Edita Group Plc

Board of Directors’ Report and Financial Statements July 1, 2022–December 31, 2023

Edita Group Plc
P.O. Box 110
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Business ID 0912752-6.

Contents

Report of the Board of Directors for the financial year July 1, 2022–December 31, 2023

Market development

The general economic operating environment for the review period (July 1, 2022–December 31, 2023) began as exceptional. Even though the COVID-19 pandemic, which had affected the general market situation, finally eased, the general market situation was affected by the war in Ukraine that began in February 2022. Towards the end of the financial period, the operating environment has been characterized by rising inflation, followed by an increase in interest rates, as well as a general increase in uncertainty and an increase in the level of risk.

Edita Prima

Challenges with the availability of printing materials, which began in fall 2021, were still visible in the second half of 2022. In Europe, the supply of graphic paper has not covered the demand. The most important factor in this were the significant capacity reductions made by paper manufacturers in recent years. The exceptional market situation led to a sharp increase in the prices of paper materials during 2022. The situation was also significantly exacerbated by the fact that both graphic industry companies and paper wholesalers increased their own stocks to protect themselves from availability challenges and reduce the impact of price increases. The situation stabilized in the first half of 2023 and even led to a clear decline in paper demand in spring 2023, when graphic industry companies and paper wholesalers began to reduce their own stocks.

Edita Legal Information

Legal information services is a market of moderate growth, with the expanding availability of free information challenging paid services. Overall, digitalization is changing the information processing required in different professions and brings the need for continuous learning to all aspects of working life. This poses a major change to established services in the market, but at the same time, it opens up a lot of new development opportunities.

Edita Learning

The market for primary and lower secondary school, upper secondary school and vocational learning does not grow much, but is rather stable. The cyclic demand for learning materials is largely based on curriculum reform cycles. The digitalization of teaching results in a major change trend where conventional printed material is replaced or supplemented with digital content.

Edita Group and changes in Group structure

During the financial year, Edita Group began to comply with the Finnish Accounting Standards (FAS) also in the consolidated financial statements. Previously, the consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS). In this report of the Board of Directors, all figures for the financial year and the comparative period are presented in accordance with FAS standards. As of the financial year beginning on January 1, 2024, the Group and all separate companies will adopt financial years corresponding to the calendar year.

Edita Group consists of three business areas:

- *Edita Prima*, with the operational company Edita Prima Oy
- *Edita Legal Information*, with the operational company Edita Lakitieto Oy
- *Edita Learning*, with the operational company Edita Oppiminen Oy

In addition, the Group includes the parent company Edita Group Plc, which provides administrative services to the subsidiaries. During the comparative period, the Group also included the Nordic Morning business area, which was divested on January 31, 2022.

The Edita Legal Information and Edita Learning business areas were part of Edita Publishing Oy until December 31, 2023. Edita Publishing Oy was partially demerged on December 31, 2023, when the Edita Legal

Information business area remained in Edita Publishing Oy, which was renamed Edita Lakitieto Oy. The Edita Learning business area was transferred to Edita Oppiminen Oy, established during the financial year.

Consolidated net revenue

The Group’s net revenue amounted to EUR 96.9 (120.3) million. Net revenue in Finland amounted to EUR 96.7 (95.1) million. Net revenue in other EU countries amounted to EUR 0.2 (24.7) million and exports outside the EU amounted to EUR 0.1 (0.5) million. Net revenue grew in all business areas. In Edita Prima, new customer contracts and volume growth had the biggest impact on growth, in Edita Legal Information, digital services and individual one-off projects, and in Edita Learning, seasonal fluctuations in business. The Group’s financial year and the comparative period were both 18 months long, but the weighting of the months differed. The seasonal fluctuation in learning materials is related to the start of the school year in August. There were two periods of peak sales in the financial year and one in the comparative period.

Net revenue (EUR 1,000)	1.7.2022-31.12.2023	1.1.2021-30.6.2022	Change
Edita Legal Information	13 866	11 518	20,4 %
Edita Learning	9 589	7 879	21,7 %
Edita Prima	73 589	67 817	8,5 %
Nordic Morning	0	33 121	-100,0 %
Group-internal revenue and other operations	-129	-36	261,3 %
Group	**96 915**	**120 299**	**-19,4 %**

The **Edita Legal Information business area’s** net revenue was EUR 13.9 (11.5) million. Net sales were boosted by growth in digital services and one-off projects.

The **Edita Learning business area’s** net revenue was EUR 9.6 (7.9) million. Net revenue was mainly boosted by seasonal fluctuations in sales. There were two periods of peak sales in the financial year and one in the comparative period.

The **Edita Prima business area’s** net revenue was EUR 73.6 (67.8) million. Net revenue increased thanks to new customers and volume growth.

Consolidated operating result

The consolidated operating profit amounted to EUR 13.6 (2.6) million. The operating profit of the Edita Prima and Edita Legal Information business areas was good and grew from the comparative period. Edita Learning’s operating result was negative, but improved from the comparative period. The capital gain recognized by the parent company Edita Group Plc from the sale of a real estate property had a significant impact on the Group’s operating profit for the financial year.

Operating profit/loss (EUR 1,000)	1.7.2022-31.12.2023	1.1.2021-30.6.2022	Change
Edita Legal Information	3 671	3 110	18,0 %
Edita Learning	-451	-1 224	63,2 %
Edita Prima	5 508	4 502	22,3 %
Nordic Morning	0	534	-100,0 %
Other operations	4 889	-4 349	N/A
Group	**13 617**	**2 573**	**429,3 %**
Operating Profit %	**14,1 %**	**2,1 %**	

Equity ratio and financing

The Group's cash flow from operating activities amounted to EUR 1.7 (-0.1) million. Cash payments of investments amounted to EUR 3.2 (1.5) million. Capital gains amounted to EUR 14.8 (1.2) million. External loans decreased by EUR 3.6 (increased by 0.3) million. The Group's cash and cash equivalents amounted to EUR 9.8 (0.2) million at the end of the financial year. The Group's equity ratio was 49.0 (21.5) percent. The equity ratio increased especially due to the capital gain recorded from the sale of a real estate property.

Group's parent company

The net revenue of the Group's parent company Edita Group Plc amounted to EUR 3.8 (5.6) million and profit for the financial year to EUR 7.0 (-26.0) million. The parent company's balance sheet total amounted to EUR 32.9 (29.5) million.

Investments

The Group's investments amounted to EUR 3.0 (1.4) million. The parent company had no investments in the financial year. In the comparative period the parent company made small investments in tangible fixed assets totaling 45 thousand euros.

