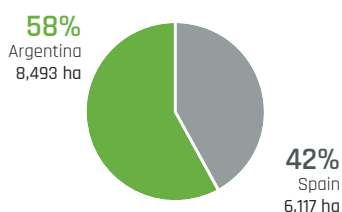


Iberpapel is an integrated paper group committed to quality, service and the environment. It is one of the main players in the printing and writing paper market in Spain.

FORESTRY ACTIVITY IN 2023 (hectares/country)



240,000
tons per year
Cellulose fibre production

250,000
tons per year
Paper production and sale

60 MW
Electricity
generation

The **Iberpapel Group** began when Papelera Guipuzcoana de Zicuñaga was set up in 1935 and since then it has been engaged in paper and cellulose pulp production. In 1997 the Group was first listed on the Stock Exchange. Iberpapel is an integrated group with an **international profile**, present in Europe, South America and North Africa. Its business model is based on the integration of the production process, industrial flexibility, leadership in production and costs, as well as an emphasis on sustainability and respect for the environment. Iberpapel and its subsidiaries are organised as an **integrated group participating directly in the areas which make up the paper production process**.

- Forestry activity, with 14,610 ha of land in Spain and Argentina.
 - Cellulose fibre production in the Hernani (Guipúzcoa) plant, with a capacity of 240,000 t a year.
 - Paper production and sale, with a capacity of 250,000 t a year.
 - 60 MW of electricity generation.
- The three independent production lines in the Hernani factory provide the Group with more flexibility in the production process.

The Iberpapel Group is committed to sustainable development, ensuring that economic, environmental and company objectives progress together. **Our commitment is based on sustainable forestry management, using the best technology available, and optimising energy efficiency.**





CLEAN BALANCE SHEET

- The Iberpapel Group has a healthy financial situation assuring competitive shareholder returns while undertaking investments to stimulate future growth.



HIGHLY-INTEGRATED PRODUCTION PROCESS

- The subsidiary Papelera Guipuzcoana de Zicuñaga, S.A.U. (PGZ) has two plants making paper and cellulose. The cellulose plant produces virtually all the pulp needed in the paper plant. The Company also has a biomass gas cogeneration power plant that supplies heat to the industrial process and electricity to the grid.



MAKE-TO-ORDER PRODUCTION

- Make-to-order production, allowing:
 - > Improved management of product prices.
 - > Guaranteed sale of all products.
 - > High degree of customer satisfaction.



PRODUCTIVITY AND EFFICIENCY LEADERSHIP

- Insistence on cost control to boost productivity leadership.



LOW-CARBON ENERGY SOURCES

- Major effort to use energy technologies that have a lower environmental impact.
- Implementation of the Climate Change Policy.



EMPHASIS ON SUSTAINABILITY, TRANSPARENCY AND RESPECT FOR THE ENVIRONMENT

- Commitment to integrating Sustainability Committee into business strategy as a factor that enhances competitiveness and strengthens stakeholder confidence.
- Pursuit of Sustainable Development Goals through our three business divisions.



INVESTMENT EFFORT

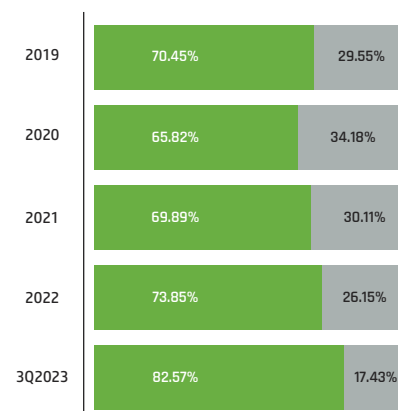
- Continuous investments throughout the Group's history, making annual improvements to the industrial and environmental technology used in facilities.



RESEARCH, DEVELOPMENT AND INNOVATION

- Continuous innovation in the search for new products that will bring growth opportunities.
- Development of solutions to cut greenhouse gas emissions.

