Freemelt

Q2 Interim report
April - June 2025

Contents

This information is information that Freemelt Holding AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication on August 5, 2025.

Executive summary

Strong breakthrough during the quarter with order intake of SEK 20 million
During the quarter, Freemelt received two project orders and six machine orders. Notably, the company secured its first industrial order in Germany, as well as new business within the energy and defense sectors, including a strategic feasibility study for the EU fusion program F4E (Fusion for Energy).

Significantly increased net revenue
Deliveries in the quarter resulted in net revenue of SEK 19 million (+691%), equivalent to the full-year revenue for 2024.

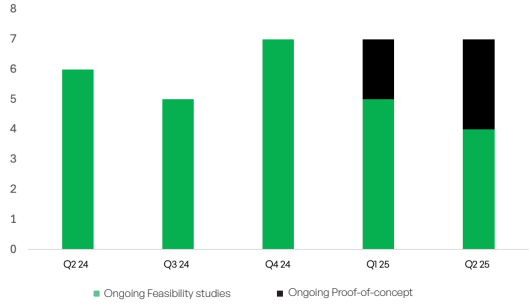
Established presence in China through new partnership
During the quarter, Freemelt has established a presence in the Chinese market through a sales agency agreement with Jiuli. China is one of the world's fastest-growing markets for additive manufacturing.

Strengthened delivery capacity through partnership with Scanfil
The strategic agreement with Scanfil represents a shift toward outsourcing the entire manufacturing of Freemelt's 3D printers. This enhances the company's scalability, reduces supply chain vulnerability, and frees up resources for innovation and customer support.

Consolidated key figures

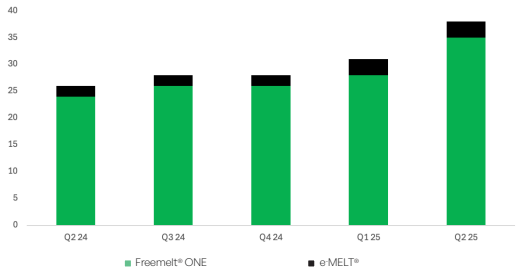
KSEK	Apr - Jun 2025	Apr - Jun 2024	Jan - Jun 2025	Jan - Jun 2024	Full year 2024
Orderbook	13 905	9 473	13 905	9 473	12 388
Order intake	19 980	n/a	42 054	n/a	n/a
Net sales	19 074	2 410	22 000	3 226	20 025
Operating result	-20 528	-26 739	-44 612	-50 178	-90 896
Operating result (%)	+23%		+11%		
Result after financial items	-20 210	-26 635	-44 266	-50 070	-89 954
Balance sheet total	264 615	266 485	264 615	266 485	223 308
Equity ratio	89%	91%	89%	91%	90%
Cash flow for the period	-17 814	29 739	37 542	13 072	-17 538

Project overview



Number of active projects at quarter end in each phase.

Number of sold machines



Number of sold and rented machines (cumulative).

The period in brief

April-June, Q2 2025

- Freemelt entered into a strategic partnership with the industrial manufacturer Scanfil to outsource the production of its advanced 3D printers.
- Freemelt entered into an agreement with the Chinese industrial company Jiuli to represent Freemelt as a sales agent in China, Taiwan, and Hong Kong.
- Key personnel and decision makers subscribed to 9 293 085 qualified employee stock options and 863 002 options.
- Freemelt received an order from F4E for a feasibility study to manufacture tungsten tiles for fusion energy reactors.
- Freemelt received an order from 3D Makers Zone for a Freemelt® ONE machine.
- Freemelt received an order from a German industrial company for a Freemelt® ONE machine.
- Freemelt received an order from the Swedish defense industry for a Freemelt® ONE machine.
- Freemelt received an order from KIMS (Korea Institute of Materials Science) for a Freemelt® ONE machine.
- Freemelt received an order from North Carolina State University for a Freemelt® ONE machine.
- Freemelt received an order from University of Toronto for a Freemelt® ONE machine.

Events after the period

- Freemelt received an order from the University of Southern Denmark for a Freemelt® ONE machine.
- Organizational change at Freemelt north America where the Regional President will leave the company by end of September 2025.

Strengthening our position in an industry taking clear steps toward industrialization

During the second quarter, we've seen the results of long-term and structured work, while operating in an industry that is gaining increasing recognition. With sales throughout the second quarter on par with the full year of 2024, we have made a clear breakthrough. Driven by major structural trends, additive manufacturing (AM) is becoming increasingly prioritized to boost the productivity of both nations and companies. Increased awareness of vulnerable supply chains and dependency on foreign production is a clear driving force behind rising investments in AM. During the period, we received two (2) project orders and six (6) machine orders. Proudly, we signed an agreement with Fusion for Energy (F4E) to lead a strategic feasibility study in the field of fusion, received another prestige order from a client active in the Swedish defense, and secured our first order from a major German industrial company. We also established a presence in the rapidly growing Chinese market through a sales agency agreement with Jiuli and enhanced our supply chain and scalability through a new partnership with Scanfil.

Global conditions drive demand for new technologies

The second quarter was marked by turbulent global economic and geopolitical conditions. Across several sectors, the Western world faces the need to invest in new technology and innovation. We must increase productivity, both to drive GDP growth without fueling inflation and to build resilience and reduce reliance on other countries.

NATO's goal for member states to allocate 5% of GDP to defense will have long-lasting implications for the global defense industry and the broader economy. There is a broad consensus that defense challenges cannot be met solely through increased funding but also require new technologies. Technologies enabling faster and more cost-efficient production of necessary materials are essential, especially since modern warfare differs from past models. There is also an alignment that the development of such technologies should primarily occur in agile private companies, not within the armed forces. NATO allies investment in the NATO Innovation Fund clearly signals the ambition to back innovative startups to address present and future challenges.