Employees

During the financial year, the Group had an average of 177 (298) employees (FTE). The average number of personnel employed by the parent company was 14 (21). The number of employees grew in Edita Learning as it invested in growth in the learning materials business. Due to the divestment of the Nordic Morning business area, the Group's personnel decreased significantly during the financial year. This also affected the number of employees in Other operations, i.e. the number of administrative employees, as the parent company of the Swedish sub-group was divested in connection with the transaction.

The Group's entire personnel worked in Finland during the financial year. In the comparison year, an average of 97 people worked in Sweden and 201 in Finland.

Average number of employees in full-time equivalents	**1.7.2022-31.12.2023**	**1.1.2021-30.6.2022**	**Change**
Edita Legal Information	42	42	0,0 %
Edita Learning	43	40	7,5 %
Edita Prima	78	82	-4,9 %
Nordic Morning	0	107	-100,0 %
Other operations	14	27	-48,1 %
Group	**177**	**298**	**-40,6 %**

Remuneration

The remuneration system for the CEO and the members of the Group management team consists of a fixed monthly salary, ordinary fringe benefits and a performance bonus determined on the basis of annually decided performance-based reward criteria. Edita Group Plc does not have share bonus schemes or share-based remuneration schemes in place.

The Board of Directors of Edita Group Plc decides on the terms of employment of the CEO and the directors reporting directly to the CEO. The Board of Directors annually sets both the targets for the payment of performance bonuses, using the budget and the action plan, and decides on the remuneration of the CEO and the directors reporting to the CEO. With regard to others than the CEO and the members of the management teams of the business areas, the Board of Directors decides on the principles of remuneration.

In the calendar year 2023, there was an incentive scheme for key employees in place, in which the CEO was entitled to a performance bonus of a maximum of 70% of the CEO's annual gross earnings. Other persons covered by the incentive scheme were entitled to a performance bonus of a maximum of 30–50 percent of their annual gross earnings. In the calendar year 2022, there was also an incentive scheme for key employees in place, which did not accrue performance bonuses. Other incentive programs were also in place during the financial year. In total, these programs accumulated approximately EUR 500 thousand of performance bonuses to the CEO, other members of the Group management team and other employees. The retirement age of the parent company's CEO is in accordance with the general legislation.

Risks and risk management

Edita Group's significant risks are related to the development of the general economic situation, structural change in marketing and communication, and business risks. In 2020–2022, there were also significant risks associated with the COVID-19 pandemic and its business impact. Between 2022 and 2023, the general market situation was affected by the war in Ukraine and temporary challenges with the availability of printing materials, and business risks. The Group's risks are regularly assessed as part of the planning and reporting of operations.

The key to business growth is the ability to attract and retain the best talent within the Group. From the point of view of Edita Group's business, this is critical, as the business is strongly linked to personnel. Attracting, maintaining and developing talent is a specific focus area in the Group's strategy.

Maintaining the Group's equity ratio and financial assets at a good level requires improving the profitability of business operations and further improving the efficiency of working capital management.

Liquidity risks are managed through Group-level financing arrangements. They aim to ensure that the Group's companies have sufficient liquid assets at their disposal at all times, despite seasonal business fluctuations. At the end of the financial year, the Group had no overdraft facilities in place.

Sustainability

Edita Group's goal is sustainable business that has a positive impact on society. Stakeholders are at the core of operations. Their trust is important to Edita Group, and Edita wants to create value for them.

Environmental responsibility, corporate social responsibility and good governance form the basis of Edita Group's sustainability. Financial responsibility, growth and profitable business are part of sustainability and a prerequisite for doing sustainable business. Edita Group reports on its sustainability measures as part of its Annual Report.

Edita Group complies with good governance in its operations. It aims to operate honestly, transparently and responsibly in all of its operations. The Group complies with the requirements of the law and is transparent when disclosing information about its business.

The Group's environmental responsibility measures aim to reduce both its own and its customers' environmental impacts by investing in sustainable activities and services. Our production plant carries out systematic and continuous work to develop environmental responsibility. In order to reduce the carbon footprint, the Group has transitioned to electricity produced from renewable energy sources. The Group has reported on the carbon footprint of its operations for more than a decade.

Edita Group is committed to building a growth-oriented organizational culture that provides opportunities for employees to learn and develop their talents, and that enables both inspiring leadership and fair remuneration. The Group's day-to-day work is guided by the Code of Business Ethics, to which the Group's service providers are also expected to commit.

For Edita Group, financial responsibility means striving for profitable business. The Group's goal is reliable and long-term cooperation with stakeholders. Key stakeholders for the Group include the personnel, customers, suppliers of services and goods, financing providers, the public sector in general, and the state owner of the parent company. The Group's internal control and regular risk assessment help to respond to and manage risks. The tax footprint is reported annually as part of financial responsibility.

Board of Directors, CEO and auditors

The Annual General Meeting of October 12, 2022 decided that Jukka Ruuska (Chair), Mervi Airaksinen (Vice Chair), Anne Korkiakoski, Jani Engberg, Sinikka Mustakari, Niko Korte and Anu Kankkunen will continue as members of the Board of Directors of Edita Group Plc. Mervi Airaksinen resigned from the Board of Directors on February 28, 2023.

Since February 1, 2022, Kristiina Kujala has been holding the position of the interim CEO of Edita Group.

The Annual General Meeting elected the auditing firm KPMG Oy Ab as the auditor. Authorized Public Accountant Ari Eskelinen has acted as the principal auditor.

Events after the financial year and outlook for 2024

The Group's parent company Edita Group Plc announced on January 8, 2024 that Edita Group Plc and PostNord Strålfors Oy have unanimously decided to suspend the acquisition of Edita Prima Oy announced on June 13, 2023 and to continue operating as separate companies. The acquisition was conditional on the approval of the Finnish Competition and Consumer Authority. The investigation by the Finnish Competition and Consumer Authority moved to further investigation on November 3, 2023. The reason for the suspension of the transaction was the announcement by the Finnish Competition and Consumer Authority that it would have been unlikely that the transaction could have been carried out without conditions.

The situation in the graphic production market is still challenging for Edita Prima Oy, and the use of printed communications will continue to decrease. Price competition, especially in traditional graphic production, is likely to become even tougher. The Group has prepared for the change by reducing capacity in these product segments. Compared to many of its competitors Edita Prima Oy is in a relatively strong position. A growing share of the company's net revenue comes from continuing long-term customer agreements, especially in transactional printing. The company's technological resources especially in this market segment are quite strong.

More than 90% of Edita Legal Information's net revenue comes from digital services, which gives it a strong position in the changing market. The active development of services will continue.

Edita Oppiminen Oy's first year of operations will be 2024. In the upcoming financial year, the operations will expand into new product areas, with the company publishing the first learning materials for primary schools. Lower secondary school learning materials will also expand into new product areas.

