



INTERIM REPORT

JAN-JUN 2025

EXECUTIVE SUMMARY

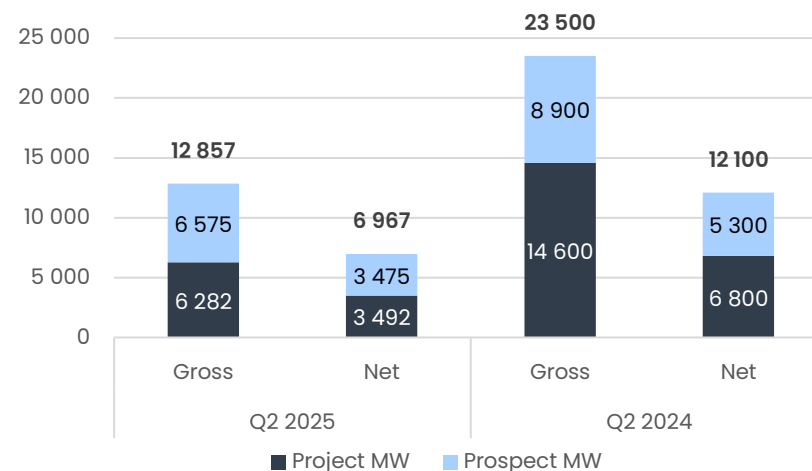
Global investments in offshore wind are rebounding following a period of regulatory and financial uncertainty. However, the market remains characterised by high complexity and significant capital requirements. Currently, the global floating offshore wind pipeline stands at approximately 244 GW¹ – a clear signal of the technology’s growing strategic importance and investment appeal.

In South Korea, the new administration has announced a substantially increased ambition for renewables to comprise 40 percent of the country’s energy mix by 2035. With commitments to streamline permitting processes and build domestic supply chain capacity, the policy shift is designed to unlock large-scale deployment and position Korea as a regional offshore wind hub. This policy shift is a positive signal for Hexicon and its large-scale project MunmuBaram, supporting its long-term potential in a growing offshore wind market.

A key development for Hexicon during the quarter was the completed sale of two Italian early-stage projects to Ingka Investments and Oxan Energy.

During the quarter, Hexicon also announced it is in discussions with its lenders to extend its existing credit facility, which was set to mature on 30 June 2025. In addition, the company is in final negotiations with its lenders for additional financing.

Project Portfolio Development



**The major change in the project portfolio is a result of the discontinued projects in Sweden and South Korea and the sale of two projects in Italy.*

SUMMARY BUSINESS RESULTS Q2

APRIL – JUNE 2025

- Net revenue: SEK 76.0 (0.9) million
- Operating profit/loss: SEK 47.6 (-26.8) million
- Profit/loss before tax for the period: SEK -41.0 (-47.8) million
- Earnings per share basic and diluted: SEK -0.11 (-0.13)
- Cash flow from operating activities: SEK 11.0 (-19.3) million

SUMMARY BUSINESS RESULTS YTD

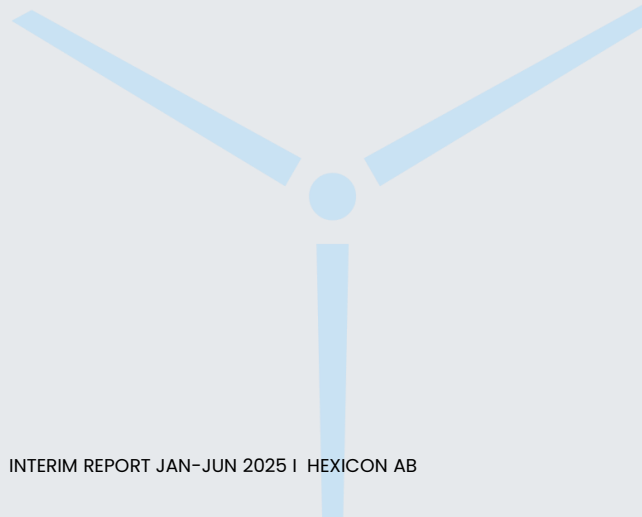
JANUARY – JUNE 2025

- Net revenue: SEK 81.6 (1.4) million
- Operating profit/loss: SEK 27.8 (-46.6) million
- Profit/loss before tax for the period: SEK -62.7 (-79.9) million
- Earnings per share basic and diluted: SEK -0.17 (-0.22)
- Cash flow from operating activities: SEK -2.4 (-41.8) million

¹) IRENA.org Floating Offshore Wind Outlook 2024

SIGNIFICANT EVENTS DURING THE QUARTER

- On the 4th of April, the sale of the Italian projects, Sicily South and Sardinia Northwest, to Ingka Investments and Oxan Energy, was completed.
- The Annual General Meeting was held on 7 May 2025. Bjarne Borg, Mia Batljan, Mats Jansson, Lars Martinsson, and Göran Öfverström were re-elected as ordinary members of the Board of Directors. Bjarne Borg was also re-elected as Chairman of the Board.
- On the 27th of June, Hexicon announced that the company is in discussions with its lenders regarding an extension of the existing credit facility amounting to SEK 75 million plus accrued interest and fees, set to mature on 30th June 2025. The credit facility remains in force under current terms while discussions are ongoing. Negotiations will be concluded after the quarter.



CEO COMMENTS

A QUARTER OF CONTINUED PROGRESS – BUT ALSO TRIALS

The second quarter of 2025 has been characterised by continued geopolitical uncertainty, but also by the market's impressive resilience. Despite the complex global situation, we see how several countries, including the UK, France and South Korea, continue to drive the energy transition with the support of political incentives. This gives renewable energy a clearer foothold – even if development is generally slower than we would have liked. In contrast to this is the United States, where President Trump's policies have led to setbacks for several renewable energy sources. The US market is currently showing few signs of recovery in the foreseeable future. For our part at Hexicon, the focus during the quarter has been on driving project development in South Korea forward, as well as intensifying the work on our financing solutions.

Strengthened political tailwind in South Korea for offshore wind power

A key milestone in the quarter was the extraordinary presidential election in South Korea on June 3, which followed the political chaos that occurred when the former president imposed martial law at the end of 2024. A political situation that, more or less, paused our search for investors for our project in South Korea. The election resulted in a victory for Lee Jae-myung and his party, the Democratic Party of Korea, a party with a clear ambition to accelerate the transition to renewable energy. Since taking office, President Lee has announced a sharply increased ambition for renewable energy to make up 40 percent of the country's energy mix by 2035. This is a significant increase compared to the previous governments target of 33 percent by 2038. This clear political signal, together with a new energy minister in place, has revived the willingness to invest in South Korea's renewable sector – thus strengthens the conditions for our further development of the MunmuBaram project and for attracting new investors to the project.

