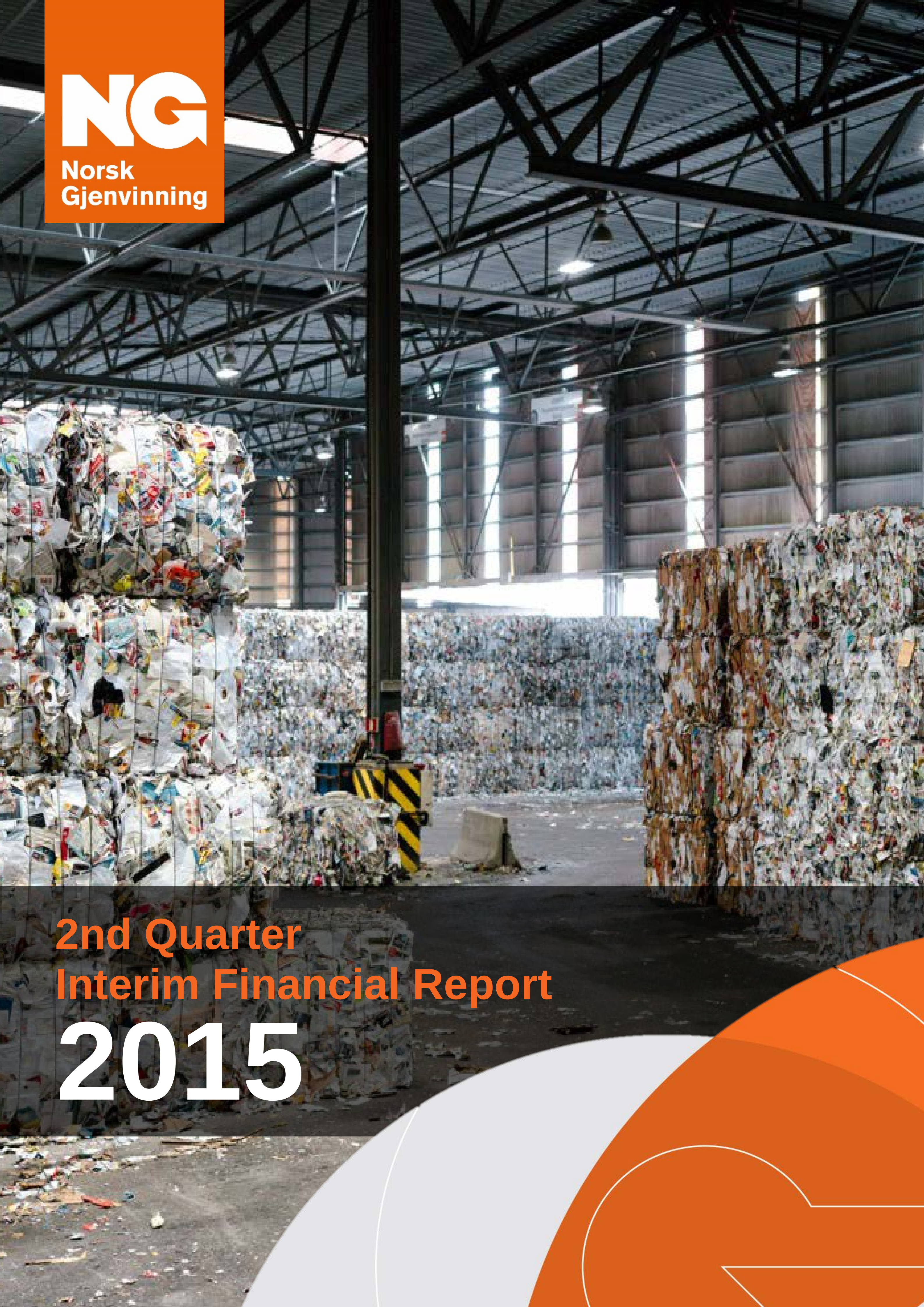

2nd Quarter Interim Financial Report 2015

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DISCLAIMER

VV Holding AS is providing the following consolidated financial results for Q2 2015 to holders of its NOK 2,325,000,000 Senior Secured Floating Rate Notes due 2019.

This report is for information purposes only and does not constitute an offer to sell or the solicitation of an offer to buy the notes or any other security.

This report includes forward-looking statements which are based on our current expectations and projections about future events. All statements other than statements of historical facts included in this notice, including statements regarding our future financial position, risks and uncertainties related to our business, strategy, capital expenditures, projected costs and our plans and objectives for future operations, including our plans for future costs savings and synergies may be deemed to be forward-looking statements.

Words such as “believe,” “expect,” “anticipate,” “may,” “assume,” “plan,” “intend,” “will,” “should,” “estimate,” “risk” and similar expressions or the negatives of these expressions are intended to identify forward-looking statements. By their nature, forward-looking statements involve known and unknown risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. Forward-looking statements are not guarantees of future performance.

You should not place undue reliance on these forward-looking statements. In addition any forward-looking statements are made only as of the date of this notice, and we do not intend and do not assume any obligation to update any statements set forth in this notice.

PRESENTATION OF THE GROUP

The Norsk Gjenvinning Group is Norway's leading recycling company offering a wide range of sustainable waste management services and providing secondary raw materials.