Recently, there has been increasing discussion about AM as precisely the kind of technology that could enable the West's rearmament efforts. The Pentagon's FY 2026 agenda includes substantial investments in AM. In Sweden, during Almedalen Week, the Supreme Commander emphasized in a Sveriges Radio (Swedish radio) interview that AM is a way to streamline defense equipment production and reduce need for inventory.

While defense needs are growing, pressure to address climate change is also increasing. Europe has once again been struck by intense heatwaves, highlighting the need to accelerate investments in renewable energy. Here, our technology plays a key role, especially in ongoing fusion energy technology projects. Leading a subproject within the EU's (Fusion for Energy) strategic initiative in fusion energy is a strong validation that our unique E-PBF (Electron Beam Powder Bed Fusion) technology is world-leading.

From research tool to industrial production
Additive manufacturing has primarily been used for printing prototypes. E-PBF technology is highly advanced and designed for industrial-scale production. I believe it is precisely this technology that has strong potential to succeed as AM accelerates its industrialization phase.

During the second quarter, we continued to position ourselves as a key player in the transition from research to industrial application. Our successful development projects and ongoing delivery of research machines provide a crucial foundation for the next step, serial production using our industrial machines.

Scalability and resilience through strategic partnership
The strategic agreement with Scanfil means that the entire manufacturing of our advanced 3D printers is being outsourced. This is an important step aligned with our long-term strategy and strengthens our delivery capacity through a more scalable, flexible, and cost-efficient production chain. The collaboration boosts our competitiveness and provides a robust structure for handling potential tariffs and geopolitical risks. Many of our customers operate in industries with high security and certification requirements, making the collaboration with Scanfil especially valuable since they already meet these standards. The partnership also frees up resources to focus on innovation, development of aftermarket services, and even stronger customer support.

Strategic establishment in China
Our establishment in China through the agency agreement with Jiuli represents a strategic step in our global expansion. China is one of the world's fastest-growing markets for AM. Jiuli is a publicly traded industrial company with a strong international network and extensive experience representing several global firms in the Chinese market. Through this partnership, we gain access to local presence, technical expertise, and established business relationships, key factors for a successful market entry. It also opens the opportunity to build long-term customer relationships that can evolve into volume business over time.

Long-term focus and strengthened financial position
Following the new share issue in the first quarter, we have a financial foundation that enables us to accelerate our commercialization and industrialization while continuing to deliver on our strategy. At the same time, our growth contributes to improved profitability, further driving our innovation and the development of our offering.

We summarize the past quarter with an order intake of SEK 20 million and record high net sales of SEK 19 million. In addition, the orderbook is strong at almost SEK 14 million at quarter end. The company maintains good cost control in a quarter of increased commercial activity. At the same time, growth leads to an increase in tied up capital resulting in a somewhat deteriorating cash flow from operating activities.

Freemelt's focus segments and examples of established collaborations

In the company's current phase, expanding the install base of machines is of great strategic value and it strengthens our position in industrialization of AM. As business and operations grow we expect economies of scale and an increased gross margin.

The fact that key individuals and senior executives chose to subscribe to options during the quarter is a clear signal of confidence in the company's potential and creates incentives to realize our long-term growth goals.

Focus areas in 2025

We are in a very exciting phase where external factors are accelerating AM adoption. Sweden and Europe clearly need to boost productivity, and it is evident that AM will be part of the solution. It's inspiring to lead a company that can help change some of our era's greatest challenges.

Throughout the year, we will continue to grow our business while ensuring that ongoing development projects successfully progress toward future serial production and volume orders for our industrial machine, e-MELT®.

We will also strengthen our presence in the Asian market through the collaboration with Jiuli and further develop our supply chain with Scanfil.

We are well-positioned for the next phase and continue to work with focus to turn our technological edge into commercial growth.

Daniel Gidlund
CEO Freemelt Holding AB (publ)
Gothenburg, August 5, 2025

Business model

Freemelt develops advanced 3D printers for metal components, targeting to become the leading supplier in additive manufacturing utilizing E-PBF (Electron Beam Powder Bed Fusion) technology, with a goal of reaching SEK 1 billion in revenue by 2030. Our revenue is primarily generated through the sale of advanced 3D printers at a fixed price, complemented by support and maintenance services that provide recurring revenue, which is expected to account for 25% of total revenue by 2030. Our solutions primarily support companies in the defense, energy, and MedTech sectors in Europe and US, enabling them to drive innovation and enhance production efficiency.

To date, our revenues have come from R&D (Research and Development) printers, sold at a lower price point, which have been instrumental in proving the concept of our technology while also contributing to cash flow during our development phase. As we transition, our focus is shifting to industrial printers, e-MELT®, which are priced up to SEK 13 million and designed for both product development and full-scale serial production. This shift is expected to drive volume sales, with multiple units likely to be sold in each order. Freemelt can also provide the service as a sub-contractor to manufacture tungsten parts based on customer requests.

We aim to maintain a total gross margin of 60%, driven by the growth in aftermarket services, despite potential price pressure on 3D printers. As we scale, we will continue to evaluate and optimize this model, ensuring sustainable growth and long-term profitability.

Value proposition

We offer three 3D printers based on E-PBF technology, where two printers are designed for industrial production (e-MELT®) and one (Freemelt® ONE) is targeting research institutes and universities. The modular industrial printers, e-MELT® deliver significantly higher efficiency compared to other machines on the market while maintaining flexibility in metal selection. Through our complete product and service offering, we are positioned as a market leading productivity partner, providing the most efficient printer per square meter for industrial serial production. To maximize customer flexibility, we use an open source software solution. Our focus materials are tungsten, titanium and copper, since they are particularly well-suited for the E-PBF technology. Tungsten with its extreme melting point is ideal for the defense industry, energy production, MedTech, and semiconductor manufacturing among other areas. Titanium is perfect for orthopedic implants, and the aviation industry, and copper is well suited for various applications, such as defense and energy.

