

# INTERIM REPORT

OCT-DEC 2025

# EXECUTIVE SUMMARY

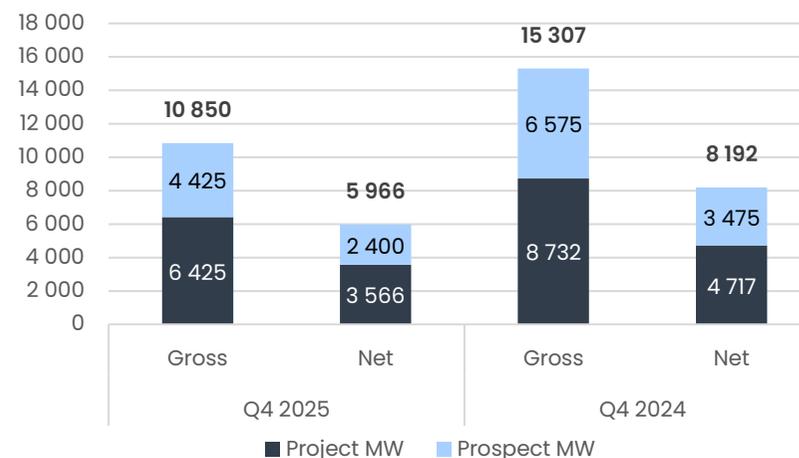
During the fourth quarter of 2025, Hexicon focused on cost control and portfolio prioritisation in the floating offshore wind market characterised by continued cost pressure and evolving regulatory frameworks.

During the quarter, an impairment related to the UK-based TwinHub project was recognised. The subsequent control balance sheet confirmed that the remaining project portfolio has sufficient value to restore equity at the subsidiary level, with no further impairment required at the parent company.

In the United Kingdom, the Pentland floating offshore wind project strengthened its ownership base and, after the end of the period, secured a Contract for Difference in Allocation Round 7, supporting continued progress toward final investment decision.

In South Korea, policy developments during the period provided increased clarity on infrastructure expansion and future auction frameworks, supporting the long-term potential of floating offshore wind and the continued maturation of the MunmuBaram project.

## 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, and the removal of Ireland from the prospect definition as the market stalls.

## SUMMARY BUSINESS RESULTS Q4

### OCTOBER – DECEMBER 2025

- Net revenue: SEK 2.6 (4.7) million
- Operating profit/loss: SEK -152.0 (-11.9) million
- Profit/loss before tax for the period: SEK -195.9 (-124.6) million
- Earnings per share basic and diluted: SEK -0.54 (-0.34)
- Cash flow from operating activities: SEK -14.3 (19.6) million

## SUMMARY BUSINESS RESULTS YTD

### JANUARY – DECEMBER 2025

- Net revenue: SEK 19.2 (9.8) million
- Operating profit/loss: SEK -137.3 (-91.4) million
- Profit/loss before tax for the period: SEK -326.4 (-258.6) million
- Earnings per share basic and diluted: SEK -0.90 (-0.71)
- Cash flow from operating activities: SEK -34.7 (-139.0) million

1) IRENA.org Floating Offshore Wind Outlook 2024

# SIGNIFICANT EVENTS

## Before the quarter

**January:** Hexicon's Swedish joint venture, Freja Offshore, received a Natura 2000 permit from the County Administrative Board for the floating offshore wind farm Mareld, which is planned off the west coast of Sweden.

**March/April:** 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.

**May:** 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.

**June:** 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 were concluded after the quarter.

## September:

- **RCF extension:** The revolving credit facility was extended by 24 months to 30 June 2027 on updated terms (monthly PIK interest 1.38% plus fees). The agreement includes issuing 116–158 million warrants (strike SEK 0.40, maturity 1 July 2028), subject to EGM approval after the quarter.
- **MoU with Wallstreet :** Hexicon signed an MoU with Wallstreet (Soya Group) to convert around SEK 28m of outstanding loans into equity in Freia Offshore AB (the Group's IP company). After conversion, Wallstreet is expected to own 49%. Additionally, Board member Göran Öfverström resigned to avoid conflicts of interest.
- **Nuveen tranche E:** Hexicon agreed a new EUR 4.75 million tranche (E) under the Nuveen development loan to fund corporate overhead and priority project development, drawn in stages against milestones. Terms remain aligned with the existing facility, with maturity extended to 31 December 2026.

## During the quarter

**October:** An Extraordinary General Meeting was held, approving the issuance of warrants as part of the RCF extension in September 2025.

## December:

- **Impairment of the TwinHub project:** Hexicon records an impairment of SEK 115 million of capitalised intangible assets, goodwill, and other adjustments from the acquisition and development of the TwinHub project. The impairment of the project leads to a subsequent write-down of intercompany receivables in Hexicon Holding AB and the need to prepare a Control Balance Sheet (*Sw. kontrollbalansräkning*), which was concluded after the quarter.
- **A smaller loan :** of SEK 2.8 million was entered into with the aim to fund some minor costs that are outside of the scope of the Nuveen facility. The loan carries the same interest as the RCF, 1.38% monthly PIK, and has the same maturity date of 30 June 2027. Additionally, SEK 5.6 million warrants with strike price 0.40 SEK/warrant with maturity first week of January 2029 will be issued. The warrants need approval at an Extraordinary General Meeting to be held after the period.