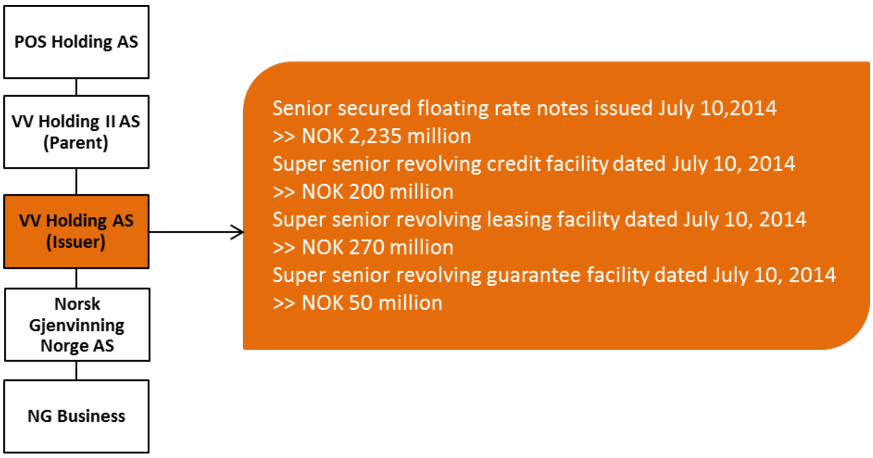
Norsk Gjenvinning is present in two markets; upstream and downstream;

- In the upstream market, Norsk Gjenvinning provides waste management services to local businesses, the municipal sector and private households in Norway, Sweden, Denmark and the United Kingdom
- The downstream markets consist of production/pre-treatment and sales of (i) secondary raw materials, such as recovered paper, plastic and metals to commodity producers in Scandinavia, Europe and Asia and (ii) fuels to waste-to-energy customers in Norway and Sweden

The Group's vision is to turn waste into the resources needed for the future - supporting the circular economy. The Group's mission is to work tirelessly to become the most influential recycling company in the Nordic region. Four key values constitute the base of this effort. These four are team spirit, responsibility, proactivity and salesmanship.

The Group has approximately 1,350 employees, 40,000 customers and handles 1.8 million tonnes of waste per year – 45% of which goes to material recycling, 40% to energy recycling and 15% to landfill and other.

The following illustrates the Group Structure:



The Group's businesses consist of the following divisions:

- **Division Recycling:** Operations include collection, sorting and treatment/recycling of mixed industrial waste, paper, plastics, wood chips and other non-hazardous waste fractions, and operation of municipal recycling stations
- **Division Metal:** Operations include collection, sorting and treatment/recycling of all kinds of ferrous and non-ferrous metals, including vehicles, cables, and electrical waste
- **Division Industry & Offshore:** Operations include (i) Collection and treatment of hazardous waste, (ii) Industrial services, including tank cleaning, plant maintenance stops, cleaning of sand traps and oil separators, pipe inspection and high pressure suction, and (iii) Emergency services (oil spills, etc.)
- **Division Downstream:** Operations consist of downstream sales of processed waste and trading
- **Other Business areas:** Operations include (i) Collection of household waste on behalf of Norwegian and Swedish municipalities, (ii) Secure handling and destruction of documents, (iii) Development and operation of Landfill projects for low level contaminated soil, (iv) Demolition and restoration of buildings and (v) all other businesses

Norsk Gjenvinning Norge AS (formerly Veolia Miljø AS) is owned by VV Holding AS, and POS Holding AS as the ultimate parent. POS Holding AS is controlled by Altor Fund III.

In this report, the Norsk Gjenvinning business has been consolidated at the VV Holding level. Consolidation of financial statements at this level, with compiled comparative figures for 2013, has only been performed since Q3 2014.

Consolidated companies:

VV Holding AS (Issuer)
Norsk Gjenvinning Norge AS 100%
Norsk Gjenvinning AS 100%
Norsk Gjenvinning Downstream AS 100%
Norsk Gjenvinning Fellestjenester AS 100%
Norsk Gjenvinning Industri AS 100%
Norsk Gjenvinning Metall AS 100%
Norsk Gjenvinning Miljøeiendommer AS 100%
Norsk Gjenvinning Miljøprosjekt AS 100%
Norsk Gjenvinning Offshore AS 100%
Norsk Gjenvinning Plast 100%
Norsk Gjenvinning Renovasjon AS 100%
Norsk Makulering AS 100%
Nordisk Genanvendelse AS (DK) 100%
Nordisk Återvinning Holding AB (SE) 100%
Nordisk Återvinning Service AB (SE) 100%
NG Startup V AS 100%
NG Startup VI AS 100%
NG Vekst AS 100%
Eivind Koch Rørinspeksjon AS 100%
Humlekjær og Ødegaard AS 100%
Hurum Energigjenvinning AS 100%
IBKA A/S (DK) 100%
IBKA AB (SE) 100%
IBKA UK Ltd (UK) 100%
Løvås Transportfirma AS 100%
Metall & Gjenvinning AS 100%
Metodika Gjenvinning AS 100%
R3 Entrepenør AS 100%
Tomwil Miljø AS 100%
Wilhelmsen Containerservice AS 100 %
Ødegaard Gjenvinning AS 100%

Ownership <100%
R3 Entreprenør Holding AS 77.5% (former Rivningsspesialisten AS)
R3 Entreprenør AS 77.5% (former Norsk Gjenvinning Entreprenør AS)
13 Byggentreprenør AS 65.9%
13-Gruppen AS 77.5%
Østfold Gjenvinning AS 66%
iSekk AS 55%

If not explicitly mentioned otherwise, the financial information contained in this report relates to the unaudited financial information on a consolidated basis at the Issuer level for the three and six months ended June 30, 2015 and June 30, 2014 respectively.

COMMENTS BY THE CEO

Our main focus in 2015 is to reduce costs and continue our quest to strengthen compliance - both in our own company and in the industry as a whole. On both counts significant progress was achieved in Q2.

HIGHLIGHTS 2Q 2015

- An increase in operating revenue of 2.9% compared to Q2 2014
- 2.4% increase in waste volumes compared to Q2 2014
- Increase in gross margins by 1.1 percentage points compared to Q2 2014
- Adjusted EBITDA of NOK 108 million
- NG200 cost initiatives being implemented according to plan

I'm pleased to announce satisfactory results for Q2 despite challenging upstream and downstream markets. Overall, sales volumes from Division Recycling and Division Metal increased by 17.1 thousand tons year over year, from 720,722 tons in 2014 to 737,834 tons in 2015. Group operating revenues increased by 2.9% for the quarter, 3.2% YTD to NOK 2,069.5 million. Growth in volumes in Q2 was not as strong as in Q1. With the exception of customers in the Oil and Offshore sector and certain industrial sectors in south-east of Norway, we still experience an increase in activity from most of our other customer groups. The shift in volumes from high margin fractions to low margin fractions that started in Q2/Q3 of last year has continued in 2015, however the impact on margins was much lower in Q2 than in Q1. Furthermore, incineration gate fees were slightly higher than a year earlier due to lower demand in lieu of a mild winter and pressure is still on the upside. In spite of this, we managed to increase our gross margin for the quarter by 1.1% through system improvements, focus on increased quality of finished products, better pricing, more efficient freight solutions to downstream customers and increased sales of ancillary services.