Development and sales strategy

Our strategic focus is to collaborate with research institutes and universities to drive innovation, while engaging directly with industrial manufacturers to meet production demands. These collaborations help advance applications from concept to serial production, where larger order volumes and revenue opportunities exist. By supporting the customers' journey towards and through additive manufacturing, we position ourselves as a long-term partner, ensuring smooth transitions and faster time-to-market for industrial end-users in sectors like defense, energy, and MedTech. We support the full development journey from concept to serial production through three key stages:

1) Feasibility study
Focuses on qualifying selected materials for industrial standards and conducting application testing (material qualification and application testing).

2) Proof-of-concept
Involves testing of printed parts and validating business cases for specific industrial applications (prototype printing and production scalability).

3) Serial production
Once the application is certified for industrial production, we install printers to enable large-scale manufacturing (industrialization).

Our three 3D printers support each stage of the process:

Freemelt® ONE
Primarily used for feasibility studies.

e-MELT®-iD
Supports both feasibility studies and proof-of-concept.

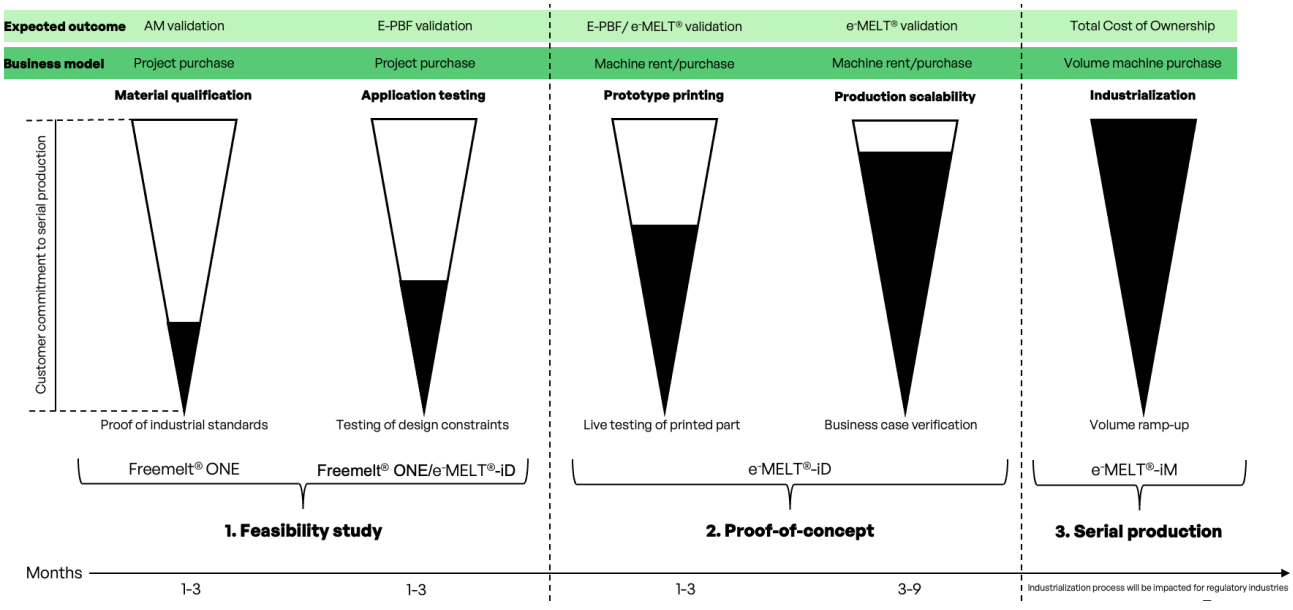
e-MELT®-iM
Designed specifically for serial production.

Challenges and risk mitigation
As we continue to develop and grow our business, securing necessary capital will be crucial, which makes us dependent on the capital markets and potentially subject to macroeconomic fluctuations. Tungsten applications offer significant potential, but they represent an untested market, where we are the leading supplier but face inherent risks in adoption. Balancing the demand across both Europe and the US simultaneously within parallel strategic directions also presents operational challenges.

To mitigate these risks, we maintain a cost conscious approach, supported by strong strategic owners. While tungsten applications represent significant future potential, we also have a presence in the more established titanium-based implant market. The market for 3D printed implants is expected to grow from USD 1.7 billion in 2024 to USD 6.6 billion 2033.[1] This provides us with dual tracks for growth, ensuring both traction and revenue stability in the near term.

Our experienced leadership team, combined with deep technical expertise, positions us well to continue delivering efficient solutions internationally and meet the demands of industrial customers. This operational strength helps us navigate the challenges ahead while focusing on sustainable growth.

1. Business Research Insight, https://www.businessresearchinsights.com/market-reports/3d-printed-orthopedic-implants-market-104621.



Market potential

3D printing is a collective term for manufacturing technologies that produce components by successively adding material, usually layer by layer. The industry term for 3D printing is additive manufacturing (AM). The term refers to the additive nature of the technology, where materials are gradually added to form parts, as opposed to traditional manufacturing methods where material is gradually removed from larger blocks to create objects.

Additive manufacturing offers several advantages compared to traditionally manufacturing methods used in industrial production. Firstly, the additive manufacturing process enables the production of geometries that are difficult or impossible to create with traditional manufacturing methods. Secondly, the use of additive manufacturing in industrial machine production meets the need for flexibility in an industry that is constantly evolving. Producing metallic prototypes of machine parts using additive manufacturing allows iterations, concepts, and manufacturing methods to be tested in a costeffective way before scaling to full serial production. Thirdly, supply chains can be shortened and optimized when additive manufacturing methods are used. The need to outsource parts of a manufacturing process is reduced, and local production of components is made possible, which also reduce environmental impact and mitigate risks associated with supply chains. Lastly, the expected performance and quality advantages of additive manufacturing methods compared to traditional manufacturing should be mentioned. Well-developed additive manufacturing systems can surpass traditional methods in terms of topology optimization, functional integration possibilities, and overall efficiency.