## After the quarter

**January 2026:** The Control Balance Sheet (*Sw. kontrollbalansräkning*) in Hexicon Holding AB was completed and concluded that the remaining projects held by the company have sufficient value for the company's equity not to have been depleted.

## CEO COMMENTS

# FOCUS, DISCIPLINE AND POSITIONING FOR THE NEXT PHASE

The fourth quarter of 2025 was a period of focus and reflection for Hexicon, set against a floating offshore wind market that is clearly evolving, but not without friction. Across our core markets, political ambition for offshore wind remains strong, and floating technology is increasingly recognised as essential in deep-water regions. At the same time, elevated cost levels, supply chain constraints, and the need for predictable regulatory frameworks continue to influence how quickly projects can move from development into execution.

For Hexicon, this environment requires discipline and selectivity. Progress is no longer defined solely by expanding portfolios or advancing timelines, but by making the right choices about where to invest and how to allocate capital, by continuously evaluating and interpreting changes in the domestic and macro-climate.

One such decision during the quarter was the impairment of the TwinHub project in the UK. TwinHub has been part of Hexicon's journey for many years and represents a significant amount of development work and commitment. However, sustained inflation, higher supply chain costs, and a more challenging divestment environment have materially altered the project's financial outlook. Recognising this impairment was therefore a necessary and responsible step to reflect current conditions.

Importantly, the work carried out in connection with the subsequent control balance sheet confirmed that the remainder of our project portfolio retains its value. This provides reassurance that Hexicon's broader asset base—spanning several markets and stages of development—continues to support our long-term strategy. While disappointing in isolation, the TwinHub impairment allows us to sharpen our focus and concentrate resources on projects with stronger long-term value potential.



## CONT.

At the same time, we saw clear confirmation of our development model through the continued progress of the Pentland project in the UK. Pentland was initiated by Hexicon in 2015 and has since matured through a long and demanding development phase together with strong partners. During the period, the project strengthened its ownership base, and after the end of the year, it secured a Contract for Difference in the UK's Allocation Round 7. This milestone provides long-term revenue certainty and enables the project to move toward final investment decision.

For Hexicon, Pentland is more than a single success. It illustrates how early-stage development, patience and the ability to bring in the right partners can translate into bankable projects as markets mature. It also reinforces our belief that value in floating offshore wind is often created well before construction, through disciplined development and positioning.

South Korea remains another core market where floating offshore wind is structurally necessary due to deep-water conditions. During the quarter, policy direction became clearer with the government's Offshore Wind Infrastructure Expansion and Supply Plan. The plan addresses key enablers such as infrastructure, industrial development and cost reduction, and points toward fixed-price competitive auctions and a long-term auction roadmap. These signals are supportive for the continued maturation of floating offshore wind in Korea and for the long-term opportunity in MunmuBaram.

At the same time, recent developments in the market underline that floating offshore wind remains sensitive to cost assumptions and regulatory design. The decision by a neighbouring project to step back from signing its offtake agreement serves as a reminder that frameworks must be investable and robust to changing economic conditions. For Hexicon, this reinforces the importance of advancing MunmuBaram with discipline—balancing ambition with realism and timing investments carefully.