Higher gross margins led to an increase in year over year Q2 EBITDA by NOK 30.0 million, NOK 19.6 million adjusted. We booked NOK 3.5 million in NG200 implementation costs in Q2, which was lower than what we had previously announced.

Overall, we are pleased with the progress we have made this quarter as we have continued implementation of our cost cutting measures with full force. We are determined to continue our aggressive drive to cut costs, combined with efforts to maintain and improve gross margins in challenging market conditions. This will be our major focus in the remainder of 2015 and 2016.

Erik Osmundsen
CEO

KEY FINANCIAL FIGURES

(NOK'000)	**Q2 2014**	**Q2 2015**	**Variance**	**YTD Q2 2014**	**YTD Q2 2015**	**Variance**
Operating revenue	1 039 005	1 068 739	29 734	2 006 117	2 069 518	63 401
Gross profit	529 233	556 400	27 167	1 031 724	1 057 995	26 271
Gross margin	*50.9 %*	*52.1 %*	*1.1 %*	*51.4 %*	*51.1 %*	*(0.3%)*
EBITDA (1)	79 734	109 687	29 953	161 362	179 447	18 085
EBITDA margin	*7.7 %*	*10.3 %*	*2.6 %*	*8.0 %*	*8.7 %*	*0.6 %*
Adjusted EBITDA (2)	88 445	108 007	19 562	172 801	177 767	4 966
Adjusted EBITDA margin	*8.5 %*	*10.1 %*	*1.6 %*	*8.6 %*	*8.6 %*	*0.0 %*
Net cash flow from operating activities				62 432	82 874	20 442
Capital expenditures				(97 941)	(75 567)	22 374
Net interest bearing debt (3)				2 323 009	2 398 701	59 692
Total assets				3 493 834	3 527 955	(54 059)

Consolidated unaudited figures.

(1) EBITDA represents operating results before depreciation and amortization, adjusted for changes in accounting principles.
(2) Adjusted EBITDA represents EBITDA as adjusted for certain non-recurring and/or non-cash costs. Adjusted EBITDA is presented because it may be a relevant measure for assessing underlying performance for a given period. This measure is not a defined financial indicator under IFRS.
(3) Net interest bearing debt includes a shareholder loan from the parent in the amount of NOK 131 million as of June 30, 2015 (including accrued interest). The shareholder loan is subordinated to all secured senior obligations.

RESULTS OF OPERATIONS

Operating revenue increased by NOK 29.7 million or 2.9% from NOK 1,039.0 in Q2 2014 to NOK 1,068.7 million in Q2 2015. This was primarily due to higher volumes in the recycling and metals divisions, higher commodity prices for ferrous and non-ferrous fractions and the acquisition of 13 Gruppen in Q4 2014. Division Industry & Offshore was the only division that experienced a drop in revenues. Lower activity in the offshore sector in south-west Norway, lower activity in the industrial services sector in south-east Norway and fewer large cleanup/maintenance projects than in the same period last year resulted in a significant drop in operating revenue of 9.8%.

Gross profit increased by NOK 27.2 million, or 5.1% from 529.2 in Q2 2014 to NOK 556.4 million in Q2 2015. This increase was primarily due to an increase in gross margins from 50.9% to 52.1%, which was achieved through system tweaks, focus on increased quality of finished products, better pricing, more efficient freight solutions to downstream customers and increased sales of ancillary solutions. The downward pressure on gross margins that we experienced in Q1 due to a shift in the product mix to lower margin waste fractions began to wane in Q2.

Adjusted EBITDA increased by NOK 19.6 million or 22.1% from NOK 88.4 million in Q2 2014 to NOK 108 million in Q2 2015. EBITDA improvements were driven by increased gross profit and cost reductions from the NG200 program. During the quarter we managed to find alternative employment for some of our redundant employees. This lead to lower severance payments than expected, bringing NG200 implementation costs down to NOK 3.5 million during the quarter – lower than previously announced.

The following table reconciles EBITDA to adjusted EBITDA for the periods indicated:

(NOK'000)	**YTD 2015 Consolidated unaudited**	**YTD 2014 Consolidated unaudited**
EBITDA	**179 447**	**161 362**
Restructuring costs (1)		6 454
Gains and losses from sale of assets	(1 680)	(788)
Lawsuit against former employee (2)		3 249
Costs related to dispute with Scomi (3)		2 524
Adjusted EBITDA	**177 767**	**172 801**

(1) Restructuring costs in 2014 include severance payments and costs for discontinuing operations.
(2) After first winning in District Court (Salten Tingrett), the Court of Appeal (Hålogaland Lagmannsrett) ordered Norsk Gjenvinning Metall AS to pay NOK 3.2 million in severance and legal costs for unlawful dismissal to Arnold Midthun, former CEO of Metall og Gjenvinning AS.
(3) Incured costs related to arbitral proceedings in dispute between Norsk Gjenvinning Offshore AS (NGO) and Scomi Oiltools Europe Ltd (Scomi). NGO and Scomi were parties to a contract which was terminated in February 2012. Following the termination of that contract, NGO raised arbitration proceedings against Scomi in June 2012. In March 2014, the arbitral tribunal found in favour of NGO and ordered Scomi to pay to NGO the sum of NOK 56.6 million plus legal costs and the tribunal's costs. NGO is contesting potentially challengable transactions conducted by Scomi in the period from May 2012 to June 2014 in an attempt to recover as much as possible of the claim. NOK 11 million of the claim is recognized per June 30, 2015

The adjustments reconciling EBITDA and adjusted EBITDA represent an illustration of how underlying operational EBITDA has been affected by, what the company perceives to be one-time items.