Company shares

The company has one series of shares, and thus there are no differences in voting rights between the shares. One share confers one vote. The Company's shares are not included in the book-entry system. All issued shares are fully paid-up. The number of shares has been 6,000,000 during both the financial year and the comparison year.

Board of Directors' proposal on the use of distributable funds

At the end of the review period, Edita Group Plc's equity was EUR 14,622,898.36. The company's distributable funds amounted to EUR 14,542,898.36, of which the profit for the financial year was EUR 6,970,784.06.

The Board of Directors proposes to the Annual General Meeting that the profit of the parent company for the financial year be transferred to the retained earnings account, and that no dividend be distributed.

There have been no material changes to the Company's financial position after the end of the financial year. The company's liquidity is good.

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CONSOLIDATED KEY INDICATORS OF FINANCIAL PERFORMANCE

EUR 1000 unless otherwise stated	**Jul 1, 2022 - Dec 31, 2023** 18 months	**Jan 1, 2021 - Jun 30, 2022** 18 months	**Jan 1, 2020 - Dec 31, 2020** 18 months
Net revenue	96 915	120 299	73 920
Operating profit/loss	13 617	2 572	-1 928
% of net revenue	14,1 %	2,1 %	-2,6 %
Profit/loss before appropriations and taxes	13 530	2 235	-2 150
% of net revenue	14,0 %	1,9 %	-2,9 %
Profit/loss for the financial year	10 558	1 975	-2 133
% of net revenue	10,9 %	1,6 %	-2,9 %
Profit/loss / share (EPS), EUR	1,76	0,33	-0,36
Return on equity (ROE), %	115,6 %	60,7 %	-80,4 %
Return on capital employed, %	120,5 %	42,1 %	-30,3 %
Equity ratio, %	49,0 %	21,5 %	10,5 %
Gross capital expenditure	3 041	1 400	2 820
% of net revenue	3,1 %	1,2 %	3,8 %
Average number of employees, (full time equivalents)	177	298	372
Balance sheet at the end of the financial year	29 614	18 404	27 201
Equity at the end of the financial year	14 413	3 855	2 655
Equity/share, EUR	2,40	0,64	0,44
Share issue adjusted number of shares of the parent company	6 000 000	6 000 000	6 000 000

Unusual 18 month financial year and comparison year affect the value of key indicators

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FORMULAE FOR CALCULATING KEY INDICATORS

Return on equity (ROE), % =	Profit/loss for the financial year / Equity (average of financial year)*
Return on capital employed, % =	Profit/loss before taxes + interest and other financial expenses / Balance sheet - non-interest-bearing liabilities (average of financial year)*
Equity ratio, % =	Equity / Balance sheet - advance payments received
Profit/loss / share (EPS) =	Profit/loss for the financial year / Share issue adjusted number of shares, average of financial year
Equity/share =	Equity / Number of shares on closing date
Gross capital expenditure	Addition of intangible and tangible fixed assets

* Value at the end of the financial year in period Jan 1, 2020 - Dec 31, 2020

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INCOME STATEMENT	Note	1.7.2022 - 31.12.2023 EUR	1.1.2021 - 30.6.2022 EUR
Net revenue	**2**	**96 914 810,85**	**120 299 301,35**
Change in inventories of finished and unfinished goods (+/-)		-339 378,45	49 478,23
Work performed for company use		1 034,81	442,85
Other operating income	3	11 887 711,19	3 120 580,02
Materials and services	4	51 275 634,85	58 868 594,53
Staff expenses	5	18 378 263,95	35 284 920,24
Depreciation and impairment	6	2 612 352,53	3 281 977,23
Other operating expenses	7	22 580 984,60	23 461 822,33
Operating profit / loss (-)		**13 616 942,47**	**2 572 488,12**
Financial income and expenses	8	-86 519,48	-337 782,74
Profit/loss (-) before appropriations and taxes		**13 530 422,99**	**2 234 705,38**
Direct taxes	10	-2 972 366,34	-259 624,48
Profit / loss (-) for the financial year		**10 558 056,65**	**1 975 080,90**

EDITA GROUP

BALANCE SHEET	Note	31.12.2023	30.06.2022
		EUR	EUR
Assets			
Non-current assets			
Intangible assets	11	3 818 465,90	2 355 211,44
Tangible assets	13	1 212 239,31	5 984 337,97
Investments	14	84,09	84,09
		5 030 789,30	**8 339 633,50**
Current assets			
Inventories	15	2 003 039,49	2 195 317,36
Non-current receivables	16	471 100,16	300 000,00
Current receivables	16	12 279 859,57	7 359 573,25
Current financial assets		0,00	310,00
Cash and cash equivalents		9 828 729,85	209 231,97
		24 582 729,07	**10 064 432,58**
Total assets		**29 613 518,37**	**18 404 066,08**
Equity and liabilities			
Equity	**17**		
Share capital		80 000,00	80 000,00
Invested non-restricted equity fund		7 572 114,30	7 572 114,30
Retained earnings from previous years (+/-)		-3 796 688,15	-5 771 769,05
Profit / loss (-) for the financial year		10 558 056,65	1 975 080,90
		14 413 482,80	**3 855 426,15**
Obligatory provisions	**18**	**652 272,00**	**215 754,15**
Liabilities			
Current liabilities	19	14 547 763,57	14 332 885,78
		14 547 763,57	**14 332 885,78**
Total equity and liabilities		**29 613 518,37**	**18 404 066,08**

EDITA GROUP

CASH FLOW STATEMENT	1.7.2022 - 31.12.2023 EUR	1.1.2021 - 30.6.2022 EUR
Cash flow from operating activities		
Profit/loss (-) before appropriations and taxes	13 530 422,99	2 234 705,38
Adjustments:		
Planned depreciation and impairment	2 612 352,53	3 281 977,23
Unrealized exchange rate gains/losses	-5 737,90	-744 057,16
Other adjustments	307 668,02	912 917,15
Gains on disposal of fixed assets and other investments	-11 047 542,75	-1 637 851,78
Financial income and expenses	86 519,48	337 782,73
Cash flow before change in working capital	5 483 682,37	4 385 473,55
Change in working capital:		
Increase (+) / decrease (-) in non-interest-bearing current receivables	-4 951 034,43	1 170 122,20
Increase (-) / decrease (+) in inventories	192 277,87	-879 357,43
Increase (+) / decrease (-) in non-interest-bearing current liabilities	1 508 835,76	-4 391 230,98
Cash flow from operating activities before financial items and taxes	2 233 761,57	285 007,34
Interest and other financial expenses paid	-174 494,11	-331 838,73
Interest and other financial income received	32 218,21	6 069,93
Direct taxes paid	-413 336,47	-48 233,95
Cash flow from operating activities (A)	**1 678 149,20**	**-88 995,42**
Cash flow from investing activities		
Investments in tangible and intangible fixed assets	-3 222 022,70	-1 530 541,77
Divestment of business operations, net of cash disposed of	0,00	1 186 550,23
Proceeds from sale of tangible fixed assets	14 771 800,00	0,00
Proceeds from sale of other investments	310,00	0,00
Cash flow from investing activities (B)	**11 550 087,30**	**-343 991,54**
Cash flow from financing activities		
Change in current loans	-3 608 738,63	277 351,42
Cash flow from financing activities (C)	**-3 608 738,63**	**277 351,42**
Change in cash and cash equivalents (A+ B + C) increase (+) / decrease (-)	**9 619 497,87**	**-155 635,54**
Cash and cash equivalents at the start of the financial year	209 231,97	282 763,74
Effect of changes in exchange rates	0,00	82 103,78
Cash and cash equivalents at the end of the financial year	**9 828 729,85**	**209 231,97**