Strengthened quarter through strategic project sales

During the second quarter, the sale of our two Italian projects – Sicily South and Sardinia Northwest – to Ingka Investments and Oxan Energy was completed. The transaction generated revenues of 70.8 MSEK, strengthening our cash position by 23.4 MSEK during the quarter. This is a significant



CONT.

milestone for Hexicon as it gave a positive cash flow from operating activities and a positive operating profit. The sale is a clear result of our focused work on portfolio optimisation and value creation.

We are now proceeding according to plan to evaluate and carry out further divestments of project shares. The focus is particularly on TwinHub in the UK and MunmuBaram in South Korea – two key projects where new capital is required to ensure continued progress and realise long-term value.

Financial flexibility in focus

As communicated in June, a dialogue is ongoing with our lenders about extending the existing credit facility of SEK 75 million, including accrued interest and fees, which formally matured on June 30. During the negotiations, the same conditions continue to apply as before. The talks are being held in good spirits, and we expect to present a solution that provides clarity in the loan terms going forward.

At the same time, we are working in parallel to secure the long-term financing of the business. Our goal is to create enough financial space to focus on what is most value-creating – driving our projects forward and realising their full potential.

Looking ahead – focus on the core business and the next steps of technology

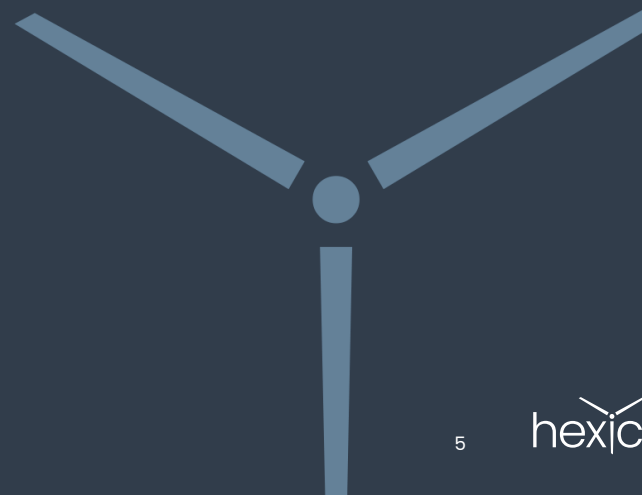
Going forward, we continue our work to optimise the cost base, drive our prioritised projects and secure financing – all with the aim of being able to fully focus on our core business and our long-term goals. In parallel, discussions are ongoing with potential industrial partners with the objective of taking our technology towards commercialisation.

The pre-FEED studies carried out on our patented TwinWind™ technology in collaboration with our selected turbine supplier have generated very promising results, both technically and commercially. Based on this, we see a strong future potential in the

technology, and we are now looking for investment partners who share our vision – to together pave the way for the next generation of floating wind power.

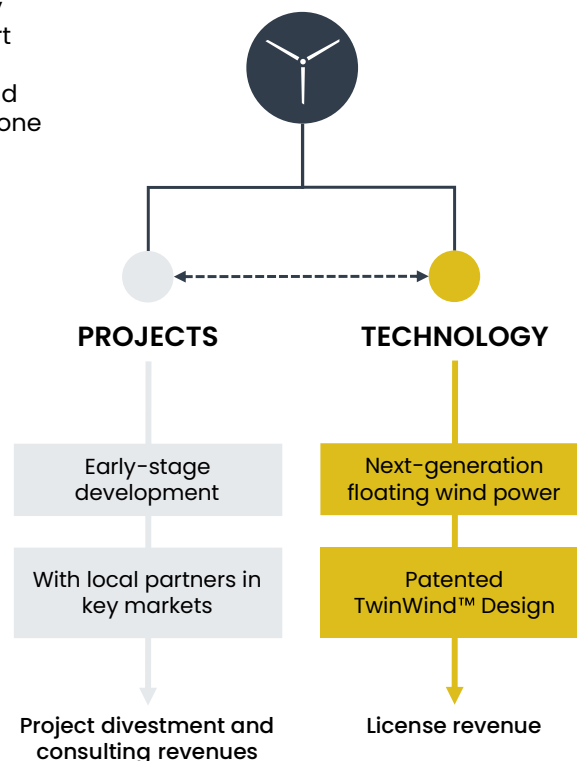
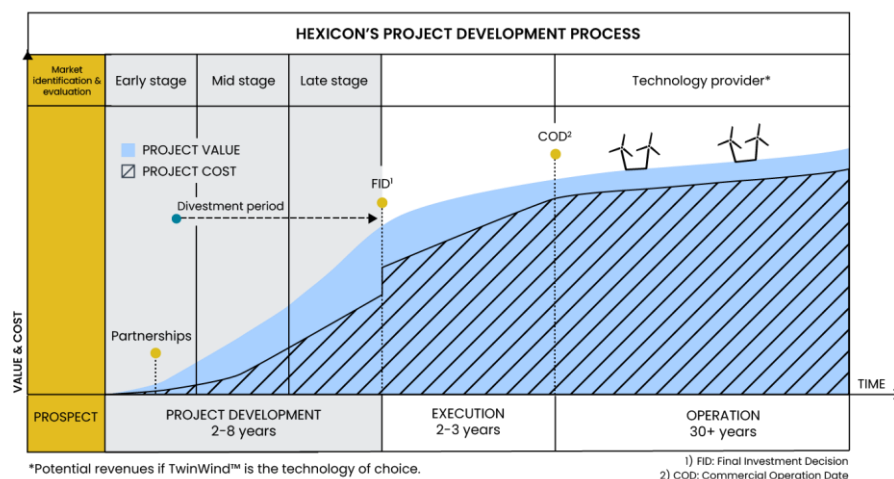
After some vacation, we are now entering the autumn with renewed energy and strong momentum. We look forward to continuing to drive our projects forward and take the next step in the development of our technology – with full focus on creating long-term value for our shareholders.