CAPITAL EXPENDITURES

Capital expenditures decreased by NOK 22.4 million, or 22.8%, from NOK 97.9 million in H1 2014 to NOK 75.6 million in H1 2015. NOK 5 million were growth capital investments in new collection vehicles in Division Household collection. Capital expenditures are according to plan.

CASH FLOW

Cash from operating activities YTD 2015 showed an inflow of NOK 82.9 million, which was NOK 20.4 million higher than in the same period of last year. During the period, there was a negative cash effect from net working capital, due to the seasonal increase in trade receivables and decrease in trade payables.

Cash outflow from investing activities was NOK 73.6 million compared to NOK 95.6 million last year.

Cash outflow from financing activities was NOK 90.9 million compared to NOK 23.1 million last year. The increase was due to increased interest payments and a decrease in net new borrowings. During the first 6 months of 2014 the Group's net new borrowings were NOK 40 million, while the Group repaid debt worth NOK 5.7 million during the same period of 2015.

Cash and cash equivalents decreased by NOK 81.6 million YTD 2015 from NOK 161.1 million per December 31, 2014 to NOK 79.5 million as of June 30, 2015. This is a normal seasonal pattern.

(NOK'000)	**YTD 2015 Consolidated, unaudited**
Net cash flow from operating activities	82 874
Net cash flow from investing activities	(73 567)
Net cash flow from financing activities	(90 907)
Net change in cash and cash equivalents for the period	**(81 601)**
Cash and cash equivalents at the beginning of the period	161 068
Cash and cash equivalents at the end of the period	**79 467**

FINANCIAL POSITION

NET INTEREST BEARING LIABILITIES

Net interest bearing debt of the Issuer and its subsidiaries, on a consolidated basis was NOK 2,398.7 million as of June 30, 2015, compared to NOK 2,309.1 as of December 31, 2014. Interest bearing debt has increased YTD due to a seasonal increase in working capital.

NOK 1,900 million of the interest bearing debt was swapped from floating to fixed interest rate as of June 30, 2015. The swap agreement decreased to NOK 1,400 million in July 2015 and will remain at that level until maturity of the bond.

CAPITALISATION

The following table sets forth the cash and cash equivalents and capitalization of the Issuer and its subsidiaries, on a consolidated basis.

(NOK '000)	**As of June 30, 2015**	**As of December 31, 2014**
Cash and cash equivalents	**79 467**	**161 068**
Indebtedness:		
Revolving credit facility (1)	496	483
Leasing facility (2)	67 559	64 162
NOK Senior secured notes (3)	2 275 256	2 270 452
Senior bank debt	3 901	9 575
Total third-party indebtedness	**2 347 212**	**2 344 672**
Shareholder loan	130 956	125 474
Total equity	204 782	220 617
Total capitalisation	**2 762 417**	**2 851 831**

(1) The Issuer has entered into a new Revolving Credit Facility Agreement on July 10, 2014 to provide for a Revolving Credit Facility in the amount of NOK 200.0 million to finance or refinance the general corporate and ongoing working capital needs of the Group. As of June 30, 2015, the Revolving Credit Facility is undrawn. Accrued, unpaid interest amounted to NOK 0.5 million.

(2) The Issuer has entered into a new Leasing Facility Agreement on July 10, 2014 in the amount of NOK 270.0 million to finance the needs of the Group and for investments in collection vehicles in Division Household collection. As of June 30, 2015, the Leasing facility is drawn by NOK 67.6 million.

(3) On July 10, 2014 the Issuer conducted a successful placement of a senior secured floating rate note in the amount of NOK 2,235.0 million. As of June 30, 2015 the total amount outstanding, including accrued unpaid interest and unpaid amounts on interest rate swaps are NOK 2,275.3 million. The issuer may, provided that an incurrence test is met, at one or more occasions issue additional bonds under the existing bond agreement up to the amount of NOK 500 million.

OPERATING AND FINANCIAL REVIEW

DIVISION RECYCLING

(NOK'000)	Q2 2014	Q2 2015	Variance	FY 2014	FY 2015	Variance
Total revenues	496 971	505 389	8 419	950 188	961 863	11 675
Adjusted EBITDA before internal charges	54 707	53 995	(712)	102 950	75 096	(27 854)
Adjusted EBITDA margin (before internal charges)	*11.0 %*	*10.7 %*	*(0.3 %)*	*10.8 %*	*7.8 %*	*(3.0 %)*

	FY 2014	FY 2015	Variance
Collection assignments	1 650 610	1 682 629	1.9%
Total waste treated (tons)	568 075	582 990	2.6%

Total operating revenues in Division Recycling increased by NOK 8.4 million, or 1.7%, from NOK 497.0 in Q2 2014 to NOK 505.4 million in Q2 2015. Year to date total operating revenues increased by NOK 11.7 million, or 1.2%, from NOK 950.2 in 2014 to NOK 961.9 million in 2015. The increase is primarily due to increased waste volumes and collection assignments. Adjusted EBITDA before internal charges fell by NOK 0.7 million, or 1.3%, from NOK 54.7 million in Q2 2014 to NOK 54.0 million in Q2 2015. The reduction in EBITDA was due to internal restructuring, where selected staff functions where moved from HQ to the Division, a change in product mix to lower margin volumes (a shift that started in Q2 of 2014 and has continued in 2015, but with lower effect in Q2 compared to Q1). The negative effects from NG200 implementation costs are reduced by NG200 measures coming into effect.

From January 2015, paper sales to Europe and sales of plastics are managed by Division Downstream and recognized as internal revenue in Division Recycling.

