gross

# Orrön Energy

## Board of Directors and Management

**Experienced Board and management** team  
reflecting **Lundin entrepreneurial spirit** and **Lundin Family support**

### Board of Directors



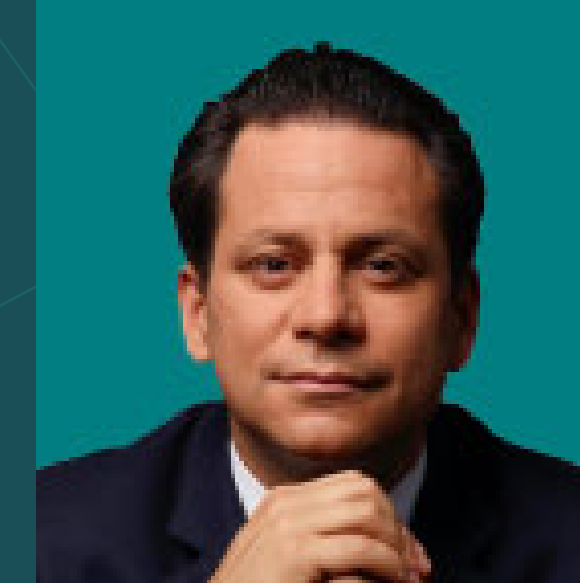
**Grace Reksten Skaugen**  
Chair



**Jakob Thomsen**



**Ashley Heppenstall**



**Aksel Azrac**



**Daniel Fitzgerald**

### Management



**Daniel Fitzgerald**  
CEO



**Espen Hennie**  
CFO



**Henrika Frykman**  
General Counsel