Marcus Thor, CEO

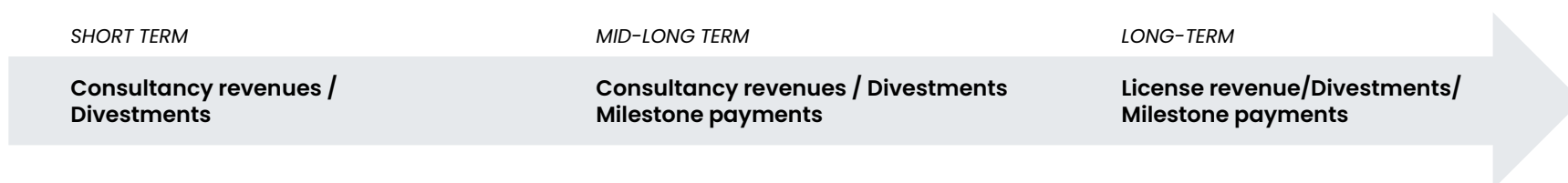


BUSINESS MODEL

Hexicon's business model is built on two pillars: early-stage development of offshore wind projects and the advancement of its proprietary floating wind technology. The company has three distinct types of revenue streams, each with different time horizons. In the short term, through day-to-day operations, the company generates revenue by providing consulting services to its joint venture companies and external clients. In the medium and long term, revenue is also generated from project divestments through sales and milestone payments from previously sold projects. In the long term, the company aims to receive licensing revenues from projects that utilise Hexicon's TwinWind™ technology.



REVENUE STREAMS



PROJECT DEVELOPMENT

Hexicon initiates projects in markets with great potential for floating offshore wind power and an attractive risk-adjusted return. The company leads the development process in the first years and gradually reduces the ownership stakes before the projects reach the capital-intensive final investment phase. Hexicon follows a structured framework with well-defined criteria for investment and divestment decisions. Currently, the active project portfolio – created through close partnerships with strategically selected joint venture partners – amounts to approximately 3.5 GW of net capacity. This diversified portfolio includes major projects in South Korea, South Africa, the United Kingdom, Italy, and Sweden.

PROJECT DEVELOPMENT PROCESS

1. IDENTIFY AND INVEST

Identify promising early-stage projects with risk-adjusted return potential that require lower capital investment and face less competitive pressure than late-stage projects, where large industrial players typically enter the market.

2. PROJECT DEVELOPMENT

With a strong foundation of industry expertise and a solid track record, Hexicon drives project development from the start, establishing key partnerships and engaging stakeholders while securing key permits needed to reach the FID¹⁾ and construction phases.

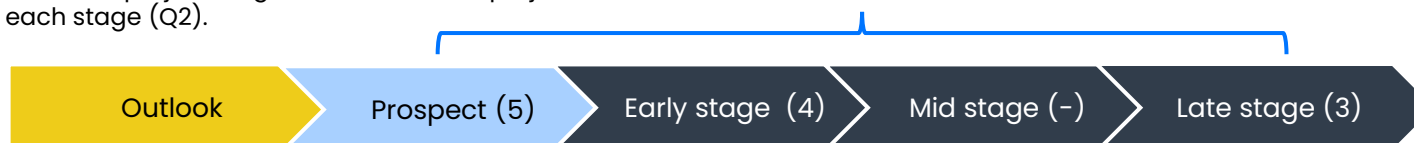
3. DIVESTMENT

Ownership in development projects is gradually divested and then transitions to more capital-intensive phases. Based on its market position, Hexicon aims to maximise the return on invested capital.

PROJECT STAGES

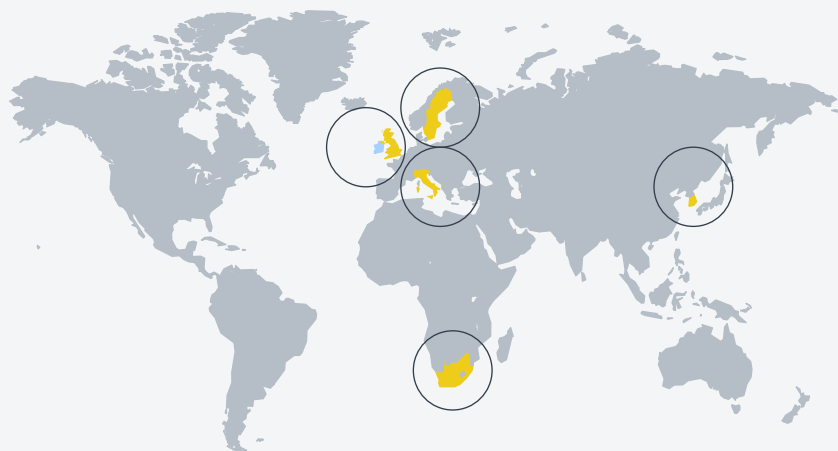
Hexicon's project stages and number of projects in each stage (Q2).

Active projects in Pre FID¹⁾ stage

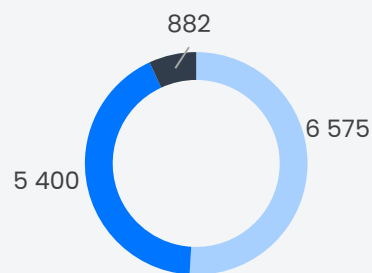


1) Final Investment Decision

A GLOBAL PROJECT PORTFOLIO

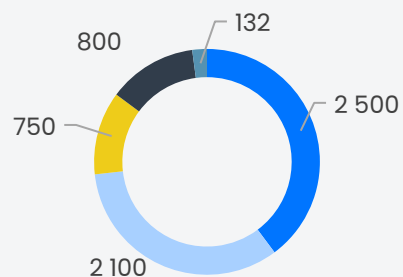


Total portfolio Q2 - Stages
Gross MW



Prospect Early Late

Active project Q2 - Countries
Gross MW



Sweden Italy
South Korea South Africa
UK

Country	Project	Gross MW	Net MW	Stage	Status
Project portfolio					
Sweden	Mareld	2,500	1,250	Early	Active
South Korea	MunmuBaram	750	750	Late	Active
Italy	Puglia 1	950	475	Early	Active
Italy	Puglia 2	1,150	575	Early	Active
South Africa	Gagasi	800	400	Early	Active
UK	Pentland	100	10	Late	Active
UK	TwinHub	32	32	Late	Active
Prospect portfolio					
Italy	Sardinia South 1	1,550	775	-	-
Italy	Sardinia South 2	700	350	-	-
Italy	Sardinia NE	1,950	975	-	-
South Korea	MunmuBaram	375	375	-	-
Ireland	Donegal MR	2,000	2,000	-	-

HEXICON'S TOTAL
ACTIVE OWNERSHIP

54%

FINANCIAL OVERVIEW

FINANCIAL PERFORMANCE

APRIL – JUNE

NET REVENUE AND EARNINGS

Hexicon identifies and invests in early-stage development projects, leading the development process during the initial years while gradually divesting ownership stakes before projects enter the more capital-intensive final investment phase. Hexicon is also an innovative technology developer generating expertise in the field which is also applied in Hexicon's project development.