EDITA GROUP PLC

INCOME STATEMENT	Note	1.7.2022 - 31.12.2023 EUR	1.1.2021 - 30.6.2022 EUR
NET REVENUE	**2**	**3 774 645,33**	**5 551 446,95**
Other operating income	3	13 404 489,96	3 321 471,26
Staff expenses	4	2 561 809,37	3 893 401,71
Depreciation and impairment		1 036 756,20	1 568 768,65
Other operating expenses	5	8 480 065,72	8 811 839,48
OPERATING PROFIT / LOSS (-)		**5 100 504,00**	**-5 401 091,63**
Financial income and expenses	6	-117 657,85	-26 095 099,76
PROFIT/LOSS (-) BEFORE APPROPRIATIONS AND TAXES		**4 982 846,15**	**-31 496 191,39**
Appropriations	7	4 000 000,00	5 700 000,00
Income taxes	8	-2 012 062,09	-195 230,90
PROFIT/LOSS (-) FOR THE FINANCIAL YEAR		**6 970 784,06**	**-25 991 422,29**

EDITA GROUP PLC

ASSETS	**Note**	**31.12.2023**	**30.6.2022**
		EUR	EUR
NON-CURRENT ASSETS			
Intangible assets	9	652 204,94	1 235 100,21
Tangible assets	10	0,00	4 191 298,18
Investments in Group companies	11	17 704 406,94	17 704 406,94
Total non-current assets		18 356 611,88	23 130 805,33
CURRENT ASSETS			
		300 000,00	300 000,00
Current receivables	12	4 488 953,63	5 984 847,64
Financial securities	13	0,00	102,00
Cash and bank balances		9 785 975,59	72 191,30
Total current assets		14 574 929,22	6 357 140,94
Total assets		**32 931 541,10**	**29 487 946,27**

SHAREHOLDERS' EQUITY AND LIABILITIES	**Note**	**31.12.2023**	**30.6.2022**
SHAREHOLDERS’ EQUITY	14		
Share capital		80 000,00	80 000,00
Invested unrestricted equity reserve		7 572 114,30	7 572 114,30
Profit/loss (-) from previous years brought forward		0,00	25 991 422,29
Profit/loss (-) for the financial year		6 970 784,06	-25 991 422,29
Shareholders’ equity, total		14 622 898,36	7 652 114,30
MANDATORY PROVISIONS	15	652 272,00	214 365,00
LIABILITIES			
Current liabilities	16	17 656 370,74	21 621 466,97
Total liabilities		17 656 370,74	21 621 466,97
Liabilities total		**32 931 541,10**	**29 487 946,27**

EDITA GROUP PLC

CASH FLOW STATEMENT	1.7.2022 - 31.12.2023 EUR	1.1.2021 - 30.6.2022 EUR
Cash flow from operating activities		
Profit/loss (-) before appropriations and taxes	4 982 846,15	-31 496 191,39
Adjustments:		
Planned depreciation and impairment	1 036 756,20	1 568 768,65
Unrealized exchange rate gains/losses	-920,79	4 114,38
Other adjustments	444 500,33	-70 939,67
Gains on disposal of fixed assets and other investments	-11 021 182,75	0,00
Financial income and expenses (+)	117 657,85	26 642 184,86
Change in working capital:		
Increase (+) / decrease (-) in non-interest-bearing current receivables	-206 484,95	354 766,49
Increase (+) / decrease (-) in non-interest-bearing current liabilities	71 877,91	-497 432,86
Interest and other financial expenses paid	-203 967,06	-353 055,08
Interest and other financial income received	83 636,67	54 283,69
Direct taxes paid	-382 782,69	-7 834,24
Cash flow from operating activities (A)	**-5 078 063,13**	**-3 801 335,17**
Cash flow from investing activities		
Investments in shares of subsidiaries	0,00	-808 084,66
Investments in tangible and intangible fixed assets	0,00	-45 193,29
Proceeds from sale of fixed assets	14 758 930,00	1 439 016,00
Cash flow from investing activities (B)	**14 758 930,00**	**585 738,05**
Cash flow from financing activities		
Change in cash pool liability	-2 058 343,95	5 557 383,99
Withdrawals and repayments of other current borrowings	-3 608 738,63	277 351,42
Repayments of other current intercompany loans	0,00	-4 683 960,78
Contributions received from subsidiaries	5 700 000,00	2 100 000,00
Cash flow from financing activities (C)	**32 917,42**	**3 250 774,63**
Change in cash and cash equivalents (A + B + C) (increase + / decrease -)	**9 713 784,29**	**35 177,51**
Cash and cash equivalents at the start of the financial year	72 191,30	37 013,79
Cash and cash equivalents at the end of the financial year	**9 785 975,59**	**72 191,30**

Accounting principles for the financial statements

Basic information

The Group's parent company Edita Group Plc is a Finnish public limited company domiciled in Helsinki. The registered address of the parent company is Hermannin Rantatie 8, FI-00580 Helsinki, Finland. A copy of the consolidated financial statements is available on the Group's website: www.editagroup.com or at the parent company's head office. The Financial Statements of the Group and the parent company are prepared in accordance with the Finnish Accounting Standards (FAS). During the financial year, the Edita Group began to comply with the Finnish Accounting Standards also in the consolidated financial statements. Previously, the consolidated financial statements were prepared in accordance with the International Financial Reporting Standards (IFRS). In these financial statements, all figures for the financial year and the comparative period are presented in accordance with FAS standards.

At the end of the financial year, the Group had three business areas and an administrative unit. The business areas were Edita Legal Information, Edita Learning and Edita Prima. The Group's parent company Edita Group Plc functioned as the administrative unit. The Group previously also included the Nordic Morning business area, which was divested on January 31, 2022.