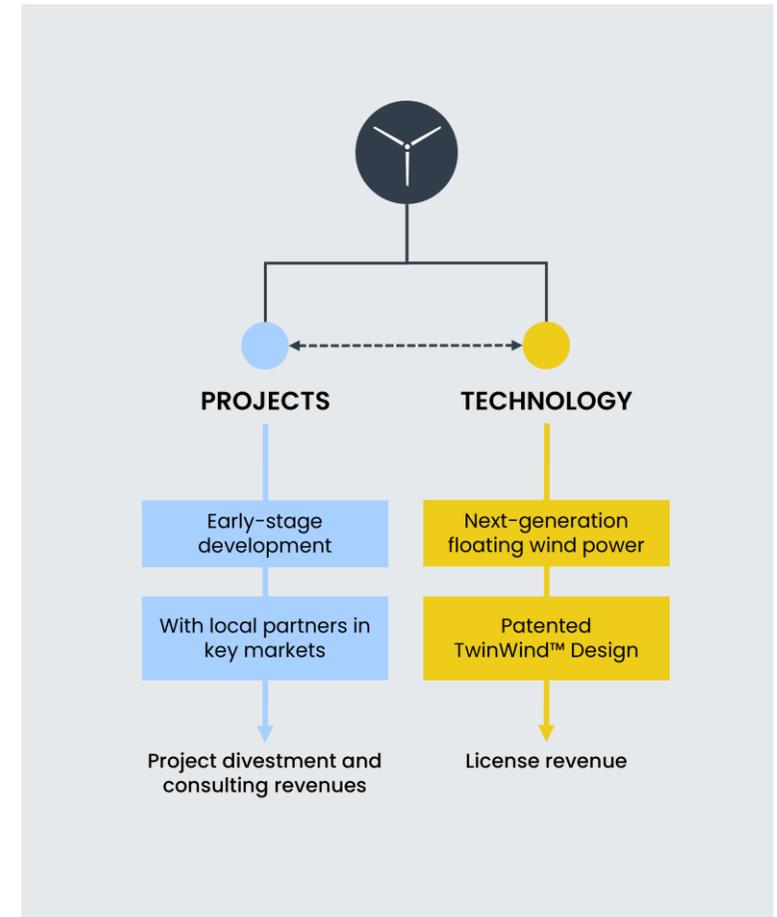
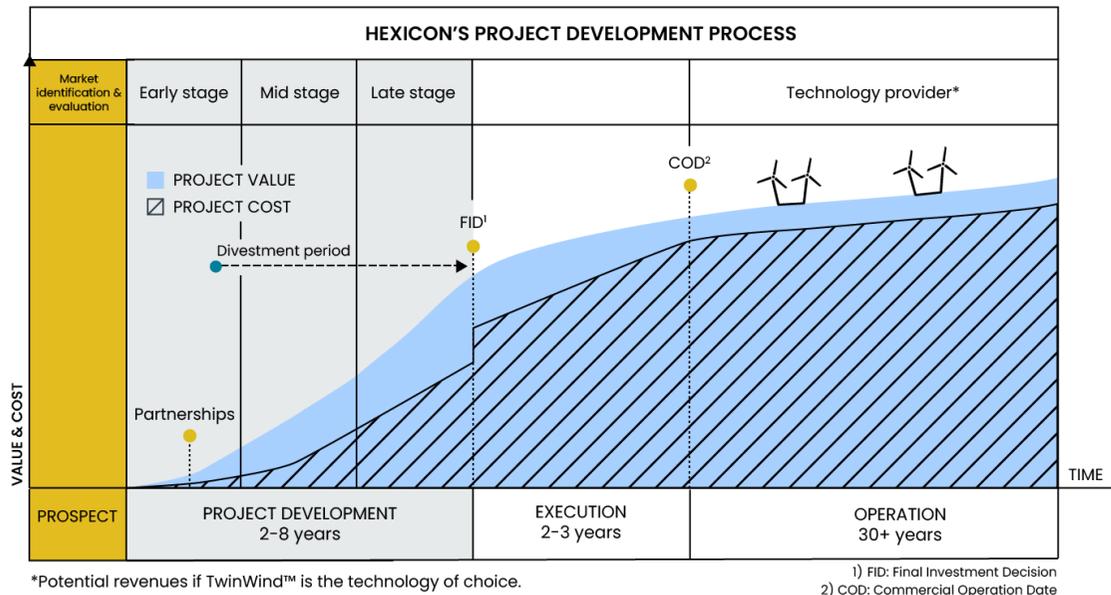
Ensuring staying power is essential in this phase of the market. During and after the quarter, we therefore continued to work actively with financing solutions and initiated measures to streamline the organisation and reduce costs. These are difficult decisions that affect valued colleagues, but they are driven by the need to ensure that Hexicon has the resilience required to carry its priority projects through to the next phase of value creation.

Looking ahead, our priorities are clear. We will continue to protect liquidity, focus on our most valuable projects, advance partnering and divestment discussions, and move our patented TwinWind™ technology further along the path toward commercial application. Floating offshore wind is entering a more demanding phase—but also one where experience, discipline and long-term commitment begin to matter more than ever.

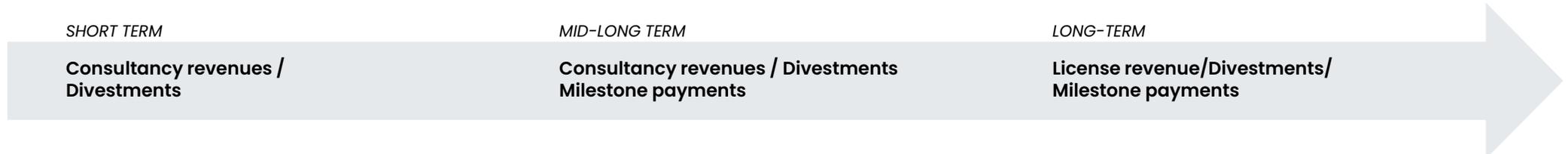
**Marcus Thor, CEO**

# 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. 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

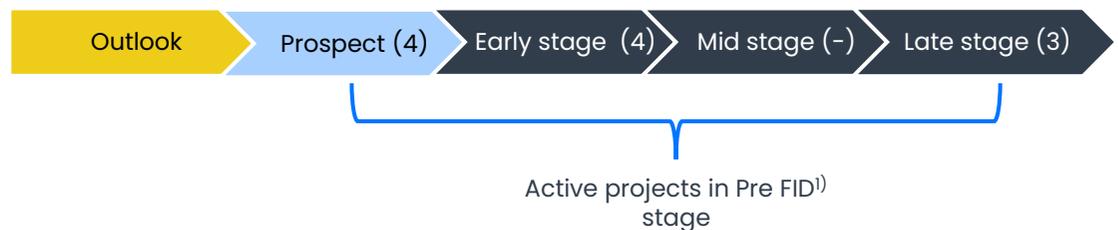
With a strong foundation of industry expertise and a solid track record, Hexicon drives project development from the start, establishing key partnerships and engaging stakeholders while securing key permits needed to reach the FID<sup>1)</sup> and construction phases.