AM as a manufacturing method is currently growing rapidly, and Freemelt operates specifically in the market for metal 3D printing (also known as metal additive manufacturing). In 2023, the global market for metal additive manufacturing was valued at approximately EUR 3 billion.[1] The estimate includes the value of sales of 3D printers, powder and services. The market for metal additive manufacturing is expected to grow at a CAGR (compound annual growth rate) of approximately 20% through 2028.[2]

Metal additive manufacturing creates new opportunities, especially in industries such as defense, energy and MedTech, where complex and high performance components are in demand. Tungsten, which is still in an early stage of the transition to AM, has great growth potential due to its unique properties, such as its extremely high melting point. This makes tungsten particularly suitable for applications in the defense and energy industries. Tungsten applications are less regulated, and competition is still relatively undeveloped. As more industrial players discover the possibilities of 3D printed tungsten, the market is expected to grow rapidly in the coming years.

Defense

The defense industry has high demands on material properties since products are subject to extreme stress. Current manufacturing processes for defense materials often rely on global supply chains, including imports from suppliers and subcontractors located in countries that, for geopolitical reasons, are now considered unsuitable to be part of the supply chain. As a result, there is a growing trend in the market to turn to companies established regionally for outsourcing and supplier relationships, a practice known as ”near-shoring.”

The global defense industry is expected to grow from USD 473 billion in 2024 to USD 682 billion in 2029, with a CAGR of approximately 7.7%.[3] NATO’s recent commitment for member states to allocate 5% of GDP to defense is set to have significant and lasting impacts on both the defense sector and the broader economy.[4] Addressing modern security challenges will require not only increased funding but also the development of advanced technologies that enable faster and more efficient production. At the same time, the EU has launched an initiative to mobilize up to USD 870 billion in investments over four years to bolster Europe’s defense industry and military capabilities.[5]

The use of additive manufacturing in the defense industry is increasing rapidly, with an adoption rate expected to reach 19% by 2035.[6]

The US Department of Defense is expected to invest approximately USD 414 million in research for additive manufacturing in 2025.[7]

Copper and tungsten are important materials in the defense industry due to properties such as high heat resistance and penetration capability. Freemelt has several collaborations within the defense industry, with companies including Saab Dynamics and industrial companies in the US.

Renewable energy

The market for additive manufacturing is currently experiencing increased demand from the energy sector. The increase is primarily driven by the development of fossil-free energy, a trend expected to continue the coming years. A driving force behind the demand is the energy sector's need for heat- and radiation resistant applications. Additive manufacturing enables geometries that could not previously be made from materials with properties suited for exposure to extreme temperatures. This is of great importance to the energy sector, which use advanced technologies and systems. Fusion is a technology currently undergoing significant development. Test reactors are built, and tungsten has proven to be a highly interesting material due to its heat- and radiation resistant properties. The expectations are that fusion will help address the Earth's climate challenges, why large investments are made in several countries to validate the technology.[8]

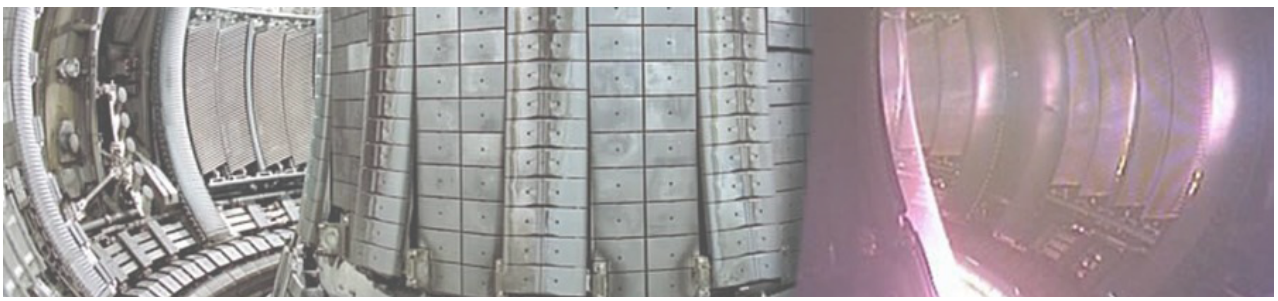
The fusion energy market is growing rapidly, and the number of commercial fusion companies has doubled in the last five years. Three of those have amassed more than USD 1 billion in investments. Furthermore, total investments in fusion energy until 2025 amounted to USD 9.8 billion.[9] The development has been mainly driven by large projects in fusion research, but also by larger investments made by private players such as Commonwealth Fusion Systems. Freemelt's research machine, Freemelt® ONE, is designed for research and development, offering flexibility across various metals and applications. Most of the machines sold are used for tungsten development. Freemelt has established collaborations in tungsten and fusion energy with leading institutions, including UKAEA (United Kingdom Atomic Energy Authority), F4E (Fusion for Energy), the University of Wisconsin, University of Birmingham, and University of Sheffield, along with several other partners and customers in the field. Furthermore, UKAEA has invested in Freemelt's industrial printer, e-MELT®, to expand and accelerate the adoption of 3D printed parts in fusion applications.

MedTech

Additive manufacturing has been used in the MedTech industry close to 20 years, making it the sector with the highest adoption rate of AM for serial production. One application that is already in serial production through AM is orthopedic implants made of titanium. Additive manufacturing is often used for such production as it enables additive manufacturing of materials that mimic the connective tissue in the human bone structure, improving bone ingrowth.