The Edita Legal Information and Edita Learning business areas were part of Edita Publishing Oy until December 31, 2023. Edita Publishing Oy was partially demerged on December 31, 2023, when the Edita Legal Information business area remained in Edita Publishing Oy, which was renamed to Edita Lakitieto Oy. Edita Legal Information provides advanced legal information services as online services, books and training. The Edita Learning business area was transferred to Edita Oppiminen Oy, established during the financial year. Edita Learning provides learning materials and training in teaching and education to support learning and teaching.

The financial year of all Group companies was 18 months, covering the period from July 1, 2022 to December 31, 2023. The comparative period is January 1, 2021–June 30, 2022. The figures for the financial year and the comparative year are not fully comparable due to seasonal fluctuations in business operations. As of the financial year beginning on January 1, 2024, the Group and all subsidiaries will adopt financial years corresponding to the calendar year.

Scope of the consolidated financial statements and consolidation principles

The consolidated financial statements have been prepared as a combination of the income statements, balance sheets and notes of the parent company and the subsidiaries. The consolidated financial statements include the Group's parent company, Edita Group Plc, and its direct or indirect subsidiaries over which the Group exercises control. The criteria for control are fulfilled when the Group owns more than one-half of votes or otherwise has the ability to decide on the company's finances and business principles to benefit from its operations.

Mutual shareholding has been eliminated according to the acquisition cost method. The difference between the acquisition cost of the subsidiaries and equity at the time of acquisition is presented as consolidated goodwill, which is amortized over five years according to plan.

Companies acquired during the financial year are included in the consolidated financial statements from the date of acquisition or other contractual date, and divested subsidiaries until the cessation of control.

Transactions between Group companies, mutual receivables and liabilities, as well as internal distribution of profits and intra-Group margins are eliminated in preparing the consolidated financial statements.

The income statements of foreign subsidiaries have been converted into euros at the average exchange rate for the financial year and balance sheets at the exchange rate of the closing date. Exchange differences arising from the conversion, as well as translation differences arising from the conversion of equity of foreign subsidiaries, are presented as equity on the balance sheet.

Net revenue

When calculating net revenue, sales income is adjusted with discounts given, indirect taxes and exchange differences related to sales. Revenue from sales is recognized at the time of delivery.

Net revenue according to the degree of completion is recognized on a monthly basis in accordance with the realization of the projects. Revenue recognized according to the degree of completion concerns sold training services. The revenue is recognized on the basis of the actual training days or the use of personnel resources agreed with the customer.

The Group also sells materials from other content providers on its electronic service platforms. In this case, the company recognizes the commission received from the sale.

Net revenue from the sale of annual licenses for online services is allocated over the subscription period.

The net revenue of the parent company mainly includes revenue from the service activities provided by the parent company to the Group companies.

Other operating income

Other operating income includes capital gains from the sale of assets and regular income not related to actual performance sales, such as rental income and personnel and premises expenses charged by the parent company.

Research and development expenses

Research expenses are recognized as annual expenses for the year in which they were incurred. Development expenditure is capitalized in the intangible assets under non-current assets on the balance sheet. Research and development expenses refer to expenses aimed at the development of new goods for sale or the substantial improvement of existing products, as well as the expansion of business. In terms of timing, research and development expenses are mainly paid before the company begins the exploitation of a new product intended to be economical or profitable.

Pension plans

The pension cover of the employees of Edita Group Plc and its subsidiaries is arranged through pension insurance companies.

Inventories

Inventories include materials and supplies, work in progress and finished goods. Inventories are presented at the lowest of acquisition cost using the average price method or replacement cost or likely selling price. In addition to direct costs, a share of indirect costs of procurement and manufacturing is also capitalized in the acquisition cost of work in progress and finished products.

Non-current assets and depreciation and amortization

Intangible and tangible assets are recognized on the balance sheet at their original acquisition cost less planned depreciation and amortization. Development expenses of learning materials are activated in non-current assets when purchases of external work, charges for the use of pictures or texts, or salary expenses of own personnel relate directly to the content production of learning materials. Planned depreciation and amortization is calculated on the basis of the original acquisition values and the estimated economic life. Land is not depreciated. The depreciation periods used are as follows:

Intangible rights	4 years
Development expenses of learning materials	4–5 years
Group goodwill	5 years
Other capitalized expenditure	4–5 years
Buildings and structures	30 years
Machinery and equipment	4–15 years

Investments include investments and loan receivables with an estimated economic life of more than one year.

Any impairment of non-current items is reviewed at the balance sheet date and impairment is recognized as soon as it is justified.

Leasing

Lease payments are treated as rental expenses. Lease payments due in the future based on lease agreements are presented as liabilities in the financial statements.

Financial assets

Cash and cash equivalents include cash, bank accounts, deposits of less than three months and other items equivalent to cash.

Shares and participations in financial assets are measured at the lower of cost and market price.

Organization of financing

The sufficiency of the Group's working capital is arranged by the Cash Pool group account limit agreement between the parent company and the bank. The overdraft facility is EUR 6.3 million. The overdraft facility was not in use on the closing date. Due to its nature, changes in the overdraft facility are presented in the financial statements as part of cash flows from financing activities. In addition, the parent company had undrawn committed credit facilities of EUR 2.0 million on the closing date.

Appropriations

In the separate financial statements of the parent company and its subsidiaries, changes in depreciation differences and group contributions granted and received are recognized in appropriations.

Direct taxes and deferred taxes

The tax corresponding to the profit for the financial year and the tax adjustments for previous financial years are recognized as income taxes in the financial statements of the parent company and subsidiaries.

Deferred tax liabilities and assets arising from accounting and tax timing differences are recorded in the income statements and on the balance sheet in the consolidated financial statements. The balance sheet includes deferred tax liabilities in their entirety and deferred tax assets in the amount of the estimated probable tax benefits. No deferred taxes have been recognized in the accounts of the parent company or subsidiaries.

Obligatory provisions

Obligatory reservations include costs where the amount and/or timing of the expenditure and/or the likelihood of materialization are unclear. The amount recognized as obligatory provisions for the financial year relates to unoccupied leased premises that are not estimated to be fully used for business in the future. The expense corresponding to the provision has been recognized as a rental expense in other operating expenses through profit and loss.