### 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.

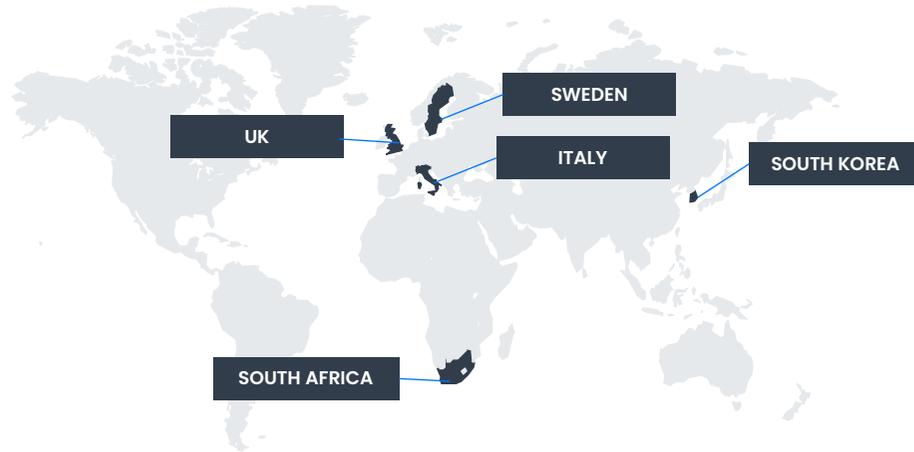
## PROJECT STAGES

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

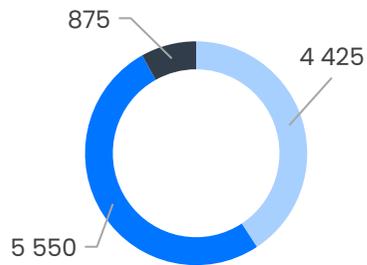


<sup>1)</sup> Final Investment Decision

# A GLOBAL PROJECT PORTFOLIO

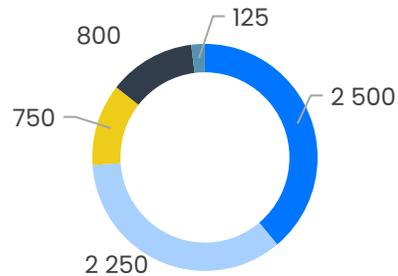


**Total portfolio Q4 - Stages**  
Gross MW



■ Prospect ■ Early ■ Late

**Active project Q4 - Countries**  
Gross MW



■ Sweden ■ Italy  
■ South Korea ■ South Africa  
■ UK

Country	Project	Gross MW	Net MW	Stage	Status
<b>Project portfolio</b>					
Sweden	Mareld	2,500	1,250	Early	Active
South Korea	MunmuBaram	750	750	Late	Active
Italy	Sardinia South 1	1,550	775	Early	Active
Italy	Sardinia South 2	700	350	Early	Active
South Africa	Gagasi	800	400	Early	Active
UK	Pentland	92.5	9.3	Late	Active
UK	TwinHub	32	32	Late	Active
<b>Prospect portfolio</b>					
Italy	Puglia 1	950	475	-	-
Italy	Puglia 2	1,150	575	-	-
Italy	Sardinia NE	1,950	975	-	-
South Korea	MunmuBaram	375	375	-	-

**HEXICON'S TOTAL ACTIVE OWNERSHIP**

**55%**

# FINANCIAL OVERVIEW

## Financial Performance: October – December

### 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 2.6 (4.7) million during the period, mainly related to consulting services from ongoing project developments. For more information, see note 4.

**The operating profit/loss** for the period amounted to SEK -152.0 (-11.9) million. Largely driven by the depreciation/amortisation and impairments, which amounted to -131.5 (-7.2) from the impairment of the TwinHub project in the period.

**Net Financial expenses** for the period totalled SEK -43.9 (-112.8) million, largely driven by interest expenditure. The group holds loans and assets in multiple currencies, which affects net financial income/(expenses). The higher cost in Q4 2024 was driven by the regulatory approval of the MunmuBaram transaction, as interest is based on estimated future cash flows. Securing the governmental approval increased the probability of future cash flows from the MunmuBaram project. For further information, see note 8.

**The group's loss** for the period amounted to SEK -196.5 (-124.5) million.

### Cash Flow, Financing, And Investments

**Cash flow from operating activities** amounted to SEK -14.3 (19.6) million. The difference is primarily attributable to less borrowing and higher operating loss.

**Cash flow from investment activities** amounted to SEK -0.3 (-36.9) million, reflecting limited project investments during the period.

**Cash flow from financing activities** amounted to SEK 19.0 (1.9) million. The difference is primarily attributable to higher loan drawdowns during the quarter compared with the same period last year.

**The group's cash flow** for the period amounted to SEK 4.5 (-15.5) million.

## Financial Performance: January – December

### Net Revenue And Earnings

**Net revenues** amount to SEK 19.2 (9.8) million, which are related to consulting services from ongoing project developments. For more information, see note 4.

**Other operating income** amounted to SEK 80.6 (5.5) million, mainly attributable to the divestment of Italian projects.

**The operating profit/loss** for the period amounted to SEK -137.3 (-91.4) million. Largely driven by the depreciation/amortisation and impairments, which amounted to -140.8 (-18.1) by the impairment of the TwinHub project.

**Net Financial expenses** for the period totalled SEK -189.1 (-167.3) million, largely driven by interest expenditure. The group has loans and assets in multiple currencies, impacting net financial income/(expenses). For more information, see note 8.