FINANCIAL STRUCTURE



- Own financing
- External financing

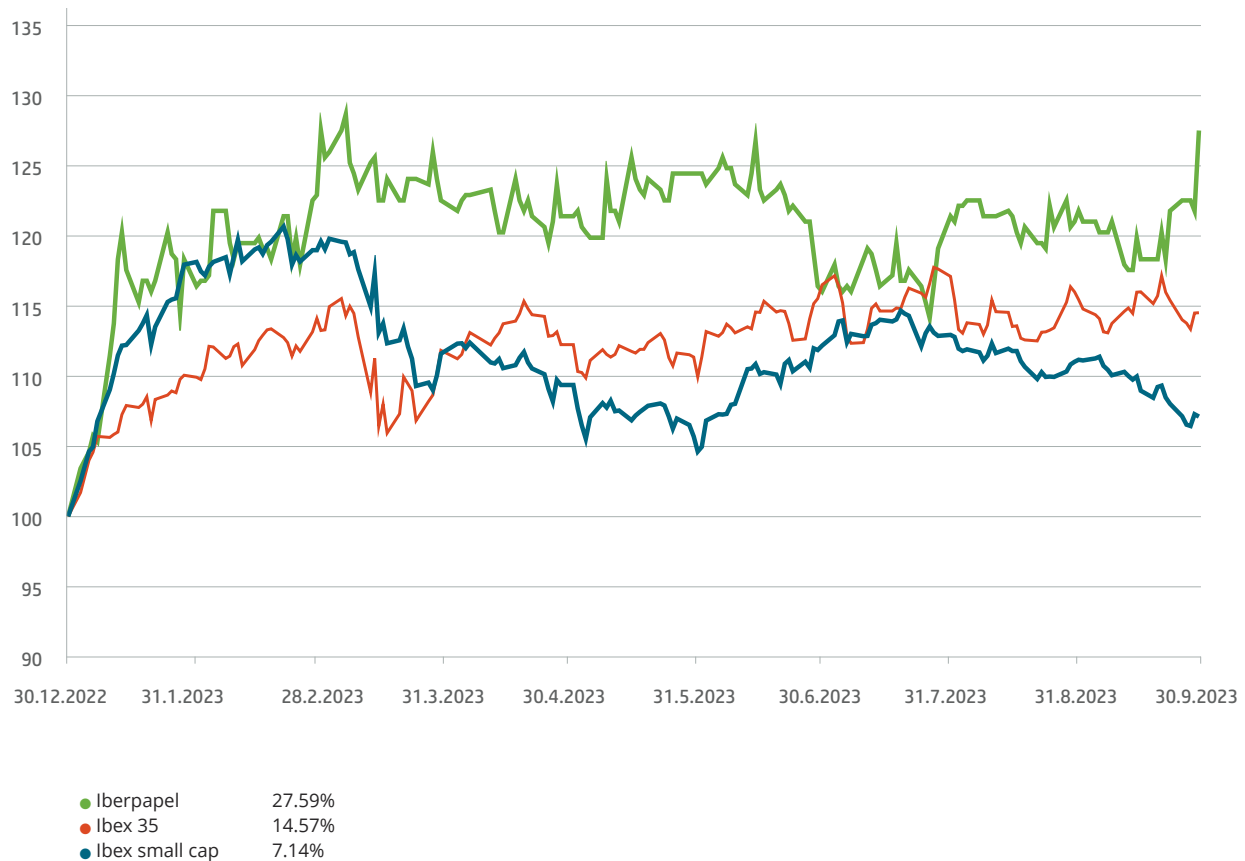
SHARE-RELATED HIGHLIGHTS

	1Q2023	2022	2021	2020	2019
Capital listed (million €)	6.62	6.62	6.62	6.62	6.62
No. of share (x 1000)	11,040	11,040	11,040	11,040	11,040
Capitalisation (million €)	183.81	144.07	198.72	189.89	281.52
Volume traded (thousand shares)	986	1,984	1,394	1,235	1,354
Cash traded (million €)	15.51	29.93	25.70	24.48	36.22
Last Price for the period (€)	16.65	13.05	18.00	17.20	25.50
Maximum price for the period (€)	16.95 (1 Mar)	19.25 (12-Jan)	20.80 (7-Sep)	26.30 (2-Feb)	33.60 (2-Jan)
Minimum price for the period (€)	13.30 (2 Jan)	11.65(11-Nov)	16.50 (12-Feb)	15.50 (5-Nov)	23.80 (18-Nov)

Data: BME and Madrid Stock Exchange (Summary of equity trading)

COMPARATIVE STOCK PERFORMANCE AT 30/09/2023 (BASE 100 AT 31/12/2022)

The Iberpapel Group's share price was €16.65 at the 30 September 2023 close (31/12/2022: €13.05), entailing an increase of 27.59% on the previous year-end. The stock reached a high of €16.95 in March and a low of €13.30 in January.