Major events during and after the financial year

The general economic operating environment for the review period (July 1, 2022–December 31, 2023) began as exceptional. Even though the COVID-19 pandemic, which had affected the general market situation, finally eased, the general market situation was affected by the war in Ukraine that began in February 2022 and the significant challenges with the availability of printing materials during the first half of the period under review. Challenges with the availability of printing materials, which began in fall 2021, was still visible in the second half of 2022. In Europe, the supply of graphic paper has not covered the demand. The most important factor in this were the significant capacity reductions made by paper manufacturers in recent years. The exceptional market situation led to a sharp increase in the prices of paper materials during 2022. The situation stabilized in the first half of 2023 and even led to a clear decline in paper demand in spring 2023. Towards the end of the financial period, the operating environment has been characterized by rising inflation, followed by an increase in interest rates, as well as a general increase in uncertainty and an increase in the level of risk.

Digital services grew compared to the comparative period. Net revenue was also increased in some business areas by one-off projects that took place during the review period.

The Edita Legal Information and Edita Learning business areas were part of Edita Publishing Oy until December 31, 2023. Edita Publishing Oy was partially demerged on December 31, 2023, when the Edita Legal Information business area
remained in Edita Publishing Oy, which was renamed Edita Lakitieto Oy. The Edita Learning business area was transferred to Edita Oppiminen Oy, established during the financial year.

On June 13, 2023, Edita Group Plc announced that it would sell the entire share capital of Edita Prima Oy to PostNord Strålfros Oy. The contract of sale between Edita Group Plc and PostNord Strålfros Oy was signed on June 9, 2023. The acquisition was conditional on the approval of the Finnish Competition and Consumer Authority. The investigation by the Finnish Competition and Consumer Authority moved to further investigation on November 3, 2023. Edita Group Plc announced on January 8, 2024 that Edita Group Plc and PostNord Strålfors Oy have unanimously decided to suspend the acquisition of Edita Prima Oy and to continue operating as separate companies.

Edita Group Plc sold its industrial real estate property in Helsinki in June 2023 and recognized a significant capital gain on the transaction, which was recorded in other operating income. Of the Group’s subsidiaries, Edita Prima Oy will continue its production at the property.

EDITA GROUP	Group	Group	Parent company	Parent company
NOTES TO THE FINANCIAL STATEMENTS	**2023**	**2022**	**2023**	**2022**
EUR thousands	18 months	18 months	18 months	18 months

2 Net revenue

By business area				
Edita Legal Information	13 866	11 518	0	0
Edita Learning	9 589	7 879	0	0
Edita Prima	73 589	67 817	0	0
Nordic Morning	0	33 121	0	0
Internal net revenue and other operations	-129	-36	3 775	5 551
	96 915	120 299	3 775	5 551
By market				
Finland	96 683	95 130	3 750	4 749
EU	167	24 670	25	803
Other international operations	64	500	0	0
	96 915	120 299	3 775	5 551

3 Other operating income

Sales gains from non-current assets	11 034	0	11 021	0
Income from sales of business assets	0	1 638	0	0
Lease income	714	1 087	1 467	2 236
Internal intra-Group administrative charges	0	0	861	1 051
Other	140	396	55	35
	11 888	3 121	13 404	3 321

4 Materials and services

Materials and supplies				
Purchases during the financial year	6 578	6 864	0	0
Change in inventories	244	-451	0	0
	6 821	6 413	0	0
Services purchased from external suppliers	44 454	52 455	0	0
	51 276	58 869	0	0

5 Employees

Staff expenses				
Salaries and fees	15 317	27 569	2 247	3 432
Pension and pension insurance contribution expenses	2 570	4 332	273	371
Other indirect personnel expenses	491	3 384	41	90
	18 378	35 285	2 562	3 893
Employees of the Group and the parent company converted into FTE averaged during the financial year				
Edita Legal	42	42	0	0
Edita Learning	43	40	0	0
Edita Prima	78	82	0	0
Nordic Morning	0	107	0	0
Other	14	27	14	21
	177	298	14	21
Employed by the Group during the financial year				
Clerical workers	129	248	14	21
Employees	48	50	0	0
	177	298	14	21
Management salaries and fees				
CEOs	908	1 298	391	220
Board members	347	352	347	352
	1 255	1 650	738	572

The monthly remuneration of the Chair of the Board of Directors of the parent company for the financial period from July 1, 2022 to December 31, 2023 was EUR 3,300 per month, of the Vice Chair EUR 2,300 per month and of the other members of the Board EUR 1,800 per month. In addition, the members of the Board of Directors are paid a meeting fee of EUR 600 per meeting.

Since February 1, 2022, Kristiina Kujala has been holding the position of the interim CEO of the Group.

EDITA GROUP

NOTES TO THE FINANCIAL STATEMENTS EUR thousands	Group 2023 18 months	Group 2022 18 months	Parent company 2023 18 months	Parent company 2022 18 months
6 Depreciation, amortization and impairment				
Depreciation on tangible and intangible assets	2 612	3 228	1 037	1 569
Amortization of Group goodwill	0	54	0	0
	2 612	3 282	1 037	1 569
7 Other operating expenses				
Royalty and subscription commissions	1 462	1 777	0	0
Rental expenses	2 800	3 631	2 339	1 833
Other premises expenses	1 671	1 809	1 262	1 562
Logistics and transport costs	2 466	1 753	8	9
IT and telecommunications	5 659	6 306	1 374	2 049
Marketing and entertainment expenses	1 140	734	20	5
Other operating expenses	7 384	7 452	3 689	3 353
	22 581	23 462	8 694	8 812
Auditor's fees				
Audit fees	81	122	42	50
Tax advice	33	26	23	13
Other fees	123	72	115	72
	237	220	180	134
8 Financial income and expenses				
Other interest income				
From Group companies			0	48
From others	85	6	81	0
	85	6	81	48
Other financial income				
From others	2	38	2	38
Total interest and other financial income	88	44	84	85
Exchange rate gains and losses	-3	-39	-2	112
Impairment of non-current assets				
Loss from sales of subsidiary shares	0	0	0	-25 932
Other items	0	-26	0	-26
	0	-26	0	-25 958
Interest expenses				
To Group companies			-31	-31
To others	-95	-125	-92	-118
	-95	-125	-123	-150
Other financial expenses				
To others	-76	-192	-76	-186
Total interest and other financial expenses	-171	-317	-199	-335
Total financial income and expenses	-87	-338	-118	-26 095
9 Appropriations				
Group contributions received			4 000	5 700
10 Notes concerning income taxes				
Income taxes on operations	-2 755	-289	-1 772	-183
Income taxes on operations for the previous financial year	-305	-2	-240	-12
Change in deferred tax receivables	87	31		
	-2 972	-260	-2 012	-195