**Carl Sixtensson**  
Technical Director



**Robert Eriksson**  
Director Corporate Affairs  
and Investor Relations

Effective 1 July 2022

# Orrön Energy

## 2H 2022 – What to Expect

### Cash Position

End June  
**130** MUSD<sup>(1)</sup>

End December  
**~110** MUSD<sup>(1,2)</sup>

### Capital Expenditure

**~20** MUSD

### Opex

**~2** MUSD

### Sudan Legal Costs

**~4** MUSD

### G&A<sup>(3)</sup>

**~3** MUSD

<sup>1</sup> Excludes cash balances related to Aker BP transaction

<sup>(2)</sup> Assumes 100 EUR/MWh Nordic system price

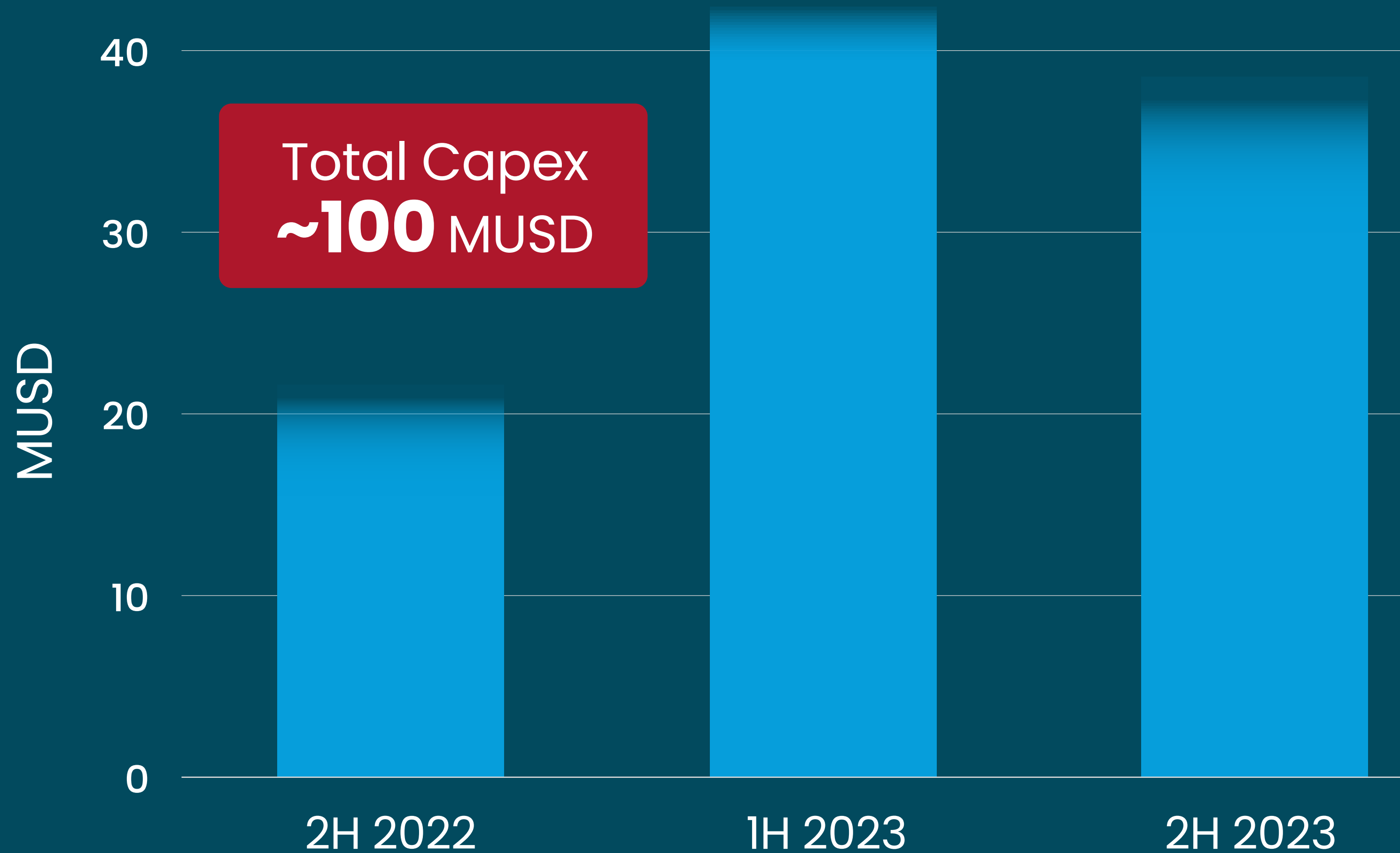
<sup>(3)</sup> Excluding non-cash items

# Orrön Energy

## Capital Commitments

No capital commitments  
beyond 2023

### Capital Expenditure Forecast

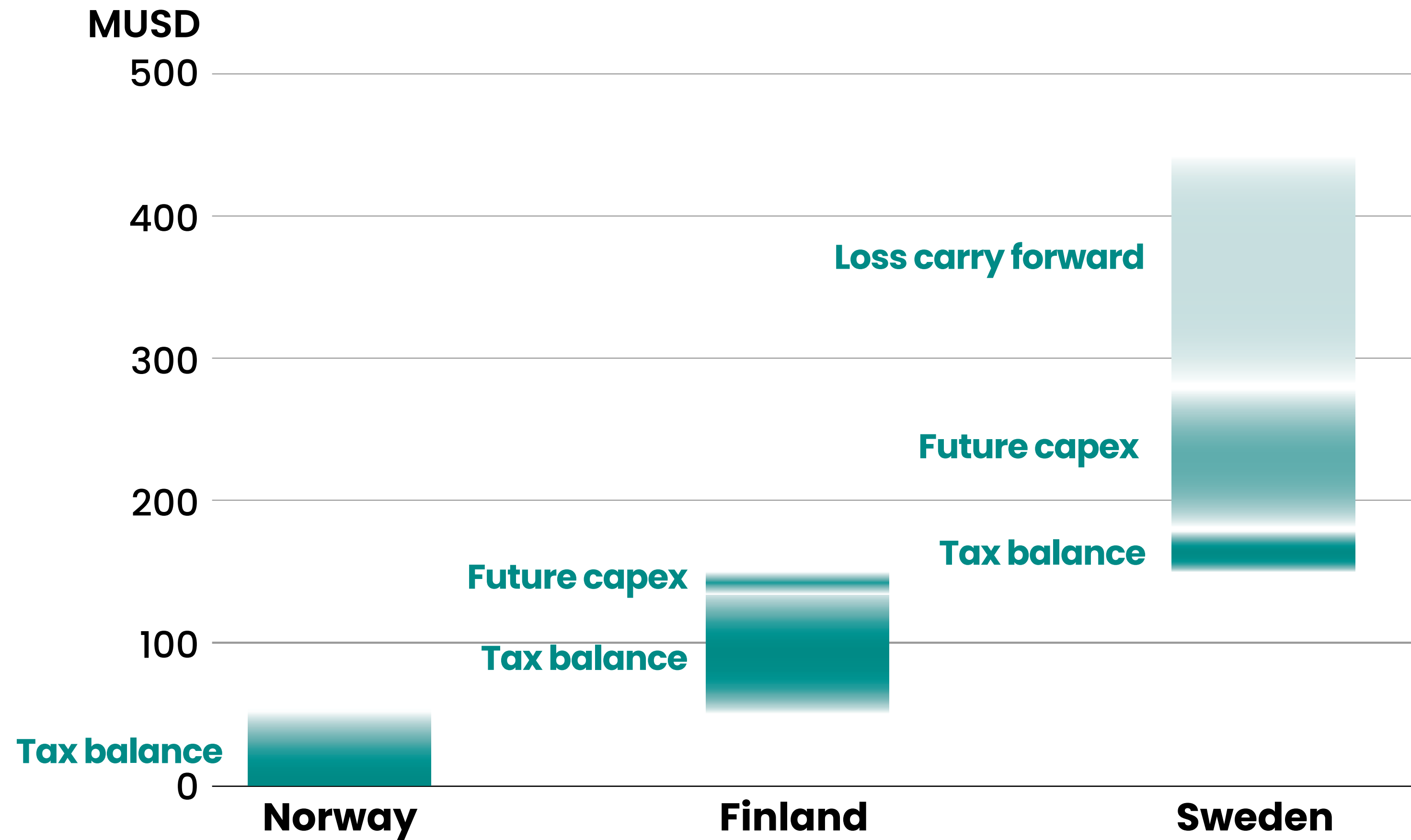


# Orrön Energy

## Tax Balances

Significant tax shields  
in Sweden and Finland

Payable tax position  
in Norway



### Tax Rates

Corporate Income Tax  
Ground Rent Tax

22%  
37%

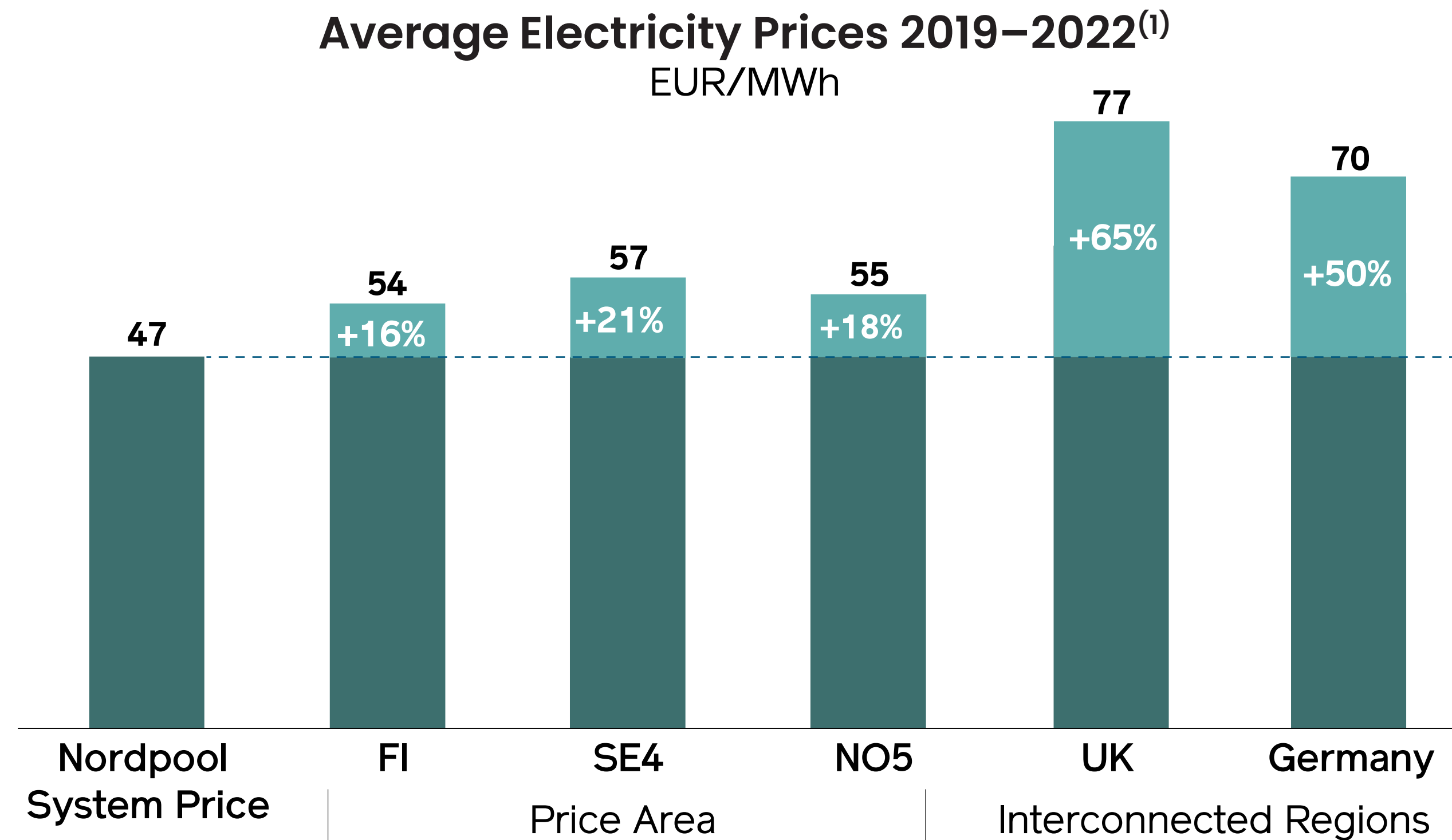