**The group's loss** for the period amounted to SEK -327.1 (-258.2) million.

### Cash Flow, Financing, And Investments

**Cash flow from operating activities** amounted to SEK -34.7 (-139.0) million. The difference relates mainly to less lending to associated companies, and less change in operating receivables during this period compared with same period last year.

**Cash flow from investment activities** amounted to SEK -10.5 (-152.0) million, as there has been limited project investments during the period.

**Cash flow from financing activities** amounted to SEK 42.6 (192.0) million. The difference is primarily attributable to lower loan drawdowns during the year compared to the same period last year. Although the outstanding debt has increased, this is due to accrued interest being capitalised into the loan balance, which does not have an impact on cash flow from financing activities.

**The group's cash flow** for the period amounted to SEK -2.6 (-99.0) million.

# FINANCIAL OVERVIEW

## Balance Sheet

**The group's total assets** at the end of the reporting period amounted to SEK 441.2 (599.2) million.

**Intangible assets** as of December 31 were SEK 50.4 (185.8) million, a large decrease driven by the TwinHub impairment in the period, out of which SEK 26.8 millions is non-impaired capitalised development expenditure in the TwinHub project.

**Plant and equipment** amounted to SEK 16.7 (27.5) million out of which SEK 16.3 million is related to the Twinhub project. The difference is mainly driven by the depreciation.

**Participation in associated companies** as of December 31 was SEK 161.2 (247.7) million.

**Other current assets** as of the end of December amount to SEK 118.9 (104.6) million, out of which SEK 111.8 relates to a loan to associated companies following the reclassification of the MunmuBaram project from a subsidiary to an associated company in Q3 2024.

**The cash** balance as of December 31 amounted to SEK 20.3 (23.0) million. Hexicon also has an additional EUR 0.76 million available for drawdown under the Nuveen facility.

**Equity** was SEK -632.0 (-284.9) million. The equity/asset ratio was -143 (-48) %. The total equity in the parent company remains intact at SEK 59.1 (132.7) million. Warrants were issued in February 2025 and additionally in October 2025, as part of the extension of the revolving credit facility. The warrants are valued at market value using the Black and Scholes model, resulting in SEK 10.3 million recognised 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 partly non-current based on expected cash flows and is measured at amortised cost using expected future cash flows.

## Parent Company

The parent company's net revenue during the quarter amounted to SEK 2.6 (5.1) million, and the result for the quarter was SEK -37.4 (-28.3) million. The cash balance as of December 31 amounts to SEK 15.9 (6.5) million. The total assets on the same date amount to SEK 365.2 (342.6) million.

# OTHER FINANCIAL INFORMATION

## Organisation

The group had 19 (26) employees at the end of the reporting period.

## Significant Events In The Reporting Period

October: An Extraordinary General Meeting was held, approving the issuance of warrants as part of the RCF extension in September 2025.

December:

- Impairment of the TwinHub project: Hexicon records an impairment of SEK 115 million of capitalised intangible assets, goodwill, and other adjustments from the acquisition and development of the TwinHub project. The impairment of the project leads to a subsequent write-down of intercompany receivables in Hexicon Holding and the need to prepare a Control Balance Sheet (*Sw. kontrollbalansräkning*), which was concluded after the quarter.
- A smaller loan of SEK 2.8 million was entered into with the aim to fund some minor costs that are outside of the scope of the Nuveen facility. The loan carries the same interest as the RCF, 1.38% monthly PIK, and has the same maturity date of 30 June 2027. Additionally, SEK 5.6 million warrants with a strike price 0.40 SEK/warrant with maturity first week of January 2029 will be issued. The warrants need approval at an Extraordinary General Meeting to be held after the period.

The issuance of new warrants in October 2025 triggered a clause regarding the 40 million warrants issued in February 2025. The clause extended the maturity date from 31 March 2026 to 31 March 2027 for the 40 million warrants.

## 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. This led 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.

## Significant Events After The Reporting Period

January 2026: The Control Balance Sheet (*Sw. kontrollbalansräkning*) in Hexicon Holding AB was completed and concluded that the remaining projects held by the company have sufficient surplus value for the company's equity not to have been depleted.

# OTHER FINANCIAL INFORMATION

## Risks And Uncertainty Factors

The Company's operations are subject to a number of risks and uncertainties. A detailed description of these can be found in the risk section of the Annual Report. No material changes to the Company's risk profile have occurred since the publication of the Annual Report.

Hexicon has two patent families that are under objection, relevant to the TwinWind technology, one at the Swedish Patent and Market Appeals Court (PMÖD) and one at Patent and Market Court (PMD). The appeal at PMÖD received a verdict on November 3<sup>rd</sup>, 2025, to reject the appeal. The patent has now been appealed to the decision from PMÖD and has requested a permit for the Swedish Supreme Court to take up the case.

The second patent family under appeal at PMD is still awaiting a decision. 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 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

Two member of the management team left their permanent position and entered into a consultancy agreement in Q4 2023 & Q3 2025. 2025 YTD expenses are SEK 3.2 (2.1) million.

Hexicon's CEO, Marcus Thor, provided a subordinated non-interest-bearing loan of EUR 20,000 to Hexicon in Q3 2025. This loan will be repayable at a multiple of 5 or 10 times the principal amount, but only if the loan repayment to Nuveen reaches certain specified thresholds, and the incentive will be borne by Nuveen.