EDITA GROUP

NOTES TO THE FINANCIAL STATEMENTS EUR thousands	Group 2023 18 months	Group 2022 18 months	Parent company 2023 18 months	Parent company 2022 18 months
Non-current assets				
11 Intangible assets				
Intangible rights				
Cost, July 1, 2022 and January 1, 2021	2 711	6 133	703	703
+ Increase	113	173	0	0
- Decrease	-959	-3 595	-476	0
Acquisition cost, December 31, 2023 and June 30, 2022	1 865	2 711	226	703
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	2 451	5 763	703	703
- Accumulated depreciation from deduction	-846	-3 703	-476	0
+ Depreciation for the financial year	189	391	0	0
Accumulated depreciation, December 31, 2023 and June 30, 2022	1 793	2 451	226	703
Book value, December 31, 2023 and June 30, 2022	72	260	0	0
Other long-term expenses				
Cost, July 1, 2022 and January 1, 2021	2 622	2 193	2 048	2 048
+ Increase	0	517	0	0
- Decrease	-4	-88	-4	0
Acquisition cost, December 31, 2023 and June 30, 2022	2 618	2 622	2 044	2 048
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	978	344	813	199
- Accumulated depreciation from deduction	-4	-88	-4	0
+ Depreciation for the financial year	777	722	583	614
Accumulated depreciation, December 31, 2023 and June 30, 2022	1 750	978	1 392	813
Book value, December 31, 2023 and June 30, 2022	868	1 644	652	1 235
Development expenses				
Cost, July 1, 2022 and January 1, 2021	150	150	0	0
+ Increase	1 370	0	0	0
- Decrease	-150	0	0	0
Acquisition cost, December 31, 2023 and June 30, 2022	1 370	150	0	0
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	150	117	0	0
- Accumulated depreciation from deduction	-150	0	0	0
+ Depreciation for the financial year	166	32	0	0
+ Impairment	0	0	0	0
Accumulated depreciation, December 31, 2023 and June 30, 2022	166	150	0	0
Book value, December 31, 2023 and June 30, 2022	1 204	0	0	0
Total intangible assets				
Cost, July 1, 2022 and January 1, 2021	5 483	8 476	2 751	2 751
+ Increase	1 483	690	0	0
- Decrease	-1 112	-3 683	-480	0
Acquisition cost, December 31, 2023 and June 30, 2022	5 853	5 483	2 271	2 751
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	3 578	6 224	1 516	901
- Accumulated depreciation from deduction	-1 000	-3 791	-480	0
+ Depreciation for the financial year	1 132	1 145	583	614
Accumulated depreciation, December 31, 2023 and June 30, 2022	3 710	3 578	1 618	1 516
Book value, December 31, 2023 and June 30, 2022	2 143	1 905	652	1 235
Advance payments	1 675	450	0	0
	3 818	2 355	652	1 235
12 Group goodwill				
Cost, July 1, 2022 and January 1, 2021	0	13 426		
+/- Translation difference	0	-167		
- Decrease	0	-13 259		
Acquisition cost, December 31, 2023 and June 30, 2022	0	0		
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	0	13 372		
- Accumulated depreciation from deduction	0	-13 318		
+ Depreciation for the financial year	0	54		
Accumulated depreciation, December 31, 2023 and June 30, 2022	0	0		
Book value, December 31, 2023 and June 30, 2022	0	0		

EDITA GROUP

NOTES TO THE FINANCIAL STATEMENTS EUR thousands	Group 2023 18 months	Group 2022 18 months	Parent company 2023 18 months	Parent company 2022 18 months
13 Tangible assets				
Land				
Cost, July 1, 2022 and January 1, 2021	1 923	1 923	1 923	1 923
- Decrease	-1 923	0	-1 923	0
Acquisition cost, December 31, 2023 and June 30, 2022	0	1 923	0	1 923
Book value, December 31, 2023 and June 30, 2022	0	1 923	0	1 923
Buildings and structures				
Cost, July 1, 2022 and January 1, 2021	16 823	16 781	16 823	16 781
+ Increase	0	42	0	42
- Decrease	-16 823	0	-16 823	0
Acquisition cost, December 31, 2023 and June 30, 2022	0	16 823	0	16 823
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	14 580	13 728	14 580	13 728
- Accumulated depreciation from deduction	-15 011	0	-15 011	0
+ Depreciation for the financial year	431	852	431	852
Accumulated depreciation, December 31, 2023 and June 30, 2022	0	14 580	0	14 580
Book value, December 31, 2023 and June 30, 2022	0	2 243	0	2 243
Machinery and equipment				
Cost, July 1, 2022 and January 1, 2021	25 321	22 473	2 946	2 943
+ Increase	446	829	0	3
- Decrease	-10 094	-1 390	-2 488	0
+/- Other adjustments	0	3 410	0	0
Acquisition cost, December 31, 2023 and June 30, 2022	15 674	25 321	458	2 946
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	23 502	20 247	2 921	2 818
- Accumulated depreciation from deduction	-10 091	-1 385	-2 485	0
+/- Other adjustments	0	3 410	0	0
+ Depreciation for the financial year	1 050	1 231	23	102
Accumulated depreciation, December 31, 2023 and June 30, 2022	14 461	23 502	458	2 921
Book value, December 31, 2023 and June 30, 2022	1 212	1 819	0	26
Total tangible assets				
Cost, July 1, 2022 and January 1, 2021	44 067	41 177	21 692	21 647
+ Increase	446	870	0	45
- Decrease	-28 840	-1 390	-21 234	0
+/- Other adjustments	0	3 410	0	0
Acquisition cost, December 31, 2023 and June 30, 2022	15 674	44 067	458	21 692
Accumulated depreciation and amortization, July 1, 2022 and January 1, 2021	38 083	33 975	17 501	16 547
- Accumulated depreciation from deduction	-25 102	-1 385	-17 496	0
	0	3 410	0	0
+ Depreciation for the financial year	1 481	2 083	454	954
Accumulated depreciation, December 31, 2023 and June 30, 2022	14 461	38 083	458	17 501
Book value, December 31, 2023 and June 30, 2022	1 212	5 984	0	4 191
Advance payments	0	0	0	0
	1 212	5 984	0	4 191
Of the book value on December 31, 2023 and June 30, 2022				
Production machinery and equipment	1 212	1 819	0	26

EDITA GROUP

NOTES TO THE FINANCIAL STATEMENTS EUR thousands	Group 2023 18 months	Group 2022 18 months	Parent company 2023 18 months	Parent company 2022 18 months
14 Investments				
Group company shares, July 1, 2022 and January 1, 2021			17 704	44 267
+ Increase			0	808
- Decrease			0	-27 371
Balance sheet value on December 31, 2023 and June 30, 2022			17 704	17 704
Other shares and participations, July 1, 2022 and January 1, 2021	0	26	0	26
- Impairment	0	-26	0	-26
Balance sheet value on December 31, 2023 and June 30, 2022	0	0	0	0
Group companies	Group's holding, %		Parent company's holding, %	
Edita Prima Oy, Helsinki	100	100	100	100
Edita Lakitieto Oy (formerly Edita Publishing Oy), Helsinki	100	100	100	100
Edita Oppiminen Oy, Helsinki	100		100	

Edita Oppiminen Oy was established during the financial year. Edita Lakitieto OY was partially demerged on December 31, 2023, with some of the assets and debts transferred to Edita Oppiminen Oy.