DIVISION METAL

(NOK'000)	Q2 2014	Q2 2015	Variance	FY 2014	FY 2015	Variance
Total revenues	204 879	220 610	15 731	416 727	448 134	31 407
Adjusted EBITDA before internal charges	12 652	29 119	16 467	38 034	63 571	25 536
Adjusted EBITDA margin (before internal charges)	*6.2 %*	*13.2 %*	*7.0 %*	*9.1 %*	*14.2 %*	*5.1 %*

	FY 2014	FY 2015	Variance
Ferrous volumes (tons)	98 771	102 577	3.9 %
Non-ferrous volumes (tons)	16 295	16 426	0.9 %
Others	37 581	35 841	(4.6 %)

Total operating revenues in Division Metal increased by NOK 15.7 million, or 7.7%, from NOK 204.9 in Q2 2014 to NOK 220.6 million in Q2 2015. Year to date total operating revenues increased by NOK 31.4 million, or 7.5%, from NOK 416.7 in 2014 to NOK 448.1 million in 2015. This was mainly due to price increases for both ferrous and non-ferrous fractions following increases in LME-prices. Volumes are stable and slightly higher than 2014.

Adjusted EBITDA has increased by NOK 25,5 million, or 67.1% from NOK 38 million YTD 2014 to NOK 63.6 million YTD 2015. This is due to lower operating costs, and increased gross margins from new downstream solutions especially on the ferrous fractions. During Q2 we discontinued shredder operations in Orkanger and moved volumes to the new shredder in Øra. Orkanger will in the future serve as a logistic hub for the middle and northern region of Norway. From there, volumes will be transported to Øra. This will contribute to a further reduction in operating costs in H2 2015.

DIVISION INDUSTRY & OFFSHORE

(NOK'000)	**Q2 2014**	**Q2 2015**	**Variance**	**FY 2014**	**FY 2015**	**Variance**
Total revenues	179 055	161 440	(17 616)	342 946	295 910	(47 036)
Adjusted EBITDA before internal charges	25 962	24 881	(1 081)	43 395	34 299	(9 096)
Adjusted EBITDA margin (before internal charges)	*14.5 %*	*15.4 %*	*0.9 %*	*12.7 %*	*11.6 %*	*(1.1 %)*

Total operating revenues in Division Industry & Offshore experienced a decrease in Q2 2015 compared to Q2 2014 by NOK 17.6 million, down from NOK 179,1 million to NOK 161,4 million. Year to date total operating revenues fell by NOK 47.0 million, or 13.7%, from NOK 342.9 in 2014 to NOK 295.9 million in 2015.The decrease was due to lower activity in the offshore sector on the south-west coast of Norway, and in the Industrial Services segment in the south-east of Norway. Furthermore, the site in Fredrikstad was shut down in December 2014 and its' business discontinued.

Adjusted EBITDA before internal charges fell by NOK 1,1 million from Q2 2014 to Q2 2015, partly as a consequence of lost revenue. However the EBITDA margin increased from 14,5% to 15,4% as an effect of the NG200 cost saving initiatives. Adjusted EBITDA YTD has decreased by NOK 9.1 million, or 21.0% from NOK 43.4 million in 2014 to NOK 34.3 million in 2015. Q1 was effected by NOK 7 million in lower oil sales and NOK 6 million in extra clean-up costs at Mongstad, Adjusted for special items, 6 month EBITDA was up compared to 2014.

DIVISION HOUSEHOLD COLLECTION

(NOK'000)	**Q2 2014**	**Q2 2015**	**Variance**	**FY 2014**	**FY 2015**	**Variance**
Total revenues	84 436	88 609	4 172	162 256	171 298	9 042
Adjusted EBITDA before internal charges	12 109	12 950	841	23 394	22 317	(1 077)
Adjusted EBITDA margin (before internal charges)	*14.3 %*	*14.6 %*	*0.3 %*	*14.4 %*	*13.0 %*	*(1.4 %)*

The Household Collection Division has had an increase in operating revenues of NOK 4.2 million or 4.9% comparing Q2 2015 with Q2 2014. YTD, the increase in operating revenues is NOK 9.0 million or 5.6%. The increase in revenues relates to higher activity due to the start-up of new contracts and index adjustments of existing contracts. The growth in operating revenues in Q2 is partly offset by increased costs. Adjusted EBITDA and the adjusted EBITDA margin increased in Q2 2015 compared to Q2 2014.

In 2015 the Household Collection Division has been awarded new contracts by the municipal companies ROAF, Follo Ren IKS, Renovasjon i Grenland IKS (RIG) and Hässleholm (Sweden). The Division was not awarded any contracts in the Oslo tender. The Division is currently operating two out of four areas in Oslo and will continue operating these contracts until expiry in September 2016.

MARKET CONDITIONS

The inventory price risk is related to paper and metals that are discovered in the sorting process of waste (it is not possible to predict these volumes) and the estimation of throughput timing. Inventory positions on Aluminium, Copper and Nickel are being hedged.

DEVELOPMENT IN METAL PRICES

ALUMINIUM

Aluminium prices remained volatile but the overall trend is on the downside. Prices spiked higher in April-May, but collapsed in May to set fresh lows for the year. The weakness continued into June. The rapid drop in physical and warrant premiums sent buyers into destocking mode, which meant also a reduction of scrap prices with up to 5% for some qualities.

LME Aluminium - 2015

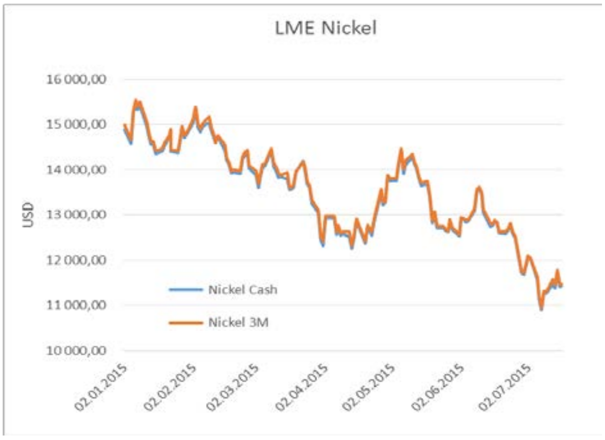
COPPER

Copper prices traded in a downward channel. They bounced to $6,481 in early May but then again have trended lower over Greek and, particularly, Chinese consumer confidence worries. The forecast supply surplus is not too large and there have been production disruptions - the latest is in Zambia due to power rationing.