Net revenues amount to SEK 76.0 (0.9) million during the period. SEK 70.8 million is derived from the divestment of two Italian projects during the quarter. The remaining SEK 5.2 million are related to consulting services from ongoing project developments. For more information, see note 4.

The operating profit/loss for the period amounted to SEK 47.6 (–26.8) million. The capitalisation of the development costs is amounted to SEK 1.3 (3.3) million during the first quarter of the year attributed to the wholly owned TwinHub project, which was developed at a lower rate than the same period last year.

Net Financial expenses for the period totalled SEK –88.5 million, compared to SEK –21.0 million in the same period last year, reflecting a change of SEK –67.5 million. The net financial expenses of the period are mainly attributable to interest expenses amounting to SEK –57.3 million and impacts from currency exchange totalling SEK –36.7 million. For more information, see note 8.

The group's loss for the period amounted to SEK –41.0 (–47.7) million.

CASH FLOW, FINANCING, AND INVESTMENTS

Cash flow from operating activities after a change in working capital amounted to SEK 11.0 (–19.3) million.

Cash flow from investment activities amounted to SEK –1.3 (–96.2) million, as there has been limited project investments during the quarter.

Cash flow from financing activities amounted to SEK –3.6 (9.3) million, as there has been no additional borrowing during the period.

The group's cash flow for the period amounted to SEK 6.2 (–105.8) million.

FINANCIAL OVERVIEW

FINANCIAL PERFORMANCE JANUARY–JUNE

NET REVENUE AND EARNINGS

Net revenues amount to SEK 81.6 (1.4) million during the period. SEK 70.8 million is derived from the divestment of two Italian projects during the period. The remaining SEK 10.8 million are related to consulting services from ongoing project developments. For more information, see note 4.

The operating profit/loss for the period amounted to SEK 27.8 (–46.6) million. The capitalisation of the development costs amounted to SEK 3.0 (12.7) million during the period attributable to the wholly owned TwinHub project, which was developed at a lower rate than the same period last year.

Net Financial expenses for the period totalled SEK –90.5 million, compared to SEK –33.3 million in the same period last year, reflecting a change of SEK –57.2 million. The net financial expenses of the period are mainly attributable to unrealised interest expenses amounting to SEK –104.2 million and impacts from currency exchange totalling SEK 5.7 million. For more information, see note 8.

The group's loss for the period amounted to SEK –62.7 (–79.8) million.

CASH FLOW. FINANCING. AND INVESTMENTS

Cash flow from operating activities after a change in working capital amounted to SEK –2.4 (–41.8) million.

Cash flow from investment activities amounted to SEK –4.6 (–194.8) million, as there has been limited project investments during the period.

Cash flow from financing activities amounted to SEK –4.5 (160.9) million, as there has been no additional borrowing during the period.

The group's cash flow for the period amounted to SEK –11.5 (–75.7) million.

FINANCIAL OVERVIEW

BALANCE SHEET

The group's total assets at the end of the reporting period amounted to SEK 605.2 (655.2) million.

Intangible assets as of June 30 were SEK 178.8 (178.1) million.

Participation in associated companies as of June 30 was SEK 210.3 (220.5) million.

Other current assets as of the end of June amount to SEK 169.8 (159.5) million, out of which SEK 91.1 million are a loan to associated companies as the MunmuBaram project was re-classified from subsidiary to associated company during 2024. Among other current assets, SEK 50.3 million accrued income are related to profit shares from divestment of the projects in Italy.

The cash balance as of June 30, amounted to SEK 11.5 (45.9) million. Hexicon has drawn the entire available debt from the different loan facilities.

Equity was SEK -354.6 (-88.0) million. The equity/asset ratio was -59 (-13) %. The total equity in the parent company remains intact at SEK 97.7 (180.3) million. Warrants were issued in February 2025. as part of the extension of the revolving credit facility in December 2024 and are valued at market value through the Black and Scholes model at SEK 1.4 million in additional paid-in capital.

Current and non-current interest-bearing liabilities have continued to compound interest during the quarter. The revolving credit facility is classified as current, and the Nuveen (formerly Glennmont) facility is classified as partly current and non-current based on expected cash flow and valued at amortised cost based on expected future cash flows.

PARENT COMPANY

The parent company's net revenue during the second quarter amounted to SEK 5.4 (2.4) million, and the result for the second quarter was SEK -16.2 (-22.4) million. The cash balance as of June 30 amounts to SEK 10.3 (4.1) million. The total assets on the same date amount to SEK 354.3 (340.4) million.

OTHER FINANCIAL INFORMATION

ORGANISATION

The group had 22 (27) employees at the end of the reporting period.

SIGNIFICANT EVENTS IN THE REPORTING PERIOD

In March, Hexicon signed a sale and purchase agreement (SPA) with Ingka Investments, the investment arm of Ingka Group, the largest IKEA retailer, and Oxan Energy on March 26 to sell its 50% stake in two Italian floating offshore wind projects, Sicily South and Sardinia Northwest. The transaction was closed in early April for an upfront fee of EUR 2.5 million. In addition, Hexicon is eligible for milestone-based payments of up to EUR 17.5 million, depending on the project's future development progress.

The Annual General Meeting was held on 7 May 2025. Bjarne Borg, Mia Batljan, Mats Jansson, Lars Martinsson, and Göran Öfverström were re-elected as ordinary members of the Board of Directors. Bjarne Borg was also re-elected as Chairman of the Board.

The revolving credit facility amounting to SEK 75 million plus accrued interest and fees matured on 30 June 2025. Discussions regarding an extension of the facility are ongoing with the lenders, and the loan will remain in force under current terms while discussions are ongoing. The company will communicate the outcome of the negotiations as soon as they have been concluded.

HEXICON GROUP

Hexicon AB is the parent company, and the following subsidiaries are fully consolidated in the group accounts: Sweden: Hexicon Holding AB, Freja Offshore AB, USA: Hexicon USA LLC, Hexicon North America LLC, UK: TwinHub Ltd, Wave Hub Ltd, Hexicon Developments UK Ltd Spain: Hexicon Renewable Energy Spain SL, HAB Iberia Development SL.