	Group 2023	Group 2022	Parent company 2023	Parent company 2022
15 Inventories				
Materials and supplies	479	723	0	0
Work in progress	92	221	0	0
Finished products/goods	1 432	1 252	0	0
	2 003	2 195	0	0
16 Receivables				
Other non-current receivables				
Rental deposit account	471	300	300	300
Sales receivables from non-Group companies	10 064	5 713	7	61
Receivables from PoC method projects from customers	4	86	0	0

Uninvoiced receivables corresponding to the degree of completion are recognized in current assets on the balance sheet.
The revenue recognized according to the degree of completion concerns the training services sold.
The revenue is recognized on the basis of the actual training days or the use of personnel resources agreed with the customer.

	Group 2023	Group 2022	Parent company 2023	Parent company 2022
Receivables from Group companies				
Sales receivables			27	11
Group contributions			4 000	5 700
Accrued income			0	7
			4 027	5 719
Other receivables	201	12	146	0
Accrued income from non-Group companies				
Accruals of social security contributions	54	63	3	22
Royalty receivables	198	199	0	0
Tax receivables	0	173	0	2
Accrual of sales	1 217	582	0	0
Accrual of IT expenses	283	219	250	133
Annual rebates	25	5	0	0
Other	102	263	55	48
	1 880	1 505	308	205
Deferred tax assets, July 1, 2022 and January 1, 2021	43	12		
Change in deferred tax receivables	87	31		
Deferred tax assets, December 31, 2023 and June 30, 2022	130	43		
of which due to accrual differences	130	43		
Total receivables	12 751	7 660	4 489	5 985

EDITA GROUP	Group	Group	Parent company	Parent company
NOTES TO THE FINANCIAL STATEMENTS	**2023**	**2022**	**2023**	**2022**
EUR thousands	18 months	18 months	18 months	18 months

17 Equity

Share capital, January 1	80	6 000	80	6 000
Reduction in share capital	0	-5 920	0	-5 920
Share capital, December 31	80	80	80	80
Share premium reserve, July 1, 2022 and January 1, 2021	0	25 870	0	25 870
Change	0	-25 870	0	-25 870
Share premium reserve, December 31, 2023 and June 30, 2022	0	0	0	0
Fund for invested unrestricted equity July 1, 2022 and January 1, 2021	7 572	0	7 572	0
Transfer from restricted equity	0	31 790	0	31 790
Transfer to retained earnings	0	-24 217	0	-24 217
Fund for invested unrestricted equity December 31, 2023 and 30.6.2022	7 572	7 572	7 572	7 572
Retained earnings, January 1	-3 797	-29 989	0	1 774
Transfer from fund for invested unrestricted equity	0	24 217	0	24 217
Retained earnings, December 31	-3 797	-5 772	0	25 991
Profit/loss (-) for the financial period	10 558	1 975	6 971	-25 991
Total equity	14 413	3 855	14 623	7 652
Calculation of distributable funds at December 31				
Retained earnings	-3 797	-5 772	0	25 991
Profit/loss (-) for the financial period	10 558	1 975	6 971	-25 991
Fund for invested unrestricted equity	7 572	7 572	7 572	7 572
Capitalized development expenses	-1 204	0	0	0
	13 130	3 775	14 543	7 572

On December 31, 2023, the parent company had EUR 14,542,898.36 in distributable funds.

18 Obligatory provisions

Restructuring provisions	0	1	0	0
Contractual provisions	652	214	652	214
	652	216	652	214

The mandatory provision for the financial year relates to unoccupied leased premises that are not estimated to be fully used in business in the future. The expense corresponding to the provision has been recognized as a rental expense in other operating expenses through profit and loss.

19 Current liabilities

Loans from financial institutions	0	3 609	0	3 609
Advances received	62	203	0	0
Trade payables to non-Group companies	3 866	3 064	437	222
	3 928	6 876	437	3 831
Advances received from PoC method projects from customers	149	241	0	0

Uninvoiced receivables corresponding to the degree of completion are recognized in current assets on the balance sheet. The revenue recognized according to the degree of completion concerns the training services sold. The revenue is recognized on the basis of the actual training days or the use of personnel resources agreed with the customer.

Liabilities to Group companies				
Group account liabilities			14 643	16 702
Accrued expenses			0	25
			14 643	16 727
Other current liabilities	2 299	1 437	33	171
Accrued expenses to non-Group companies				
Salaries and fees, including indirect personnel expenses	2 851	2 072	699	365
Taxes	2 599	120	1 701	71
Accrual of sales	2 227	2 304	0	0
Other	495	1 282	144	457
	8 172	5 779	2 544	893

EDITA GROUP

NOTES TO THE FINANCIAL STATEMENTS EUR thousands	Group 2023 18 months	Group 2022 18 months	Parent company 2023 18 months	Parent company 2022 18 months
Total current liabilities	14 548	14 333	17 656	21 621
Interest-bearing liabilities				
Current	0	3 609	14 643	20 310
Non-interest-bearing liabilities				
Non-current	0	1	0	0
Current	14 548	10 723	3 013	1 311
	14 548	10 724	3 013	1 311

20 Related party transactions

There have been no unusual transactions with related parties.

21 Contingent liabilities and other commitments

	Group 2023	Group 2022	Parent company 2023	Parent company 2022
Amounts to be paid for leasing contracts				
Payable in the next financial year	180	173	27	33
Payable later	190	155	25	29
	370	327	52	62
Rental deposits	471	300	300	300
Amounts to be paid for leases				
Payable in the next financial year	1 964	1 853	1 036	967
Payable later	6 295	4 353	3 107	4 353
	8 260	6 206	4 142	5 320

Signatures to the financial statements and Board of Directors' report

Helsinki, February 26th, 2024

Jukka Ruuska
Chair

Sinikka Mustakari
Board member

Anne Korkiakoski
Board member

Anu Kankkunen
Board member

Jani Engberg
Board member

Niko Korte
Board member

Kristiina Kujala
acting CEO

Auditor's statement

A report on the audit has been submitted on this date.

Helsinki, February 26th, 2024

KPMG Oy Ab
Authorized Public Accountants

Ari Eskelinen
Authorized Public Accountant (KHT)