The global market of orthopedic implants is expected to grow from USD 55 billion in 2024 to USD 86 billion in 2032, with a CAGR of 5%.[10] The market for 3D printed implants is expected to grow from USD 1.7 billion in 2024 to USD 6.6 billion in 2033, with a CAGR of 16% during 2025-2033.[11] The global market for orthopedic implants is one of the major target markets for Freemelt, and demand for AM produced products is expected to increase. Freemelt has established collaborations with two global manufacturers of orthopedic implants (Original Equipment Manufacturers, "OEM").

With a complete product and service offering, Freemelt is well positioned to meet the increased demand in its focus segments, defense, energy and MedTech.



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Freemelt's history

2017

- Freemelt AB was founded by a team with long experience in metal additive manufacturing.
- First investment round with the founders and four investors.

2018

- First order received for Freemelt® ONE from a German university.
- Second investment round with the previous owners and three new investors.
- The first patent applications were submitted.

2019

- Four orders received for Freemelt® ONE.
- Issue of shares, SEK 15 million led by Industrifonden.
- First Freemelt® ONE machine delivered.

2020

- Three orders received for Freemelt® ONE.
- Freemelt on Ny Teknik 33 list of innovative and promising Swedish startup companies.
- ProHeat®, Freemelt's innovative patent pending concept for preheating of powder, was announced.

2021

- Four orders received for Freemelt® ONE, one was the first order from the US.
- An investment round before the IPO of SEK 85 million.
- Freemelt listed on Nasdaq First North Growth Market.
- Freemelt received the first patent.
- The company opened production facilities in Linköping and a local office in Germany.
- Development of the industrial machine e-MELT® started.

2022

- Eight orders received for Freemelt® ONE.
- Freemelt launched Pixelmelt®.
- Daniel Gidlund appointed as CEO.

2023

- Three orders received for Freemelt® ONE.
- Freemelt was granted patents in the US, Japan and China.
- Directed share issue of SEK 66 million.
- Established an US subsidiary.
- Signed a breakthrough e-MELT® agreement with a global leading Fortune 500 company.
- Launched e-MELT®-iD.

2024

- Four orders received for Freemelt® ONE.
- Freemelt received the first e-MELT®-iD order in North America.
- Freemelt entered into a strategic partnership with WEAREAM and installed the first e-MELT®-iD.
- Rights Issue of SEK 66 million.
- Freemelt establishes an application center in North America.
- Breaktrough in serial production of orthopedic implants.

2025

- Nine orders received for Freemelt® ONE.
- One order received for e-MELT®.
- Rights issue of units SEK 90 million.
- Freemelt entered into a strategic partnership with the industrial manufacturer Scanfil to outsource the production of its advanced 3D printers.
- Freemelt entered into a sales agent agreement with the Chinese industrial company, Jiuli.

Freemelt Holding AB (publ)

BACKGROUND

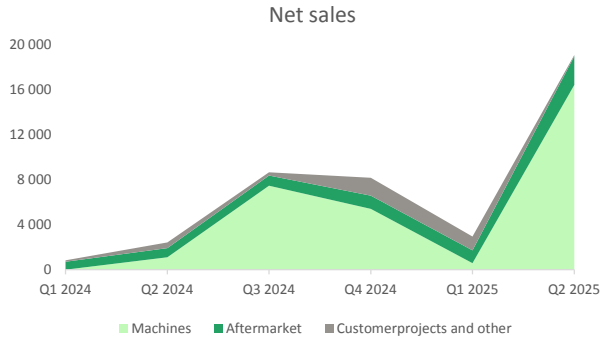
The Freemelt group originates from June 17th, 2021 when Freemelt Holding AB (publ) acquired the operating entity Freemelt AB. Freemelt AB in turn has two subsidiaries; Freemelt-Americas, Inc in the US and Freemelt Deutschland GmbH in Germany.

In the following financial commentary, figures within parenthesis represent the same period previous year.

THE GROUP

Income

Net sales in the second quarter totalled 19 074 KSEK (2 410 KSEK). Machine sales represented 86% of net sales and aftermarket 13%. Income from customer projects together with other sales totalled 1% of net sales. Four machines where installed at customer sites in the period.



In the quarter, other operating income totalled 1 558 KSEK (811 KSEK) of which 954 KSEK refers to external soft funding and 604 KSEK refers to currency gains. Currency losses are booked as other operating expenses.

Order intake in the second quarter was 19 980 KSEK, which represents the total value of received purchase orders during the period.

The orderbook at quarter end amounted to 13 905 KSEK (9 473 KSEK). The figure represents customer orders not yet invoiced.

Operating expenses

Operating expenses increased to 46 820 KSEK (39 218 KSEK) primarily driven by increased costs of trade goods of 10 415 KSEK (555 KSEK). This is driven by more machine deliveries and tariffs for deliveries where Freemelt has accepted such delivery terms. Other external costs decreased to 9 383 KSEK (13 116 KSEK) which includes recurring costs related to group operations and development costs. Depreciation was 14 955 KSEK (13 349 KSEK).

Personnel costs in the second quarter totalled 11 029 KSEK (11 800 KSEK). The group had 40 regular employees at quarter end (40).

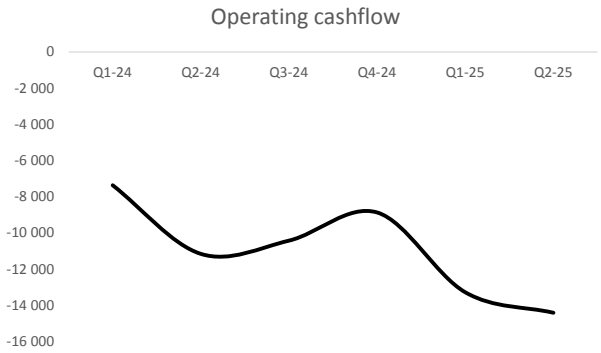
Currency effects

During the second quarter, the group recorded currency gains of 604 KSEK (351 KSEK) and currency losses of 1 038 KSEK (398 KSEK). These are booked as other operating income and other operating expenses respectively. Group sales is mostly in foreign currency whereby currency fluctuations can have a significant impact on group results.