NICKEL

Nickel prices spent most of the second quarter oscillating sideways and above the April low of $12,146 per ton. In late June, nickel spiked lower to $10,795 before rebounding to $12,000 and subsequently falling prey to the aftermath of the Chinese equities debacle. Production issues continue to dominate the market.

LME Copper - 2015



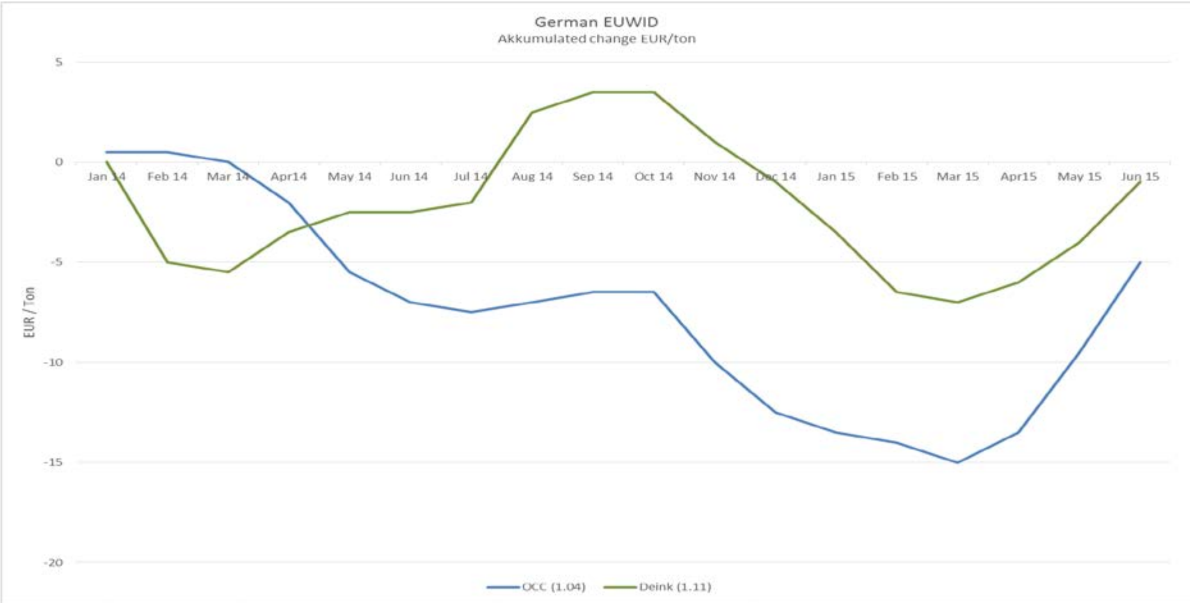
LME Nickel - 2015

IRON ORE & STEEL

The market is oversupplied. Iron ore prices rebounded strongly in the second quarter to a high of $65.40 per ton from a low of $46.70 in April. Steel prices are depending more and more from Chinese exports instead of iron prices. Scrap prices have to compete with low billet prices from the Far East and Eastern Europe, which both gained market shares in Q2.

DEVELOPMENT IN PAPER PRICES

As expected prices for recovered paper increased in Q2. We expect a further increase in Q3, leveling out and likely with a small correction in September. Volume sold in Q2 was 5300 ton down from Q1, but up 5900 ton from Q2 2014.



Accumulated change in Recovered paper prices, YTD 2015 Euwid index

DEVELOPMENT WASTE-TO-ENERGY

WOODCHIPS

The woodchips market is still influenced by mild winters and low demand. High inventories, combined with low demand, continued to put pressure on prices through 2Q. We have managed to improve our woodchip quality during the first six months of this year, which has helped maintain healthy margins.

REFUSE DERIVED FUEL (RDF)

When entering the spring season, demand for fuel to waste-to-energy plants started to decline in Norway and Sweden. Some plants had large inventories due to mild winters. Imports from the UK also filled up storage space, and we have seen increased gate fees during Q2.

UPDATE OF MATERIAL RISK FACTORS AND EVENTS AFTER REPORTING PERIOD

No significant changes in risk factors have been identified which will affect the Group through the coming quarter. For additional explanations regarding risks and uncertainties, please refer to the Board of Directors Report section Risk and Risk Management and Note 23 Financial Risk Management in the 2014 Annual Report.

MATERIAL CHANGES IN LIQUIDITY AND CAPITAL RESOURCES

The Group continually analyses its liquidity and capital resources position. The Group has assessed its currently available capital resources and its current liquidity position as satisfactory and not noted any material changes in the current period.

EVENTS AFTER REPORTING PERIOD

Death accident at Norsk Gjenvinning's plant in Oslo

On Tuesday morning, 30 June, an industrial accident at Groruddalen Environmental Park in Oslo occured, and resulted in the death of a 19 year old man who was summer temp at the plant. The man died as a result of a crushing accident.

The police have started their investigations into the case and no conclusions have yet been made as to company's responsibility. We have not taken any charges in the Q2 accounts, however if found responsible for the accident the company could be fined.

We deeply regret this tragic event. Our thoughts are with the families.