Profit shares from the following joint ventures and associated companies are recognised in the group's income statement. South Korea: Hexicon Korea. Co., Ltd. MunmuBaram. Co., Ltd. Mauritius: Hexagon Ocean Energies Ltd. Sweden: MunmuBaram Holding AB, Freja Offshore AB, Mareld Green Energy AB, Passad Green Energy AB, Dyning Green Energy AB, Freja Grid AB, Offshore Access Sweden AB, Italy: AvenHexicon SRL, South Africa: GenesisHexicon Pty. Greece: Hexicon Power S.A. UK: Wave Hub Grid Connection Ltd. Taiwan: Hexicon Taiwan Co., Ltd.

As a part of the Nuveen transaction the shares in Hexicon Holding AB, which owns the project companies for MunmuBaram, Freja Offshore, TwinHub, and AvenHexicon, are pledged as security for the Nuveen development loan facility. Similarly, the patents held by Freja Offshore AB, the shares in Hexicon Korea, and the shares in the project companies for the Scottish Pentland (Highland Wind Ltd) and the South African Gagasi (GenesisHexicon Pty) projects are pledged as security for the revolving credit facility.

In July 2024, an external board member was added to the board of Hexicon Holding AB and MunmuBaram Holding AB, and the articles of association were amended. Leading to Hexicon losing autonomous control over the subsidiary MunmuBaram Holding AB and a re-classification of the entity from a subsidiary to an associated company. Additionally, Hexicon Holding AB has entered into an option agreement with an external party for up to 70% of the shareholding of MunmuBaram Holding AB.

OTHER FINANCIAL INFORMATION

RISKS AND UNCERTAINTY FACTORS

The company's platform will be tested. There are risks related to the technology development pace and competitiveness. There are also risks connected to the company's dependence on key employees and partnerships.

On June 14th, 2024, the Swedish Patent and Market Court (PMD) rejected Enerocean S.L.'s appeal regarding the objection to the patent relevant to the company's TwinWind™ design. The decision has been appealed to the Swedish Patent and Market Appeals Court (PMÖD). A decision by PMÖD may have three possible outcomes: To reject the appeal and maintain the patent as granted, to maintain the patent in amended form, or to revoke the patent. This decision is normally not appealable. This decision concerns only the Swedish patent, and a decision on patentability does not have any implications on Hexicon's right to use the patented solution, only the right to prevent others from using it. Additionally, there is also a similar appeal process in the European Patent Office (EPO).

The loan with Nuveen is subject to several covenants. Hexicon and Nuveen are in continuous discussions regarding how market conditions, such as project divestitures, declined permit applications, and project acquisitions, as well as Hexicon's financial situation, affect the loan and its covenants.

The revolving credit facility, amounting to SEK 75 million plus accrued interest and fees, matured on 30 June 2025. Discussions regarding an extension of the facility is ongoing with the lenders, and the loan will remain in force under current terms while discussions are ongoing.

The company's short-term financing is stressed. The company is actively seeking to secure additional financing to meet its short-term obligations. If these efforts are not achieved, to the board and management's expectations, there are material uncertainties regarding the company's ability to finance its ongoing operations.

Based on the current efforts to secure additional financing, the board and management assess that prerequisites are in place for the company to continue its operations.

RELATED PARTY TRANSACTIONS

One member of the management team left their permanent position and entered into a consultancy agreement in Q4 2023. 2025 YTD expenses are SEK 1.1 (1.7) million.

PARENT COMPANY

Significant events in the parent company during the period are the same as for the group. The risks and uncertainty factors are the same in the parent company as for the group.

For further information, please contact:
The Communications Department.
communications@hexicongroup.com

GROUP INCOME STATEMENT IN SUMMARY

		2025	2024	2025	2024	2024
MSEK	Note	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
Net revenue	4	76.0	0.9	81.6	1.4	9.8
Other operating income		1.1	1.3	2.1	2.8	5.5
Capitalised development	5	1.3	3.3	3.0	12.7	16.3
Other external expenses		-8.9	-12.5	-16.9	-24.7	-44.5
Personnel costs		-9.2	-13.5	-18.4	-23.3	-44.3
Depreciation/amortisation and impairments	7	-3.1	-3.6	-6.3	-7.2	-18.1
Other operating expenses		-0.2	-0.4	-0.7	-0.8	-1.6
Result from share in associated companies		-9.4	-2.2	-16.5	-7.5	-14.6
Operating profit/(loss)		47.6	-26.8	27.8	-46.6	-91.4
Net financial income/(expenses)	8	-88.5	-21.0	-90.5	-33.3	-167.3
Profit/(loss) before tax		-41.0	-47.8	-62.7	-79.9	-258.6
Tax		-	0.1	-	0.2	0.4
Profit/(loss) for the period		-41.0	-47.7	-62.7	-79.8	-258.2
Profit/ (loss) for the period attributable to:						
Equity holder of the parent company		-41.0	-47.7	-62.7	-79.7	-258.2
Non-controlling interests		-	-	-	-	-0.1

GROUP STATEMENT OF COMPREHENSIVE INCOME

	2025	2024	2025	2024	2024
MSEK	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
Profit/(loss) for the period	-41.0	-47.7	-62.7	-79.8	-258.2
OTHER COMPREHENSIVE INCOME					
Items that are or may be reclassified to profit or loss					
Exchange differences on translation of foreign operations	10.3	-7.0	-8.4	-9.5	-27.9
Sum other comprehensive income for the period	10.3	-7.0	-8.4	-9.5	-27.9
Total comprehensive income for the period	-30.7	-54.7	-71.1	-89.2	-286.1
Total comprehensive income for the period attributable to:					
Equity holder of the parent company	-30.7	-54.7	-71.1	-89.0	-286.1
Non-controlling interests	-	-	-	-0.2	-0.1
Earnings per share basic and diluted (SEK)	-0.11	-0.13	-0.17	-0.22	-0.71

GROUP BALANCE SHEET IN SUMMARY (1/2)

MSEK	2025-06-30	2024-06-30	2024-12-31
ASSETS			
<i>Non-current asset</i>			
Intangible assets	178.8	178.1	185.8
Plant and equipment	21.7	31.0	27.5
Right of use assets	2.3	7.0	3.0
Participations in associated companies	10.4	12.4	12.5
Non-current financial assets	10.8	13.2	7.6
Total non-current assets	224.0	241.7	236.3
<i>Current assets</i>			
Participations in associated companies	199.9	208.0	235.2
Other current assets	169.8	159.5	104.6
Cash & cash equivalent	11.5	45.9	23.0
Total current assets	381.2	413.5	362.8
TOTAL ASSETS	605.2	655.2	599.2

GROUP BALANCE SHEET IN SUMMARY (2/2)