The related party transactions are the same in the parent company as for the Group.

## 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 at  
[communications@hexicongroup.com](mailto:communications@hexicongroup.com)

## GROUP INCOME STATEMENT IN SUMMARY

MSEK	Note	2025	2024	2025	2024
		Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net revenue	4	2.6	4.7	19.2	9.8
Other operating income		0.7	1.4	80.6	5.5
Capitalised development	5	-0.2	2.3	7.3	16.3
Other external expenses		-3.1	-8.6	-36.7	-44.5
Personnel costs		-8.3	-11.4	-33.3	-44.3
Depreciation/amortisation and impairments	7	-131.5	-7.2	-140.8	-18.1
Other operating expenses		-5.4	-0.4	-6.9	-1.6
Result from share in associated companies		-6.9	7.3	-26.8	-14.6
<b>Operating profit/(loss)</b>		<b>-152.0</b>	<b>-11.9</b>	<b>-137.3</b>	<b>-91.4</b>
Net financial income/(expenses)	8	-43.8	-112.8	-189.1	-167.3
<b>Profit/(loss) before tax</b>		<b>-195.9</b>	<b>-124.6</b>	<b>-326.4</b>	<b>-258.6</b>
Tax		-0.6	0.1	-0.7	0.4
<b>Profit/(loss) for the period</b>		<b>-196.5</b>	<b>-124.5</b>	<b>-327.1</b>	<b>-258.2</b>
Profit/ (loss) for the period attributable to:					
Equity holder of the parent company		-196.5	-124.5	-327.1	-258.2
Non-controlling interests		-	-	-	-0.1
Earnings per share basic and diluted (SEK)		-0.54	-0.34	-0.90	-0.71

## GROUP STATEMENT OF COMPREHENSIVE INCOME

	2025	2024	2025	2024
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Profit/(loss) for the period	-196.5	-124.5	-327.1	-258.2
<b>OTHER COMPREHENSIVE INCOME</b>				
Items that are or may be reclassified to profit or loss				
Exchange differences on translation of foreign operations	-11.7	-19.5	-30.2	-27.9
<b>Sum other comprehensive income for the period</b>	<b>-11.7</b>	<b>-19.5</b>	<b>-30.2</b>	<b>-27.9</b>
<b>Total comprehensive income for the period</b>	<b>-208.2</b>	<b>-144.0</b>	<b>-357.4</b>	<b>-286.1</b>
<b>Total comprehensive income for the period attributable to:</b>				
Equity holder of the parent company	-208.2	-144.0	-357.4	-286.0
Non-controlling interests	-	-	-	-0.1

## GROUP BALANCE SHEET IN SUMMARY (1/2)

MSEK	2025-12-31	2024-12-31
<b>ASSETS</b>		
<i>Non-current asset</i>		
Intangible assets	50.4	185.8
Plant and equipment	16.7	27.5
Right of use assets	3.0	3.0
Participations in associated companies	8.9	12.5
Non-current financial assets	70.6	7.6
<b>Total non-current assets</b>	<b>149.7</b>	<b>236.3</b>
<i>Current assets</i>		
Participations in associated companies	152.3	235.2
Other current assets	118.9	104.6
Cash & cash equivalent	20.3	23.0
<b>Total current assets</b>	<b>291.5</b>	<b>362.8</b>
<b>TOTAL ASSETS</b>	<b>441.2</b>	<b>599.2</b>

## GROUP BALANCE SHEET IN SUMMARY (2/2)

MSEK	2025-12-31	2024-12-31
<b>EQUITY AND LIABILITIES</b>		
Share capital	3.6	3.6
Additional paid-in capital	548.4	538.1
Reserves	-62.1	-32.2
Contingent consideration	41.0	41.0
Retained earnings including profit/(loss) for the period	-1 162.2	-834.6
<b>Equity attributable to equity holders of the parent company</b>	<b>-631.3</b>	<b>-284.2</b>
Non-controlling interest	-0.7	-0.8
<b>Total equity</b>	<b>-632.0</b>	<b>-284.9</b>
<b>NON-CURRENT LIABILITIES</b>		
Provisions	37.8	35.7
Deferred tax liabilities	-	3.8
Non-current interest-bearing liabilities	879.1	569.4
Non-current lease liabilities	-	-
Other non-current liabilities	10.2	13.8
<b>Total non-current liabilities</b>	<b>927.1</b>	<b>622.7</b>
<b>CURRENT LIABILITIES</b>		
Current interest-bearing liabilities	117.2	184.4
Accounts payable	6.7	6.7
Other current liabilities	11.9	36.7
Accrued expenses and deferred income	10.2	33.7
<b>Total current liabilities</b>	<b>146.1</b>	<b>261.5</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>441.2</b>	<b>599.2</b>

## GROUP REPORT ON CHANGES IN EQUITY IN SUMMARY

	2025	2024
MSEK	Jan-Dec	Jan-Dec
<b>Opening balance equity attributable to equity holders of the parent company</b>	<b>-284.2</b>	<b>1.9</b>
<i>Total result for the period</i>		
Income/(loss) for the period	-327.1	-258.2
Other comprehensive income/(loss)	-30.3	-27.9
<b>Total comprehensive income/(loss) for the period</b>	<b>-357.4</b>	<b>-286.2</b>
Warrants	10.3	-
<b>Closing balance equity attributable to equity holders of the parent company</b>	<b>-631.3</b>	<b>-284.2</b>
<b>Opening balance equity attributable to non-controlling interests</b>	<b>-0.8</b>	<b>-0.7</b>
Total comprehensive income/ (loss) for the period	0.1	-0.1
Non-controlling interest from business	-	-
<b>Closing balance equity attributable to non-controlling interests</b>	<b>-0.7</b>	<b>-0.8</b>