CONDENSED INCOME STATEMENT

(NOK'000)	**Q2 2015**	**Q2 2014**	**YTD 2015**	**YTD 2014**
Revenue	1 067 140	1 038 649	2 067 589	2 005 280
Other income	1 598	356	1 928	837
Total operating revenue	**1 068 739**	**1 039 005**	**2 069 518**	**2 006 117**
Cost of goods sold	512 339	509 772	1 011 523	974 393
Employee benefits expense	257 109	250 943	510 148	489 408
Depreciation and amortization expense	62 321	56 927	122 285	114 269
Other expenses	188 758	198 790	370 315	379 827
Other gains and losses	846	(232)	(1 916)	1 128
Operating profit	**47 366**	**22 807**	**57 162**	**47 093**
			-	
Finance income	2 809	1 215	3 642	1 883
Finance costs	52 635	46 676	110 359	96 007
Profit / (loss) before income tax	**(2 461)**	**(22 654)**	**(49 556)**	**(47 031)**
Income tax expense	(971)	(9 975)	(13 380)	(17 242)
Profit / (loss) for the period from continuing operations	**(1 490)**	**(12 679)**	**(36 176)**	**(29 789)**
Profit / (loss) attributable to:				
Owners of the parent	(2 975)	(13 982)	(37 703)	(31 689)
Non-controlling interests	1 485	1 303	1 527	1 900

The interim financial information has not been subject to audit.

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

(NOK'000)	**Q2 2015**	**Q2 2014**	**YTD 2015**	**YTD 2014**
Profit / (loss) for the year	**(1 490)**	**(12 679)**	**(36 176)**	**(29 789)**
Items that will not be reclassified to profit and loss				
Actuarial gain / (loss) on post-employment benefit obligations	-	-	-	-
Items that may be subsequently reclassified to profit and loss				
Currency translation differences	1 146	1 481	(1 055)	1 023
Interest rate swaps - cash flow hedges	13 790	(8 413)	23 356	(8 077)
Other comprehensive income / (loss) for the year, net of income tax	**14 936**	**(6 931)**	**22 301**	**(7 054)**
Comprehensive income / (loss) for the period	**13 446**	**(19 610)**	**(13 875)**	**(36 843)**
Comprehensive income attributable to:				
Owners of the parent	11 961	(20 913)	(15 402)	(38 743)
Non-controlling interests	1 485	1 303	1 527	1 900

The interim financial information has not been subject to audit.

CONDENSED BALANCE SHEET

ASSETS

(NOK'000)	**30.06.2015**	**31.12.2014**
Non-current assets		
Property, plant & equipment	1 072 572	1 089 001
Intangible assets	167 220	195 688
Goodwill	1 221 812	1 221 812
Deferred tax assets	75 064	61 684
Investments in associates	12 802	12 802
Trade and other receivables	27 939	27 829
Total non-current assets	**2 577 409**	**2 608 816**
Current assets		
Inventory	93 141	120 475
Trade and other receivables	689 759	635 778
Derivative financial instruments	-	1 818
Cash and cash equivalents	79 467	161 068
Total current assets	**862 367**	**919 139**
Total assets	**3 439 775**	**3 527 955**

The interim financial information has not been subject to audit.

EQUITY AND LIABILITIES

(NOK'000)	**30.06.2015**	**31.12.2014**
Equity attributable to owners of the parent		
Ordinary shares	45 348	45 348
Share premium	330 011	330 011
Other equity	7 970	7 970
Retained earnings	(191 473)	(176 930)
Total equity attributable to owners of the parent	**191 857**	**206 399**
Non-controlling interest	**12 925**	**14 218**
Total equity	**204 782**	**220 617**
Non-current liabilities		
Loans and borrowings	2 378 571	2 360 610
Derivative financial instruments	41 366	73 360
Deferred income tax liabilities	65 336	56 697
Post-employment benefits	6 865	5 658
Provisions for other liabilities and charges	85 380	109 408
Total non-current liabilities	**2 577 517**	**2 605 733**
Current liabilities		
Trade and other payables	584 151	616 076
Current income tax	2 252	3 240
Other current liabilities	57 290	58 737
Derivative financial instruments	3 108	6 379
Provisions for other liabilities and charges	10 676	17 173
Total current liabilities	**657 477**	**701 605**
Total liabilities	**3 234 994**	**3 307 338**
Total equity and liabilities	**3 439 775**	**3 527 955**

The interim financial information has not been subject to audit.

CONDENSED STATEMENT OF CASH FLOWS

(NOK'000)	**YTD 2015**	**YTD 2014**
Profit / (Loss) before income tax	**(49 556)**	**(47 031)**
Adjustments for:		
Income tax paid	(988)	-
Depreciation and amortization charges	122 285	114 269
Net financial items	102 718	85 528
Other P&L items without cash effect	(2 614)	(782)
Changes in other short term items	(88 972)	(89 551)
Net cash flow from operating activities	**82 874**	**62 432**
Payments for purchases of non-current assets	(75 567)	(97 941)
Proceeds from sale of non-current assets	2 000	2 343
Net cash flow from investing activities	**(73 567)**	**(95 598)**
Proceeds from borrowings	-	75 000
Repayment of borrowings	(5 674)	(35 000)
Net change in credit facility	3 397	(7 201)
Dividend paid to non controlling interest	(1 575)	-
Net group contributions received / (paid)	2 546	2 799
Net interest paid	(89 602)	(58 711)
Net cash flow from financing activities	**(90 907)**	**(23 112)**
Net increase in cash and cash equivalents	**(81 601)**	**(56 279)**
Cash and cash equivalents at beginning of period	161 068	136 196
Cash and cash equivalents at end of year	**79 467**	**79 917**

The interim financial information has not been subject to audit.

CONDENSED STATEMENT OF CHANGES IN EQUITY

CONDENSED STATEMENT OF CHANGES IN EQUITY – Q2 2014

(NOK'000)	Attributable to the owners of the parent	Non-controlling interest	Total equity
At 1 January	**329 333**	**(981)**	**328 352**
Profit / (loss) YTD	(31 689)	1 900	(29 789)
Net income/(loss) OCI	(7 054)	-	(7 054)
Group contributions	99	-	99
At 30 June	**290 689**	**919**	**291 608**

CONDENSED STATEMENT OF CHANGES IN EQUITY – Q2 2015

(NOK'000)	Attributable to the owners of the parent	Non-controlling interest	Total equity
At 1 January	**206 399**	**14 218**	**220 617**
Profit / (loss) YTD	(37 703)	1 527	(36 176)
Net income/(loss) OCI	22 301	-	22 301
Transactions with non controlling interests	795	(2 820)	(2 025)
Group contributions	64	-	64
At 30 June	**191 857**	**12 925**	**204 782**

The interim financial information has not been subject to audit.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

NOTE 1 - ACCOUNTING PRINCIPLES

VV Holding AS is a wholly owned subsidiary of POS Holding AS (and is part of the Norsk Gjenvinning-group).