MSEK	2025-06-30	2024-06-30	2024-12-31
EQUITY AND LIABILITIES			
Share capital	3.6	3.6	3.6
Additional paid-in capital	539.4	538.1	538.1
Reserves	-40.6	-13.9	-32.2
Contingent consideration	41.0	41.0	41.0
Retained earnings including profit/(loss) for the period	-897.3	-656.2	-834.6
Equity attributable to equity holders of the parent company	-353.9	-87.3	-284.2
Non-controlling interest	-0.7	-0.7	-0.8
Total equity	-354.6	-88.0	-284.9
NON-CURRENT LIABILITIES			
Provisions	34.8	35.6	35.7
Deferred tax liabilities	3.4	3.9	3.8
Non-current interest-bearing liabilities	641.4	183.6	569.4
Non-current lease liabilities	–	3.5	0.0
Other non-current liabilities	21.1	12.7	13.8
Total non-current liabilities	700.7	239.3	622.7
CURRENT LIABILITIES			
Current interest-bearing liabilities	213.3	395.1	184.4
Accounts payable	3.3	4.8	6.7
Other current liabilities	25.2	68.0	36.7
Accrued expenses and deferred income	17.3	36.0	33.7
Total current liabilities	259.1	503.9	261.4
TOTAL EQUITY AND LIABILITIES	605.2	655.2	599.2

GROUP REPORT ON CHANGES IN EQUITY IN SUMMARY

	2025	2024	2024
MSEK	Jan-Jun	Jan-Jun	Jan-Dec
Opening balance equity attributable to equity holders of the parent company	-284.2	1.9	1.9
<i>Total result for the period</i>			
Income/(loss) for the period	-62.7	-79.7	-258.2
Other comprehensive income/(loss)	-8.4	-9.5	-27.8
Total comprehensive income/(loss) for the period	-71.1	-89.2	-286.1
Warrants	1.4	-	-
Closing balance equity attributable to equity holders of the parent company	-353.9	-87.3	-284.2
Opening balance equity attributable to non-controlling interests	-0.8	-0.7	-0.7
Total comprehensive income/ (loss) for the period	-	-	-
Non-controlling interest from business	0.1	-	-0.1
Closing balance equity attributable to non-controlling interests	-0.7	-0.7	-0.8

GROUP CASH FLOW STATEMENT IN SUMMARY (1/2)

	2025	2024	2025	2024	2024
MSEK	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
OPERATING ACTIVITIES					
Operating profit/(loss)	47.6	26.8	27.8	-46.6	-91.4
Adjustment for non-cash-items	14.7	5.1	7.9	35.4	60.2
Interest received	-	-	-	-	-
Interest paid	-	-0.2	-	-0.4	-0.4
Income tax paid	-0.2	-0.2	0.2	0.2	-0.3
Sum	62.0	-22.1	35.9	-11.4	-31.9
Increase (-)/Decrease (+) of operating receivables*	-52.0	-42.2	-56.7	-50.0	-86.5
Increase (+)/Decrease (-) of operating payables	1.0	45.4	18.4	19.6	-20.6
Cash flow from operating activities	11.0	-19.3	-2.4	-41.8	-139.0
INVESTMENT ACTIVITIES					
Acquisition of intangible assets	-1.6	-3.4	-4.4	-12.7	-16.2
Dividend from Associated companies	-	44.5	-	44.5	44.5
Other investments	0.3	-137.4	-0.2	-226.7	-180.3
Cash flow from investment activities	-1.3	-96.2	-4.6	-194.8	-152.0

GROUP CASH FLOW STATEMENT IN SUMMARY (2/2)

	2025	2024	2025	2024	2024
MSEK	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
FINANCING ACTIVITIES					
Lending to associated companies*	-	-	-	-	-
Borrowings	-	10.0	-	162.4	197.7
Other financing items	-3.6	-0.7	-4.5	-1.5	-5.7
Cash flow from financing activities	-3.6	9.3	-4.5	160.9	192.0
Cash flow for the period	6.2	-105.8	-11.5	-75.7	-99.0
Cash at the beginning of the period	5.3	151.6	23.0	121.2	121.2
Exchange-rate difference in cash	-0.1	0.0	-0.1	0.4	0.8
Cash at the end of the period	11.5	45.9	11.5	45.9	23.0

*Lending to associated companies in Interim Reports during 2024 was wrongly reported in financing activities. It was corrected (reported in operating activities) in the annual report 2024. Therefore Q2 2024 and YTD 2024 in this report have been corrected.

PARENT COMPANY INCOME STATEMENT IN SUMMARY

	2025	2024	2025	2024	2024
MSEK	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
Net revenue	5.4	2.4	11.4	8.1	17.4
Capitalised development	0.5	0.3	1.1	0.7	1.2
Other operating income	0.3	0.3	0.4	1.0	1.8
Other external expenses	-8.6	-9.1	-15.4	-18.3	-41.0
Personnel costs	-6.7	-9.5	-13.9	-16.9	-32.1
Depreciation/amortisation and impairments	-0.1	-0.1	-0.1	-0.1	-0.2
Other operating expenses	-0.2	-0.4	-0.7	-0.7	-1.4
Operating profit/(loss)	-9.3	-15.9	-17.3	-26.4	-54.3
Net financial income/(expenses)	-6.9	-6.5	-19.1	-14.4	-34.1
Profit/(loss) before tax	-16.2	-22.4	-36.3	-40.8	-88.4
Tax	-	-	-	-	-
Profit/(loss) for the period	-16.2	-22.4	-36.3	-40.8	-88.4

Total comprehensive income for the period in the parent company is the same as profit/loss for the period.