## GROUP CASH FLOW STATEMENT IN SUMMARY (1/2)

	2025	2024	2025	2024
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
<b>OPERATING ACTIVITIES</b>				
Operating profit/(loss)	-152.0	-11.9	-137.3	-91.4
Adjustment for non-cash-items	89.5	9.9	79.1	60.2
Interest received	-	-	-	-
Interest paid	-	-	-	-0.4
Income tax paid	0.7	-0.2	0.6	-0.3
<b>Sum</b>	<b>-61.8</b>	<b>-2.2</b>	<b>-57.6</b>	<b>-31.9</b>
Increase (-)/Decrease (+) of operating receivables*	64.3	11.1	15.9	-86.5
Increase (+)/Decrease (-) of operating payables	-16.8	10.7	7.1	-20.6
<b>Cash flow from operating activities</b>	<b>-14.3</b>	<b>19.6</b>	<b>-34.7</b>	<b>-139.0</b>
<b>INVESTMENT ACTIVITIES</b>				
Acquisition of intangible assets	-0.3	-2.3	-10.3	-16.2
Dividend from Associated companies	-	-	-	44.5
Other investments	-	-34.7	-0.2	-180.3
<b>Cash flow from investment activities</b>	<b>-0.3</b>	<b>-36.9</b>	<b>-10.5</b>	<b>-152.0</b>

## GROUP CASH FLOW STATEMENT IN SUMMARY (2/2)

	2025	2024	2025	2024
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
<b>FINANCING ACTIVITIES</b>				
Lending to associated companies*	-	-	-	-
Borrowings	19.7	5.7	46.1	197.7
Other financing items	-0.7	-3.8	-3.6	-5.7
<b>Cash flow from financing activities</b>	<b>19.0</b>	<b>1.9</b>	<b>42.6</b>	<b>192.0</b>
Cash flow for the period	4.5	-15.5	-2.6	-99.0
Cash at the beginning of the period	15.9	38.2	23.0	121.2
Exchange-rate difference in cash	-0.1	0.3	-0.1	0.8
<b>Cash at the end of the period</b>	<b>20.3</b>	<b>23.0</b>	<b>20.3</b>	<b>23.0</b>

\*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 Q4 2024 and YTD 2024 in this report have been corrected.

## PARENT COMPANY INCOME STATEMENT IN SUMMARY

	2025	2024	2025	2024
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net revenue	2.6	5.1	19.0	17.4
Capitalised development	0.0	0.6	1.5	1.2
Other operating income	0.5	0.4	2.4	1.8
Other external expenses	-7.3	-11.8	-31.5	-41.0
Personnel costs	-5.9	-8.3	-24.5	-32.1
Depreciation/amortisation and impairments	0.0	-0.1	-0.2	-0.2
Other operating expenses	-0.6	-0.4	-2.1	-1.4
<b>Operating profit/(loss)</b>	<b>-10.8</b>	<b>-14.5</b>	<b>-35.4</b>	<b>-54.3</b>
Net financial income/(expenses)	-26.6	-13.8	-48.5	-34.1
<b>Profit/(loss) before tax</b>	<b>-37.4</b>	<b>-28.3</b>	<b>-84.0</b>	<b>-88.4</b>
Tax	-	-	-	-
<b>Profit/(loss) for the period</b>	<b>-37.4</b>	<b>-28.3</b>	<b>-84.0</b>	<b>-88.4</b>

*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	2025-12-31	2024-12-31
<b>ASSETS</b>		
<i>Non-current asset</i>		
Intangible assets	0.0	13.8
Plant and equipment	0.3	0.5
Non-current financial assets	301.4	279.3
<b>Total non-current assets</b>	<b>301.8</b>	<b>293.7</b>
<i>Current assets</i>		
Other current assets	47.5	42.4
Cash & cash equivalent	15.9	6.5
<b>Total current assets</b>	<b>63.4</b>	<b>48.9</b>
<b>TOTAL ASSETS</b>	<b>365.2</b>	<b>342.6</b>

## PARENT COMPANY BALANCE SHEET IN SUMMARY (2/2)

MSEK	2025-12-31	2024-12-31
<b>EQUITY AND LIABILITIES</b>		
<b>Restricted equity</b>		
Share capital	3.6	3.6
Restricted equity for development expenses	0.0	13.8
<b>Non-restricted equity</b>		
Share premium reserve	538.1	538.1
Contingent consideration	41.0	41.0
Retained earnings	-439.7	-375.4
Profit/(loss) for the period	-84.0	-88.4
<b>Total Equity</b>	<b>59.1</b>	<b>132.7</b>
<b>Non-current liabilities</b>		
Non-current interest-bearing liabilities	121.2	-
<b>Total non-current liabilities</b>	<b>121.2</b>	<b>-</b>
<b>Current liabilities</b>		
Current interest-bearing liabilities	141.3	159.4
Accounts payable	4.7	4.2
Other current liabilities	0.4	0.9
Accrued expenses and deferred income	38.4	45.4
<b>Total current liabilities</b>	<b>184.9</b>	<b>209.9</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>365.2</b>	<b>342.6</b>

# 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 Accounting Standards 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 Critical assessments and the cause of uncertainty in the estimates are the same as in the latest annual report.