Result
The operating result improved to -20 528 KSEK (-26 739 KSEK) and the result after financial items was -20 210 KSEK (-26 635 KSEK). Financial items provided a positive contribution of 318 KSEK (104 KSEK). This includes accrued interest on bank balances.

The negative result is explained by the current growth and commercialization phase the company is undergoing where costs are higher than income.

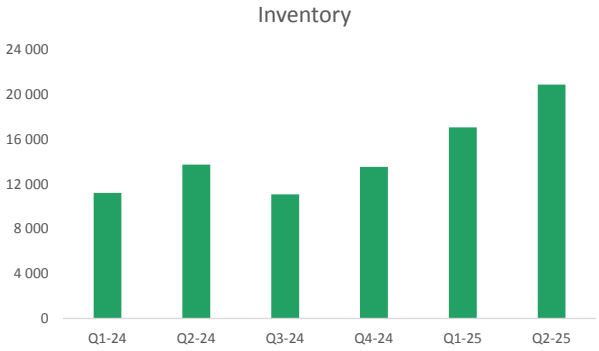
Cash flow
Cash flow in the second quarter was -17 814 KSEK (29 739 KSEK). The positive cash flow in the same quarter previous year includes proceeds from a rights issue. Operating cash flow was -14 405 KSEK (-11 149 KSEK). The deterioration was mainly driven by an increase in receivables and to some extent by an increase in inventory.



Financial position
As of June 30th 2025, group equity totalled 235 487 KSEK (241 428 KSEK). Current liabilities totalled 29 128 KSEK (25 057 KSEK). The increase is mainly related to accrued costs and prepaid income. The group does not carry any external long term debt.

Group assets totalling 264 615 KSEK (266 485 KSEK) consist mostly of intangible assets including goodwill, balanced development work and patents totalling 154 016 KSEK (186 756 KSEK). Tangible assets consist of machines and installations used in the group's application centers, development organization and production unit. These totalled 6 457 KSEK (5 704 KSEK).

Inventory of trade goods increased to 20 906 KSEK (13 758 KSEK). Inventory build-up relates to purchases for upcoming machine deliveries.



Cash at bank end of period was 53 984 KSEK (47 179 KSEK).

Investments
Investments in intangible assets are mainly related to balanced development work of the industrial machine e-MELT®. Freemelt also balances costs related to patents.

Equity ratio
Equity ratio (solidity) at quarter end was 89% (91%).

PARENT COMPANY

Net sales in the quarter totalled 178 KSEK (197 KSEK). The income refer to a Management fee for services rendered during the period which Freemelt Holding AB (publ) invoiced the subsidiary Freemelt AB.

The parent company's other external costs of 728 KSEK (733 KSEK) are mainly related to being a public company. Costs include advisors, investor relations, exchange fees and common group related expenses. Personnel costs of 232 KSEK (193 KSEK) represent accrued wages to the Board of Directors.

The operating result totalled -782 KSEK (-729 KSEK) and the result after financial items totalled -1 KSEK (38 KSEK). Interest income mainly relates to intra-group loans from the parent to the subsidiary Freemelt AB.

Key figures and the share

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Equity ratio ***	89%	91%	89%	91%	90%
Cash flow for the period	-17 814	29 739	37 542	13 072	-17 538
Number of shares on the balance sheet date	188 755 549	68 755 555	188 755 549	68 755 555	68 755 555
Average number of shares before dilution	188 755 549	62 013 675	148 313 562	54 806 837	61 819 308
Average number of shares after dilution ****	233 465 060	68 386 973	180 373 637	60 098 986	67 607 354
Earnings per share before dilution (SEK)	-0.11	-0.43	-0.30	-0.91	-1.46
Earnings per share after dilution (SEK)	-0.09	-0.39	-0.25	-0.83	-1.33

* Orderbook is the total value of received purchase orders which have not yet been invoiced.

** Order intake is the total value of received purchase orders in the period. Values are unavailable (n/a) before year 2025.

*** Equity ratio (solidity) indicates what proportion of the assets are financed with equity capital, adjusted equity as a percentage of balance sheet total.

**** Dilution includes listed TO 1 warrants (ISIN SE0023849203) and outstanding stock options and employee stock options.

The share

SEK	Date	Quota	Change in number of shares	Total number of shares	Subscription price	Change in share capital	Total share capital
Company founded	2017-03	0.05	1 000 000	1 000 000	0.05	50 000	50 000
Share issue	2021-04	0.05	705 000	1 705 000	0.05	35 250	85 250
Share issue	2021-04	0.05	500 000	2 205 000	10	25 000	110 250
Share issue	2021-06	0.05	8 000 000	10 205 000	10	400 000	510 250
Share issue	2021-06	0.05	26 395 000	36 600 000	10	1 319 750	1 830 000
Share issue	2023-02	0.05	10 155 000	46 755 000	6	507 750	2 337 750
Share issue	2023-04	0.05	845 000	47 600 000	6	42 250	2 380 000
Share issue	2024-04	0.05	21 155 555	68 755 555	3.1	1 057 778	3 437 778
Share Issue	2025-03	0.05	119 999 994	188 755 549	0.76	6 000 000	9 437 777

Freemelt Holding AB (publ), 559105-2922, is listed on the Nasdaq First North Growth Market since July 7th, 2021.

The company is traded under the short name ”FREEM” with ISIN code SE0011167170.

The company’s operations mainly take place through the subsidiary Freemelt AB, which was acquired by Freemelt Holding AB (publ)on June 7th, 2021.