PARENT COMPANY BALANCE SHEET IN SUMMARY (1/2)

MSEK	2025-06-30	2024-06-30	2024-12-31
ASSETS			
<i>Non-current asset</i>			
Intangible assets	15.0	13.3	13.8
Plant and equipment	0.4	0.6	0.5
Non-current financial assets	279.5	284.0	279.3
Total non-current assets	294.9	297.8	293.7
<i>Current assets</i>			
Other current assets	49.1	38.4	42.4
Cash & cash equivalent	10.3	4.1	6.5
Total current assets	59.4	42.6	48.9
TOTAL ASSETS	354.3	340.4	342.6

PARENT COMPANY BALANCE SHEET IN SUMMARY (2/2)

MSEK	2025-06-30	2024-06-30	2024-12-31
EQUITY AND LIABILITIES			
Restricted equity			
Share capital	3.6	3.6	3.6
Restricted equity for development expenses	15.0	12.6	13.8
Non-restricted equity			
Share premium reserve	538.1	538.1	538.1
Contingent consideration	41.0	41.0	41.0
Retained earnings	-463.6	-374.2	-375.4
Profit/(loss) for the period	-36.3	-40.8	-88.4
Total Equity	97.7	180.3	132.7
Current liabilities			
Current interest-bearing liabilities	219.0	126.0	159.4
Accounts payable	0.8	3.2	4.2
Other current liabilities	0.5	1.7	0.9
Accrued expenses and deferred income	36.3	29.3	45.4
Total current liabilities	256.6	160.1	209.9
TOTAL EQUITY AND LIABILITIES	354.3	340.4	342.6

NOTES

NOTE 1: ACCOUNTING PRINCIPLES

This report was prepared in accordance with IAS 34 Interim Financial Reporting and in applicable parts with the Swedish Annual Accounts Act (ÅRL). The interim financial statement for the parent company has been prepared in accordance with Swedish Annual Accounts Act (ÅRL), chapter 9, Interim Financial Reporting, except for the requirement of being in Swedish. The group's and the parent company's accounting principles and basis of computations are unchanged compared to the latest annual report. The figures in all tables are rounded off.

Information applicable to IAS 34.16A§ is disclosed in all parts of the report, in addition to the financial reports and the supporting notes.

NOTE 2: ESTIMATES AND ASSUMPTIONS

The preparation of the financial reports in accordance with IFRS requires estimates and assumptions from the management that effect the accounting principles and the recorded amount of asset, liabilities, revenue and expenses. The actual value can differ from these estimates and assumptions.

The calculation of fair value contingent consideration related to the acquisition of the shares in the associated company MunmuBaram Co. Ltd, in 2022, was made by discounting future expected cash flows related to the contingent consideration. In addition, management has applied judgment when determining that the fair value of the contingent consideration at the date of acquiring the shares should be presented in equity and hence not be subsequently re-measured. The contingent consideration relates to profit share agreement, which is valued to USD 3.9 million. SEK 41 million. The profit share agreement stipulates that, if the company sells off the 20% shares in MunmuBaram, the profit from the sale minus Hexicon's total capital investment (initial purchase price plus remaining expenditure by Hexicon) shall be distributed according to the ratio under separate profit share agreement.

Additionally, the acquisition of the remaining 80% of MunmuBaram CO., LTD. finalised in Q4'2024 has a similar contingent consideration as part of the purchase agreement. It has also been valued at fair value by discounting future expected cash flows with the current market rate, and management has applied the judgment that the contingent consideration should present an equity instrument and hence not be re-measured. The contingent consideration is valued at USD 5.3 million (SEK 58.1 million), and relates to a profit share that stipulates that Hexicon shall distribute parts of the profits incurred within 36 months from the signing of the SPA, in February 2024, from any future divestments of shares less any capital costs triggered by the divestments and less the initial purchase fee of the shares and any future investments in the company post signing of the SPA, and capped at USD 50.0 million.

The facility entered with Nuveen, of EUR 45 million, which is fully drawn, has an early repayment option for a certain fee that changes over time. Hexicon has assessed that the early repayment option is an embedded derivative linked to the loan agreement. Expected net short-term payments of cash flows are recognized as the current portion of non-current liabilities. The loan and its interest are valued at amortised cost with assumptions on future cash flows from project divestments

In September 2024, an external party received stock options in MunmuBaram Holding AB. The stock options which are valid until end of August 2025, could result in Hexicon becoming a minority shareholder in MunmuBaram Holding AB. The stock options (SEK 0.0 million) are classified as a financial liability in the group's balance sheet.

NOTE 3: OPERATING SEGMENT

The operating segment is reported in a corresponding method as in the internal reporting to the chief operating decisionmaker (CODM). Hexicon's CEO is the CODM for the group. The company has identified an operating segment that constitutes the business, assessment is based on the basis that the business is regularly reviewed by the management to support decisions on the allocation of resources and evaluation of its result. The CODM is the function responsible for allocation of resources and evaluation of the operating segment's result.

NOTE 4: DISTRIBUTION OF REVENUE

The group generates revenue primarily through project rights divestments and project development services.

Development services are incurred continuously by recharging associated project companies, while project rights divestments occur more sporadically. During the period, two projects in the rest of Europe, namely the Italian projects Sicily South and Sardinia NW, were divested. The revenues are accounted for net of assets value sold, amounted to SEK 20.5 million, and future milestones of SEK 50.3 million (EUR 4.5 million) based on MW reaching a specific milestone.

Project rights divestments are typically a more complex type of transaction, usually entailing upfront and future contingent considerations, which are valued based on future probability and discounted to a value as of today. For more information, see Note 6: Fair value of financial assets and liabilities.

	2025	2024	2025	2024	2024
MSEK	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
Net revenue					
Services	5.2	0.9	10.8	1.4	9.8
Project rights	70.8	-	70.8	-	-
Total net revenue	76.0	0.9	81.6	1.4	9.8
Allocation per market					
Sweden	0.7	0.9	1.5	1.4	2.9
Rest of Europe	71.3	-	71.3	-	-
Asia	4.0	-	8.9	-	6.9
Allocation per point in time					
Recognised at one point in time	-	-	-	-	-
Recognised over time	76.0	0.9	81.6	1.4	9.8

NOTE 5: CAPITALISED DEVELOPMENT EXPENSES

Other external expenses amounted to SEK -8.9 (-12.5) million during the period and personnel costs to SEK -9.2 (-13.5) million and out of these SEK 1.3 (3.3) million were capitalised development expenses, mainly related to the TwinHub project.

NOTE 6: FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

The carrying amount is considered to be a reasonable estimate of the fair value of all financial assets and liabilities. The items that have been measured at fair value are unlisted shareholding, options and contingent considerations. All instruments are categorised as Level 3 in the fair value hierarchy. For the unlisted shareholding, the cost constitutes a reasonable approximation of the fair value on the balance sheet date and current inputs provided by the managing company.

The contingent consideration has been measured as the present value of the amount that the group is expected to pay in accordance with the agreement for the acquisition of Wave Hub Ltd which, as of June 30 2025 includes a pending contingent consideration of SEK 13.0 million (GBP 1.0 million) if the project reaches Final Investment Decision (FID). The contingent consideration will not be paid if the milestone is not reached. The opening balance 2025 of contingent considerations was SEK 12.1 million and the closing balance at the June 30 2025 was SEK 9.6 million (GBP 0.7 million). The change was due to currency fluctuations between SEK and GBP of SEK 0.0 million. The new estimated date of payment to October 31 2027, has affected the value by SEK -2.6 million. An increase or decrease in the cost of capital of +/- 2% would have resulted in a conditional consideration of SEK 9.2 million and SEK 10.0 million respectively .