20%  
-

20.6%  
-

All numbers are actuals or forecasts as at end Q1 2022

# Orrön Energy

## Assets Located in High Power Price Areas

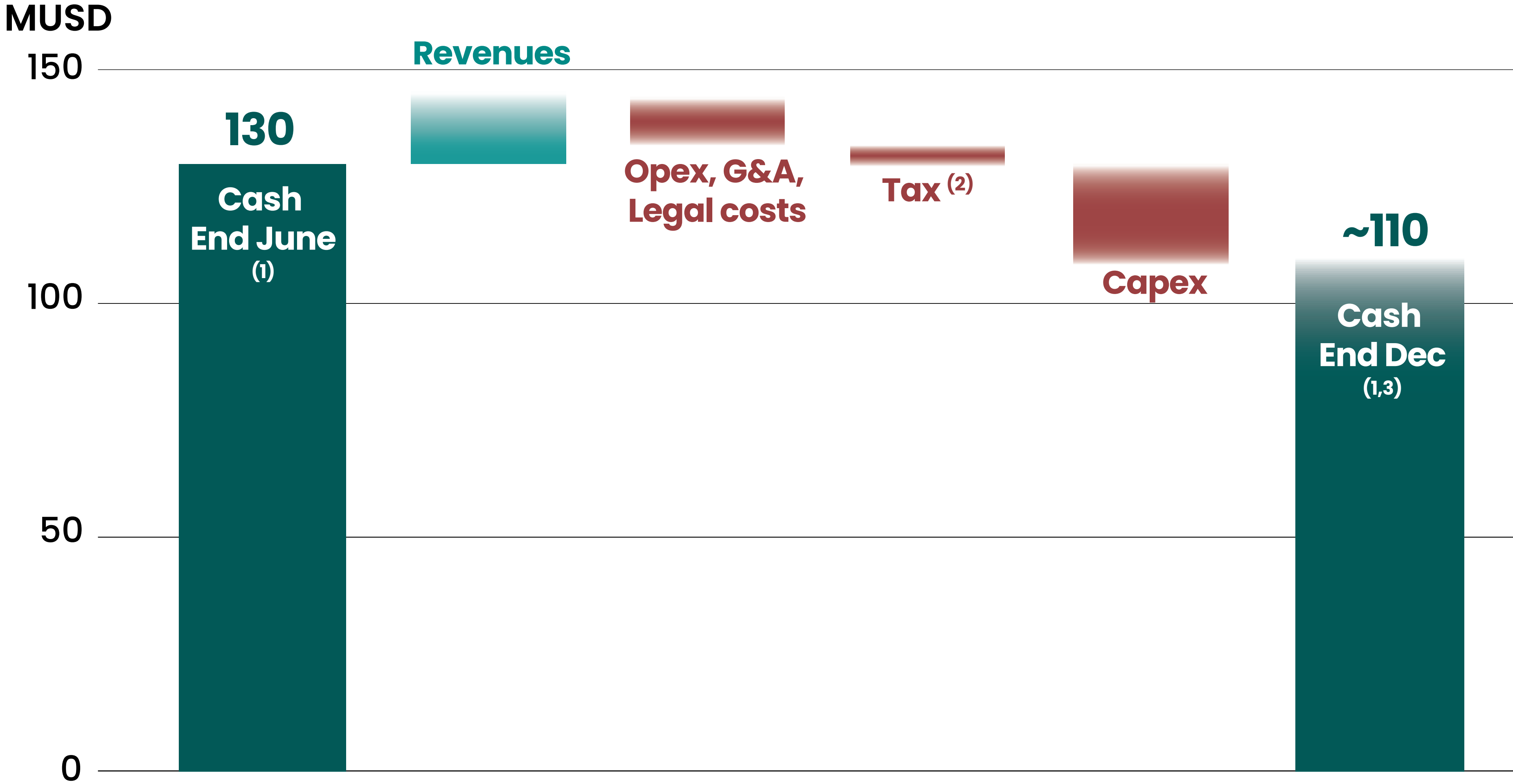


<sup>(1)</sup> Until May 2022



# Orrön Energy

## Liquidity Projection 2H 2022



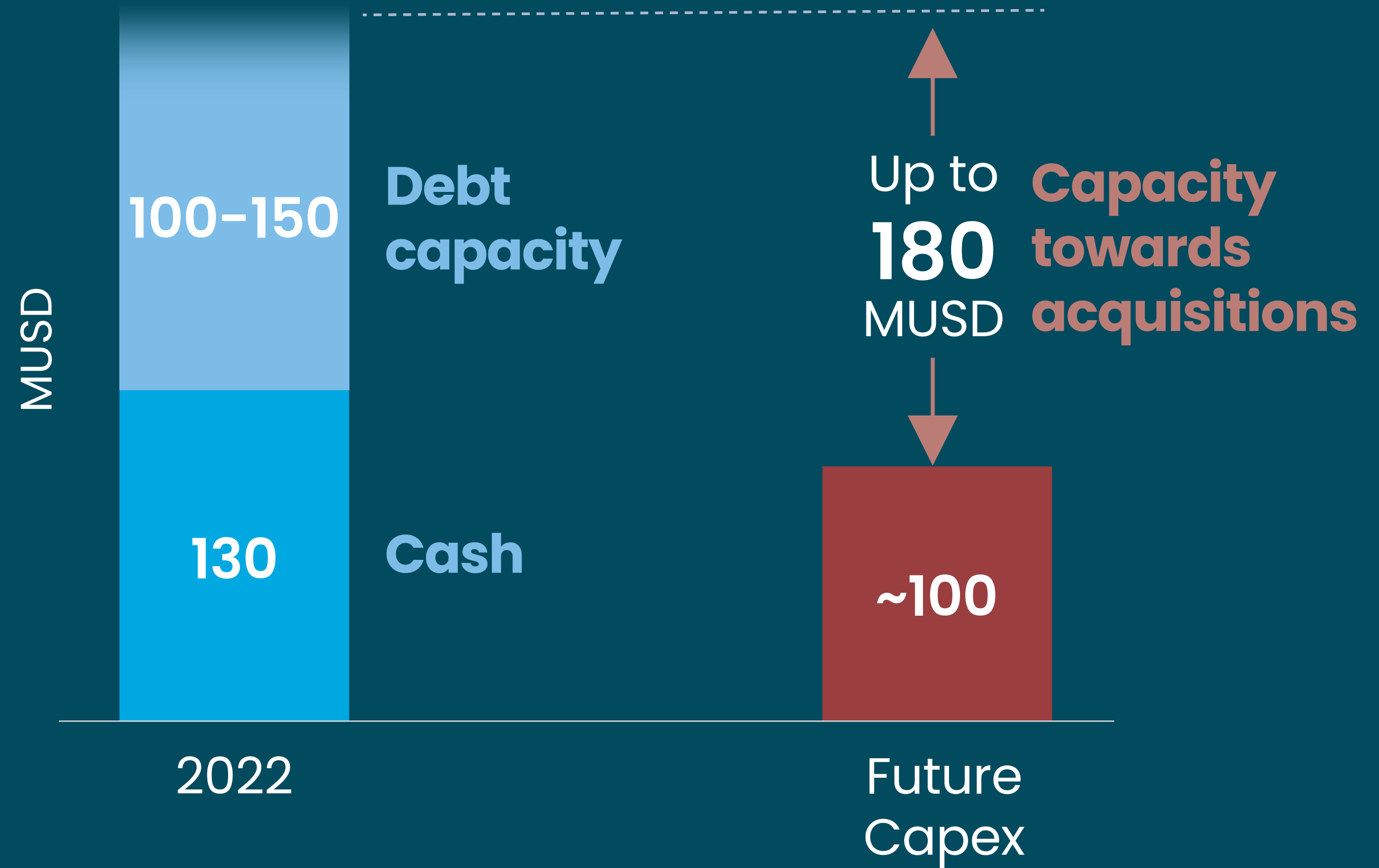
(1) Excludes cash balances related to Aker BP transaction

(2) Payable tax Leikanger

(3) Assumes 100 EUR/MWh Nordic system price

# Orrön Energy Debt Funding

Debt capacity of  
**100-150** MUSD  
with competitive terms



# Orrön Energy

## Creating Shareholder Value

**Nordic focussed initially,**  
expanding in **Europe**

**Acquisition led strategy**  
to build scale

**Organic growth**  
to increase returns

Delivering long term  
**free cash flow**

Trading as a  
**renewables company** on  
Nasdaq Stockholm from **23 June**

# Orrön Energy

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**Creating value** through  
the **energy transition**