Period: January-September 2023

PROFIT AND LOSS ACCOUNT (EUR'000)

	30.09.2023	30.09.2022	Chag. %
Revenue	189,888	230,791	(17.72)%
Other income	4,563	10,058	(54.63)%
INCOME	194,451	240,849	(19.26)%
Diff. inventories of finished products & WIP	(6,294)	9,371	(167.16)%
Raw materials and consumables	(73,875)	(78,155)	(5.48)%
Staff costs	(17,060)	(15,518)	9.94%
Other expenses	(70,870)	(140,074)	(49.41)%
EBITDA	26,352	16,473	59.97%
Depreciation/amortisation	(9,645)	(9,729)	(0.86)%
Impairment and profit/(loss) on fixed asset disposals	22,463	(91)	
EBIT	39,170	6,653	488.76%
Net financial income/(expense)	259	587	(55.88)%
Profit before tax	39,429	7,240	444.60%
Taxes	(4,460)	(1,033)	331.75%
NET PROFIT	34,969	6,207	463.38%

Cumulative revenue at 30 September 2023 totalled €189,888 thousand (30/09/2022: €230,791 thousand), having fallen by 17.72%. The most significant items are set out below:

MOST SIGNIFICANT ITEMS (EUR'000)

	30.09.2023	30.09.2022	Chag. %
Paper sales	152,459	191,263	(20.29)%
Electricity sales	26,483	38,211	(30.69)%
Timber sales	10,946	1,317	731.13%
189,888	230,791	(17.72)%	

Paper sales: The decline in paper sales was due essentially to the reduction in physical units sold in relation to the third quarter of 2022. The selling price also fell 2% compared to the same period of the previous year.

Electricity sales: Turnover from "electricity sales" was 30.69% down on the same period of the previous year. This is because the gas cogeneration plant was not operating at full capacity.

Timber sales: The forestry companies made timber sales in Spain and Argentina totalling €10,946 thousand (30/09/2022: €1,317 thousand). This amount includes the sale of forestry assets by the Uruguayan company Los Eucaliptus for €9,862 thousand.

BALANCE (EUR'000)

	30.09.2023	31.12.2022
Non-current assets	191,765	226,685
Current assets	194,132	162,413
TOTAL ASSETS	385,897	389,098
Equity	318,637	287,355
Non-current liabilities	22,741	27,001
Current liabilities	44,519	74,742
TOTAL EQUITY/LIABILITIES	385,897	389,098

BANK LOANS (EUR'000)

	30.09.2023	31.12.2022
Long-term bank borrowings	19,457	23,426
Short-term bank borrowings	6,566	14,357
Total debt	26,023	37,783
(Less: Cash and cash equivalents)	(131,058)	(79,974)
Net debt	(105,035)	(42,191)
Equity	318,637	287,355
Leverage ratio (%)	(32.96)%	(14.68)%

At 30 September 2023, the Group records a net cash surplus of €105,035 thousand (31/12/2022: €42,191 thousand).

MAIN FINANCIAL RATIOS

	2022	2021
PROFIT/(LOSS) (million euro)		
Revenue	295.02	237.23
EBITDA	30.18	21.07
Operating margin (% of revenue)	10.23%	8.88%
EBIT	17.62	7.80
Attributable net profit	15.84	9.29
Net margin (% of sales)	5.37%	3.92%

BALANCE (million euro)

Total assets	389.10	385.84
Equity	287.36	269.65
Net borrowings	(42.19)	(53.12)
Investments	9.01	8.58

FINANCIAL AND MANAGEMENT RATIOS

Net debt/Equity (%)	(14.68)%	(19.70)%
Net debt/EBITDA (%)	(1.40)	(2.52)
Return on equity (%) ⁽¹⁾	10.50%	7.81%
EBITDA return on equity (%) ⁽²⁾	5.51%	3.44%
Working capital ⁽³⁾	87.67	92.58
Liquidity ⁽⁴⁾	2.17	2.21

SHAREHOLDER RETURN (euro gross per share)

Interim dividend	0.25	0.25
Supplementary & definitive dividend	0.15	0.25
Dividend yield (%)	3.07%	2.78%
Pay-out (%)	27.21%	58.41%

THE STOCK

Number of shares	11,039,829	11,039,829
Capitalisation (million euro)	144.07	198.72
Share price at year end (euro)	13.05	18.00
Average share price (euro)	15.09	18.40
Equity per share (euro)	26.03	24.43
Price/Equity per share	0.50	0.74
PER (price-earnings ratio)	8.88	20.93
Earnings per share (euro)	1.47	0.86

OTHER RELEVANT DATA

Number of employees	292	293
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⁽¹⁾ Calculated as gross operating profit divided by equity.

⁽²⁾ Calculated as attributable net profit divided by equity, showing the relationship between economic benefits and the resources necessary to obtain such return.

⁽³⁾ Calculated as the excess of current assets over current liabilities, representing the Company's capacity to maintain its ordinary activities.

⁽⁴⁾ Calculated as the result of dividing current assets by current liabilities, representing the proportion of current liabilities covered by assets whose conversion into cash will take place in approximately the same time frame as the settlement of such liabilities.