The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the Annual Reports 2014. The condensed consolidated interim financial statements have not been audited or subject to a review by the auditors.

Accounting principles applied in the preparation of these condensed consolidated interim financial statements for the period ended June 30, 2015, are consistent with those applied in the annual consolidated financial statements for 2014. All figures refer to thousands of Norwegian kroner (NOK'000) unless otherwise specified

NOTE 2 - FINANCIAL ITEMS

(NOK'000)	Q2 2015	Q2 2014	YTD 2015	YTD 2014
Interest income	476	1 215	1 309	1 752
Other financial income	2 333	-	2 333	131
Financial income	**2 809**	**1 215**	**3 642**	**1 883**
Non cash Interest expenses	5 419	13 535	11 445	27 679
Cash Interest expenses	45 612	30 143	91 484	60 616
Other financial expenses	1 604	2 998	7 431	7 712
Financial expenses	**52 635**	**46 676**	**110 360**	**96 007**
Net financial items income (expenses)	**(49 826)**	**(45 461)**	**(106 718)**	**(94 124)**

NOTE 3 - SENIOR SECURED FLOATING RATE NOTES

On July 10 (the Issue Date), 2014 VV Holding AS (the Issuer) issued Senior Secured Floating Rate Notes (the Bond) in the amount of NOK 2,235 million. The Bond matures on July 10, 2019 (the Maturity Date) and is to be repaid in full at the Maturity Date. Interest is set quarterly at NIBOR + 525 bp. The Issuer may, provided that the incurrence test is met, at one or more occasions issue additional bonds under the Bond agreement, in the amount of up to NOK 500 million, up to five (5) business days prior to the Maturity Date. The incurrence test is met if the ratio of Net Interest Bearing Debt to EBITDA, as defined in the Bond agreement, is not greater than:

- 5.00 prior to the date falling 18 months after the Issue Date
- 4.50 from and including the date falling 18 months after the Issue Date to, but not including, the date falling 48 months after the Issue Date
- 4.00 from and including the date falling 48 months after the Issue Date to, but not including the Maturity Date.

The bonds are listed on the Oslo Stock Exchange. For further information about the Bond, we refer to the Bond agreement.

NOTE 4 - SEGMENT NOTE

Specification of segment information:

REVENUES – 2015

(NOK'000)	External revenues Q2 2015	External revenues YTD 2015	Inter segment revenues Q2 2015	Inter segment revenues YTD 2015	Total segment revenues Q2 2015	Total segment revenues YTD 2015
Recycling	418 905	793 548	86 484	168 315	505 389	961 863
Metal	219 873	441 613	737	6 521	220 610	448 134
Household collection	88 494	171 085	114	213	88 609	171 298
Industry & Offshore	157 143	289 440	4 297	6 470	161 440	295 910
Other businesses	180 752	368 832	74 442	140 511	255 194	509 343
HQ and eliminations	1 974	3 071	(166 075)	(322 029)	(164 101)	(318 958)
Total	**1 067 140**	**2 067 589**	**-**	**-**	**1 067 140**	**2 067 589**

REVENUES – 2014

(NOK'000)	External revenues Q2 2014	External revenues YTD 2014	Inter segment revenues Q2 2014	Inter segment revenues YTD 2014	Total segment revenues Q2 2014	Total segment revenues YTD 2014
Recycling	467 704	889 331	29 267	60 857	496 971	950 188
Metal	203 301	413 941	1 578	2 786	204 879	416 727
Household collection	84 266	162 070	171	186	84 436	162 256
Industry & Offshore	174 919	332 650	4 137	10 296	179 055	342 946
Other businesses	106 870	203 775	70 515	124 387	177 385	328 163
HQ and eliminations	1 589	3 512	(105 667)	(198 512)	(104 078)	(195 000)
Total	**1 038 649**	**2 005 280**	**-**	**-**	**1 038 649**	**2 005 280**

EBITDA BEFORE INTERNAL CHARGES

(NOK'000)	Q2 2015	YTD 2015	Q2 2014	YTD 2014
Recycling	53 995	75 096	53 134	101 377
Metal	29 119	63 571	9 107	34 489
Household collection	12 765	22 132	12 109	23 394
Industry & Offshore	24 881	34 299	24 340	40 871
Other businesses	9 411	25 215	9 945	14 138
HQ and eliminations	(20 485)	(40 865)	(28 901)	(52 907)
Total	**109 687**	**179 447**	**79 734**	**161 362**
Depreciation and amortization expense	(62 321)	(122 285)	(56 927)	(114 269)
Finance income	2 809	3 642	1 215	1 883
Finance costs	(52 635)	(110 359)	(46 676)	(96 007)
Profit before tax	**(2 461)**	**(49 556)**	**(22 654)**	**(47 031)**

NOTE 5 - EVENTS AFTER THE REPORTING PERIOD

Events after the reporting period have been described on page 14 under the heading "Update of material risk factors and events after the reporting period".

RESPONSIBILITY STATEMENT

We confirm that, to the best of our knowledge, the condensed financial statements for the first half of 2015 which have been prepared in accordance with IAS 34 Interim Financial Reporting give a true and fair view of the Group's consolidated assets, liabilities, financial position and results of operations, and that the interim report includes a fair review of the information under the Norwegian Securities Trading Act section 5–6 fourth paragraph.

Oslo, August 27, 2015

Reynir Kjær Indahl
Chairman of the Board
(sign.)

Pål Stampe
Director
(sign.)

Håkon Jahr
Director
(sign.)

Ylva Lindberg
Director
(sign.)

Erik Osmundsen
Chief Executive Officer
(sign.)

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