Consolidated income statement
Summary

KSEK	Apr - Jun 2025	Apr - Jun 2024	Jan - Jun 2025	Jan - Jun 2024	Full year 2024
Income					
Net sales	19 074	2 410	22 000	3 226	20 025
Activated work for own account	5 660	9 258	9 504	18 374	27 568
Other operating income	1 558	811	2 658	1 267	3 100
Sum income	**26 292**	**12 479**	**34 162**	**22 867**	**50 693**
Operating expenses					
Trade goods	-10 415	-555	-10 944	-1 395	-5 984
Other external costs	-9 383	-13 116	-16 210	-23 112	-37 437
Personnel costs	-11 029	-11 800	-21 254	-21 235	-42 914
Depreciation tangible and intagible assets	-14 955	-13 349	-28 812	-26 828	-54 369
Other operating expenses	-1 038	-398	-1 554	-475	-885
Sum operating expenses	**-46 820**	**-39 218**	**-78 774**	**-73 045**	**-141 589**
Operating result	**-20 528**	**-26 739**	**-44 612**	**-50 178**	**-90 896**
Result from financial items					
Interest income and similar items	328	113	463	118	960
Interest expense and similar items	-10	-9	-117	-10	-18
Sum financial items	**318**	**104**	**346**	**108**	**942**
Result after financial items	**-20 210**	**-26 635**	**-44 266**	**-50 070**	**-89 954**
Tax on the period's results	-2	0	-3	0	4
RESULT FOR THE PERIOD	-20 212	-26 635	-44 269	-50 070	-89 950

Consolidated balance sheet
Summary

KSEK	2025-06-30	2024-06-30	2024-12-31
ASSETS			
Non-current assets			
Intangible assets			
Goodwill *	58 282	105 805	82 043
Balanced development work	91 121	78 255	85 105
Patents	4 613	2 696	3 537
Total intangible assets	**154 016**	**186 756**	**170 685**
Tangible assets			
Machinery and other technical facilities	5 165	4 698	9 533
Equipment, tools and installations	1 292	1 006	1 149
Total tangible assets	**6 457**	**5 704**	**10 682**
Financial assets			
Deferred tax claim **	5 230	5 230	5 230
Total non-current assets	**165 703**	**197 690**	**186 597**
Current assets			
Inventory, etc			
Raw materials, consumables, trade goods	20 906	13 758	13 707
	20 906	**13 758**	**13 707**
Receivables			
Accounts receivables	19 829	4 110	1 190
Other receivables	603	1 513	1 455
Prepaid expenses and accrued income	3 590	2 235	3 734
	24 022	**7 858**	**6 379**
Cash and bank balances	53 984	47 179	16 625
Total current assets	**98 912**	**68 795**	**36 711**
TOTAL ASSETS	264 615	266 485	223 308
EQUITY AND LIABILITIES			
Equity			
Share capital	9 438	3 438	3 438
Other capital contributed	533 830	461 966	461 966
Other equity including this year's result	-307 781	-223 976	-263 687
Total equity	**235 487**	**241 428**	**201 717**
Non-current liabilities			
Other liabilities	-	-	-
Current liabilities			
Accounts payables	8 429	6 884	3 069
Tax liabilities	368	125	685
Other liabilities	1 885	2 134	6 469
Accrued costs and prepaid income	18 446	15 914	11 368
Total current liabilities	**29 128**	**25 057**	**21 591**
TOTAL EQUITY AND LIABILITIES	264 615	266 485	223 308

* The Group's Goodwill arose when Freemelt Holding AB acquired Freemelt AB on 2021-06-17. The value of the acquired company then exceeded the acquired equity by approximately MSEK 238. The group depreciates goodwill over 5 years.

** Considering the uncertainty about future profitability, the group has not recognized deferred tax claims after year 2021.

Consolidated statement of cash flows
Summary

KSEK	Apr - Jun 2025	Apr - Jun 2024	Jan - Jun 2025	Jan - Jun 2024	Full year 2024
Cash flow from operating activities					
Result after financial items	-20 210	-26 635	-44 266	-50 070	-89 954
Adjustments for items not affecting cash flow	14 955	13 349	28 812	26 828	54 369
Cash flow from operating activities before changes in working capital	**-5 255**	**-13 286**	**-15 454**	**-23 242**	**-35 585**
Increase (-)/Decrease (+) Inventory	-3 760	-2 530	-7 199	-5 789	-5 738
Increase (-)/Decrease (+) Receivables	-7 111	-3 585	-17 642	632	2 112
Increase (+)/Decrease (-) Payables	1 721	8 252	12 619	9 895	1 429
Net cash from operating activities	**-14 405**	**-11 149**	**-27 676**	**-18 504**	**-37 782**
Cash flow from investing activities					
Investments in intangible fixed assets	-6 360	-9 543	-10 774	-18 877	-29 110
Investments in tangible fixed assets	2 809	-1 484	2 738	-1 484	-7 629
Net cash from investing activities	**-3 551**	**-11 027**	**-8 036**	**-20 361**	**-36 739**
Cash flow from financing activities					
Share issue	-378	51 651	77 711	51 651	51 651
Stock options	432	0	432	0	0
Employee stock options	88	264	111	286	332
Short term liabilities	0	0	-5 000	0	5 000
Cash flow from financing activities	**142**	**51 915**	**73 254**	**51 937**	**56 983**
Cash flow for the period	-17 814	29 739	37 542	13 072	-17 538
Cash and cash equivalents at beg. of period	71 822	17 460	16 625	34 070	34 070
Exchange rate diff. in cash and cash equivalents	-24	-20	-183	37	93
CASH AND CASH EQUIVALENTS END OF PERIOD	53 984	47 179	53 984	47 179	16 625

Consolidated statement of changes in equity
Summary

KSEK	Share capital	Other capital contributed	Retained earnings incl. this period's result	Total equity
Opening balance 2025-01-01	3 438	461 966	-263 687	201 717
Share issue	6 000	71 864		77 864
Conversion difference			-368	-368
Stock options			432	432
Employee stock options			111	111
Result for the period			-44 269	-44 269
Closing balance 2025-06-30	9 438	533 830	-307 781	235 487
Opening balance 2024-01-01	2 380	411 373	-174 235	239 518
Share issue	1 058	50 593		51 651
Conversion difference			166	166
Employee stock options			332	332
Result for the period			-89 950	-89 950
Closing balance 2024-12-31	3 438	461 966	-263 687	201 717

