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Latvian Forest Company has completed the sale of the Vidzeme portfolio

Latvian Forest Company AB (publ) has completed the sale of the Vidzeme portfolio in Latvia announced on 16 October 2026. The transfer of the shares in the Latvian subsidiary has been registered with the Latvian Register of Enterprises, and the purchase price of EUR 11,925,000 has been released from the escrow account and received by Latvian Forest Company AB (publ).

The divested portfolio totals just over 2,200 hectares of land, of which approximately 90% is forest land, with a standing timber volume of approximately 300,000 m³. The buyer is one of Europe's leading natural resource managers focused on forest properties, and is not a related party of Latvian Forest Company.

As previously communicated, the consideration will be used to repay approximately EUR 3.2 million of the company's long-term loans. Following the planned repayment, the group's loan-to-value ratio (LTV) is expected to decrease from 15.8% to 11.6%. The Board's previously announced proposal for a dividend of SEK 2.00 per share, totalling approximately SEK 80 million, will be considered at an extraordinary general meeting. The notice convening the extraordinary general meeting will be published shortly in a separate press release.

The divested assets represented 26.5% of the company's total property holdings and 33.2% of its property holdings in Latvia. Following the sale, the company's property holdings comprise 6,145.6 hectares, of which 4,451.7 hectares are in Latvia and 1,693.9 hectares in Lithuania, with a total standing timber volume of 774,841 m³.

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About the company:

Latvian Forest Company AB (publ) is a Swedish listed company that acquires, sells and manages favourably valued forest in Latvia and Lithuania. In addition to forest being a sought-after real asset that grows on its own, the three main pillars of the business are:

- an expected increase in price levels for Latvian forest and agricultural properties
- creating value growth through active forest management
- creating value growth by building up a larger property portfolio.