The stock options, (issued in September 2024) in the group balance sheet are classified as a current derivative liability among other current liabilities in the balance sheet (valid until the end of August 2025), amounting to 0.0 MSEK (USD 0.0 million). The options are/will be measured at fair value through profit and loss in the financial

reports. A purchase price of MUSD 115.2, for 70% of the MunmuBaram Holding AB shares, is used to calculate the fair value. The option liability is discounted by 15% WACC, and the applied probability of being in the money is 0%. An increase or decrease in the cost of capital of +/- 2% would have resulted in a conditional consideration of SEK 0.0 million and SEK 0.0 million, respectively.

As part of the divestment of the two Italian projects, Sicily South and Sardinia NW, were divested in April 2025. The transaction was split between an upfront consideration of SEK 20.5 million, net of asset value divested, and future milestones based on MW reaching a specific milestone. The relevant identified milestones are approval of the environmental impact assessment (EIA), the project(s) receiving offtake, and the project(s) reaching final investment decision (FID), which are estimated to be reached in March 2026 (EIA), May 2027 (offtake), and December 2029 (FID). The MW reaching each milestone is probability adjusted and discounted with a 15% WACC, giving a present value of SEK 50.3 million (EUR 4.5 million), and a change in WACC with +/- 2% would give a net present value of SEK 48.9 and 51.7 million, respectively.

NOTE 7: DEPRECIATIONS, AMORTISATIONS AND IMPAIRMENTS

The group's depreciation/amortisation and impairments were SEK -3.1 (-3.6) million during the quarter. The group management assesses on an ongoing basis the indication of impairments and, in that case, conducts an impairment test.

NOTE 8: FINANCIAL INCOME/EXPENSES

	2025	2024	2025	2024	2024
MSEK	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
Interest costs*	-57.3	-28.9	-104.2	-39.2	-171.7
Interest income**	2.8	0.5	5.8	0.8	7.7
Translation differences***	-36.7	8.1	5.7	7.2	4.2
Other financial income****	9.0	-	9.0	-	-
Other financial expenses*****	-6.3	-0.7	-6.8	-2.1	-7.5
Total net financial income/expenses	-88.5	-21.0	-90.5	-33.3	-167.3

* Interest costs (unrealised) are valued at amortised cost with assumptions on future cash flows

** The Group's interest income is attributed to lending to associated companies

*** Currency fluctuations between SEK and EUR and SEK and GBP during the period (YTD) impacted by stronger SEK by about 2.75% and 6.75%, respectively

**** Other financial income is related to a profit share

***** Other financial expenses are related to the Group's external loans

NOTE 9 – GROUP KEY PERFORMANCE INDICATOR

	2025	2024	2025	2024	2024
MSEK	Apr–Jun	Apr–Jun	Jan–Jun	Jan–Jun	Jan–Dec
Net revenue	76.0	0.9	81.6	1.4	9.8
Operating profit/(loss)	47.6	-26.8	27.8	-46.6	-91.4
Profit/(loss) before tax for the period	-41.0	-47.8	-62.7	-79.9	-258.6
Earnings per share basic and diluted (SEK)	-0.11	-0,13	-0,17	-0.22	-0.71
Cash flow from operating activities	11.0	-19.3	-2.4	-41.8	-139.0
	2025-06-30	2024-06-30	2025-06-30	2024-06-30	2024-12-31
Equity at the end of the period	-354.6	-88.0	-354.6	-88.0	-284.9
Equity/asset ratio at the end of the period (%)*	-59%	-13%	-59%	-13%	-48%
Cash at the end of the period	11.5	45.9	11.5	45.9	23.0

* Equity / total assets at the end of the period

NOTE 10: TAX LOSS DEDUCTIONS

There are tax loss deductions in the group amounting to SEK 403 million. Tax losses in Swedish entities may be carried forward indefinitely. No deferred tax has been reported for these.

NOTE 11: NUMBER OF SHARES

There were 363 802 686 registered shares at the end of the period and on average during the quarter.

NOTE 12: CLASSIFICATION OF ASSOCIATED COMPANIES & JOINT VENTURES

As a project developer focusing on the early stage of the development cycle, Hexicon's business model is to divest the projects before reaching construction start without the intention to be a final asset holder during operation. Thus, although the development cycles are long for infrastructure projects, spanning many years, the view of Hexicon is that the projects are held with the purpose of being sold within their operating cycle and should be classified as current assets. The table below shows the classification of each company.

Company	Form	Country	Balance Sheet Definition
Hexicon Power S.A	Joint venture	GR	non-current asset
AvenHexicon S.R.L.	Joint venture	IT	current asset
Munmu Baram Co.. Ltd	Associated	KR	current asset
Hexicon Korea Co.. Ltd	Associated	KR	non-current asset
Hexagon Ocean Energies Ltd	Associated	MU	non-current asset
Wavehub Grid Connection Ltd	Associated	UK	current asset
MunmuBaram Holding AB	Associated	SE	current asset
Freja Offshore AB	Joint venture	SE	current asset
Mareld Green Energy AB	Joint venture	SE	current asset
Passad Green Energy AB	Joint venture	SE	current asset
Dyning Green Energy AB	Joint venture	SE	current asset
Freja Grid AB	Joint venture	SE	current asset
Offshore Access Sweden AB	Associated	SE	non-current asset
Hexicon Taiwan CO.. Ltd.	Associated	TW	non-current asset
Genesis Hexicon (Ply) Ltd	Joint venture	ZA	current asset

SIGNATURES

Bjarne Borg
Chairman

Mia Batljan
Board member

Mats Jansson
Board member

Lars Martinsson
Board member

Göran Öfverström
Board member

Marcus Thor
CEO

Stockholm 2025-08-20

This report includes information that Hexicon is obliged to make public according to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the CEO, at 2025-08-20 08:00 CET.

The report has not been reviewed by Hexicon's auditors.

Hexicon AB (publ.). Östra Järnvägsgatan 27. 111 20 Stockholm.
Sweden www.hexicongroup.com

FINANCIAL CALENDAR

2025-11-19

Q3 2025 Interim Report



HEAD OFFICE

Östra järnvägsgratan 27
111 20 Stockholm, Sweden
www.hexicongroup.com