Income statement
Parent company Freemelt Holding AB (publ)
Summary

KSEK	Apr - Jun 2025	Apr - Jun 2024	Jan - Jun 2025	Jan - Jun 2024	Full year 2024
Income					
Net sales	178	197	349	371	704
Sum income	**178**	**197**	**349**	**371**	**704**
Operating expenses					
Other external costs	-728	-733	-1 584	-1 339	-2 673
Personnel costs	-232	-193	-444	-408	-833
Other operating expenses	0	0	0	0	-2
Sum operating expenses	**-960**	**-926**	**-2 028**	**-1 747**	**-3 508**
Operating result	**-782**	**-729**	**-1 679**	**-1 376**	**-2 804**
Result from financial items					
Interest income and similar items	781	767	1 553	1 392	3 216
Interest cost and similar items	0	0	-108	0	0
Sum financial items	**781**	**767**	**1 445**	**1 392**	**3 216**
Result after financial items	**-1**	**38**	**-234**	**16**	**412**
Tax on the period's results	0	0	0	0	0
RESULT FOR THE PERIOD	-1	38	-234	16	412

Balance sheet
Parent company Freemelt Holding AB (publ)
Summary

KSEK	2025-06-30	2024-06-30	2024-12-31
ASSETS			
Non-current assets			
Financial fixed assets			
Shares in subsidiaries	425 675	354 019	380 565
Receivables from group companies	80 370	78 122	79 492
Total non-current assets	**506 045**	**432 141**	**460 057**
Current assets			
Current receivables			
Receivables from group companies	222	244	212
Other receivables	176	353	95
Prepayments and accrued income	643	394	242
	1 041	**991**	**549**
Cash and bank balances	32 305	27 865	5 935
Total current assets	**33 346**	**28 856**	**6 484**
TOTAL ASSETS	539 391	460 997	466 541
EQUITY AND LIABILITIES			
Equity			
Share capital	9 438	3 438	3 438
Other capital contributed	533 830	461 966	461 966
Balanced profit or loss	-4 979	-5 670	-5 649
Stock options	552	0	0
Employee stock options	88	309	355
Result for the period	-234	38	412
Total equity	**538 695**	**460 081**	**460 522**
Current liabilities			
Account payables	138	338	299
Other liabilities	336	316	5 000
Accrued costs and prepaid income	222	262	720
Total current liabilities	**696**	**916**	**6 019**
TOTAL EQUITY AND LIABILITIES	539 391	460 997	466 541

Statement of changes in equity
Parent company Freemelt Holding AB (publ)

KSEK	Share capital	Other capital contributed	Retained earnings incl. this period´s result	Total equity
Opening balance 2025-01-01	3 438	461 966	-4 882	460 522
Share issue	6 000	71 864		77 864
Stock options			432	432
Employee stock options			111	111
Result for the period			-234	-234
Closing balance 2025-06-30	9 438	533 830	-4 573	538 695
Opening balance 2024-01-01	2 380	411 373	-5 627	408 126
Share issue	1 058	50 593		51 651
Employee stock options			333	333
Result for the period			412	412
Closing balance 2024-12-31	3 438	461 966	-4 882	460 522

Additional information

Risks and uncertainties
Freemelt is in a growth and development phase where costs exceed net sales. This is the main reason for the company's negative result and negative operating cash flow.

In 2025, US tariffs were introduced on imports from several countries, including Sweden. There is uncertainty to how this will evolve and how it will impact sales in the US.

Additional risks and uncertainties are described in more detail in the group's annual report 2024.

Accouting principles
The group and parent company apply the Annual Accounts Act and BFNAR 2012:1 Annual Accounts and Group accounting rules (K3).

Warrant and options
The group has outstanding warrant, stock option and employee stock option programs. Maximum dilution from all programs as of quarter end amounted to approximately 21.6% based on the number of shares after full subscription. The listed TO 1 warrant has a potential dilution of approx. 16.6%. Stock options and employee stock options have a potential dilution of approx. 5.0%. The calculation does not take into account the "net exercise" structure used in the stock option and some employee stock option programs which will reduce the de facto actual dilution.

The share
Freemelt Holding AB (publ) is listed on the Nasdaq First North Growth Market since July 7, 2021. The company is traded under the short name "FREEM" with ISIN code SE0011167170. Eminova Fondkommission is Freemelt Holding's Certified Adviser.

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Warrant TO 1
Warrant TO 1 is listed on Nasdaq First North Growth Market since March 12, 2025. It is traded under the short name "FREEM TO 1" with ISIN code SE0023849203. The warrant entitles the holder to subscribe for one new share in Freemelt Holding AB (publ) from 2 June 2026 until 16 June 2026. Complete terms and conditions are available on the company's website, www.freemelt.com.

Financial reports
Financial reports are available on the company's website, www.freemelt.com, on the same day as they are published.

Audit
The present report has not been subject to review by the company's auditor.

The Board’s assurance

The Board and the Managing Director hereby certify that the quarterly report provides a fair overview of the parent company and the group’s operations, financial position and results.

Gothenburg on 5 August 2025
Freemelt Holding AB (publ).

Kai Gruner
Chairman of the Board

Mikael Wahlsten
Board member

Lottie Saks
Board member

Cecilia Jinert Johansson
Board member

Mala Valroy
Board member

Johannes Henrich Schleifenbaum
Board member

Martin Julander
Board member

Daniel Gidlund
Managing Director & CEO

Other information

Financial calender

Q3 2025 Interim report November 4, 2025
Q4 2025 Interim report February 19, 2026

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