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 49.75 million, which has EUR 0.76 million still to be 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 recognised 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.

## 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 one 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 year, two projects in the rest of Europe, namely the Italian projects Sicily South and Sardinia NW, were divested. The revenues (other operating income) are accounted for net of assets value sold, amounted to SEK 20.5 million, and future

milestones of SEK 55.9 million (EUR 5.1 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. Project rights divestments can only be classified as net revenue if a subsidiary is divested.

	2025	2024	2025	2024
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
<b>Net revenue</b>				
Services	2.6	4.7	19.2	9.8
Project rights	-	-	-	-
Total net revenue	2.6	4.7	19.2	9.8
<b>Allocation per market</b>				
Sweden	0.7	0.7	3.1	2.9
Rest of Europe	0.7	-	1.6	-
Asia	1.2	4.0	14.5	6.9
<b>Allocation per point in time</b>				
Recognised at one point in time	-	-	-	-
Recognised over time	2.6	4.7	19.2	9.8

## NOTE 5: CAPITALISED DEVELOPMENT EXPENSES

Other external expenses for the period Oct-Dec amounted to SEK-3.1 (-8.6) million, and personnel costs to SEK -8.3 (-11.4) million, out of these SEK -0.2 (2.3) million were capitalised development expenses.

Other external expenses for the financial year amounted to SEK-36.7 (-44.5) million, and personnel costs to SEK -33.3 (-44.3) million, out of these SEK 7.3 (16.3) million were capitalised development expenses.

## 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 in accordance with IFRS 13 Fair Value Measurement. 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 relates to the acquisition of Wave Hub Ltd which includes a final contingent consideration of SEK 13.0 million (GBP 1.0 million) payable if the project reaches Final Investment Decision (FiD). The contingent consideration has been measured as the present value of the amount that the group is expected to pay. The contingent consideration will not be paid if the milestone is not reached. The opening balance 2025 of contingent considerations was SEK 12.9 million and the closing balance on December 31 2025, was SEK 0.0 million (GBP 0.0 million), as the milestone is no longer deemed to be reached in the project.

Hexicon divested two Italian projects, Sicily South and Sardinia NW, 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 December 2026 (EIA) (previously in June 2026), 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 55.8 million (EUR 5.1 million), and a change in cost of capital with +/- 2% would give a net present value of SEK 54.1 and 56.7 million, respectively.

## NOTE 7: DEPRECIATIONS, AMORTISATIONS AND IMPAIRMENTS

The group's depreciation/amortisation and impairments were SEK -131.5 (-7.2) million during the quarter, and SEK -140.8 (-18.1) million for the financial year driven by an impairment in the TwinHub project. 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
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Interest expenses*	-61.8	-110.0	-227.9	-171.7
Interest income**	2.7	3.4	11.3	7.7
Translation differences***	4.4	-4.0	17.4	4.2
Other financial income****	8.5	-	17.8	-
Other financial expenses*****	2.3	-2.3	-7.8	-7.5
<b>Total net financial income/expenses</b>	<b>-43.9</b>	<b>-112.8</b>	<b>-189.1</b>	<b>-167.3</b>

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

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

\*\*\* During the period (YTD), currency fluctuations resulted in an appreciation of the Swedish krona (SEK) of approximately 5.8% versus the euro (EUR) and 11.6% versus the British pound (GBP).

\*\*\*\* Other financial income is for the quarter related to a reversal of a contingent consideration from the TwinHub acquisition payable at FID. YTD is additionally impacted by a profit share on our Italian Joint-Venture partner, related to the two divested projects in Italy in April 2025

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

## NOTE 9: GROUP KEY PERFORMANCE INDICATOR

	2025	2024	2025	2024
MSEK	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
Net revenue	2.6	4.7	19.2	9.8
Operating profit/(loss)	-152.0	-11.9	-137.3	-91.4
Profit/(loss) before tax for the period	-195.9	-124.6	-326.4	-258.6
Earnings per share basic and diluted (SEK)	-0.54	-0.34	-0.90	-0.71
Cash flow from operating activities	-14.3	19.6	-34.7	-139.0
	<b>2025-12-31</b>	<b>2024-12-31</b>	<b>2025-12-31</b>	<b>2024-12-31</b>
Equity at the end of the period	-632.0	-284.9	-632.0	-284.9
Equity/asset ratio at the end of the period (%)*	-143%	-48%	-143%	-48%
Cash at the end of the period	20.3	23.0	20.3	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 523.6 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*

Marcus Thor  
*CEO*

*Stockholm 2026-02-26*

## FINANCIAL CALENDAR

2026-04-16	2025 Annual Report
2026-05-06	Annual General Meeting
2026-05-28	Q1 2026 Interim Report
2026-08-27	Q2 2026 Interim Report
2026-11-26	Q3 2026 Interim Report

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

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The logo features a stylized white graphic above the text. It consists of a central dot with two lines extending upwards and outwards, forming a 'V' or 'Y' shape.

hexicon

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