

A close-up, low-angle shot of a microchip or semiconductor wafer. The surface is covered in a grid of small, rectangular components, some of which are illuminated with vibrant colors like blue, purple, and orange. The background is dark and out of focus, with some blurred light sources.

SEMI-ANNUAL REPORT

2025

This Report is published in two languages. If there are discrepancies, the Norwegian version prevails.

 **LOKOTECH**
Group



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LETTER FROM THE CEO

Dear Shareholders,

The first half of 2025 has been a transformative period for Lokotech Group AS. We have successfully secured the funding necessary to advance our proprietary Scrypt ASIC miner from design to production, while simultaneously expanding our business across multiple fronts.

Our Rights Issue, completed in June 2025, raised NOK 139 million in gross proceeds, providing the capital required for tape-out and the initialization of mass production of our dual-purpose ASIC technology. This achievement, combined with pre-orders totaling USD 7-13 million from U.S. clients, validates both the market demand and the capital market interest for our innovative approach to cryptocurrency mining and edge AI computing.

Our subsidiary PowerPool continues to demonstrate strong growth, with net revenue measured in euros at a 7.72% compounded monthly growth rate for the first six months of this year. The service provider initiated stablecoin payouts for the client base, removing friction and transaction fees. The launch of our data center services through Arctic Core AS opens additional potential revenue streams, although the market acts slower than initially expected.

As we enter the second half of 2025, we are focused on executing our production plans and delivering on our commitments to customers and shareholders alike.

As the group continues to expand its shareholder base abroad, this will likely be the first and last report in two languages as the company intends to report in English as its primary reporting language in the future.



Ola Stene-Johansen
Chief Executive Officer





GROUP STRUCTURE

Lokotech Group AS operates as a holding and management company with several subsidiaries focused on blockchain technology, AI hardware, and data center operations:

Lokotech AS (100% owned) - Our flagship technology company developing dual-purpose ASICs for cryptocurrency mining and edge AI computing. The company has completed the design phase and is preparing for mass production.

PowerPool Mining SL (66.65% owned) - Operating the PowerPool.io mining pool, serving over 8 730 clients globally with a 7.72% monthly growth rate in net revenues achieved in H1 2025.

Arctic Core AS (100% owned) - Developing and operating data centers across Norway, including a 5,000m² mountain hall facility in Telemark and an upcoming project in Finnmark.

- Trosvikveien 49 AS (100% owned by Arctic Core AS) – Real Estate company that owns the 5000 square meter mountain hall in Telemark.

Nordic Green Data Center AS (100% owned) - Providing decentralized data storage within the Filecoin ecosystem.

Arctic AI (100% owned) – SPV for potential future AI licensing deal.

Harmonychain Development (100% owned)- Special Purpose Vehicle for future activity. No activity thus far.

Highlights

- Successfully completed a rights offering that raised NOK 139 million in gross proceeds.
- Secured pre-orders worth USD 7-13 million for proprietary Script miners.
- 27%+ growth in Script hashrate, and continued significant competitive advantage for the company's ASIC
- PowerPool distributed EUR 400,000 in dividends during H1 2025.
- Cash proceeds for aquisition of Powerpool stake repaid.
- PowerPool had average monthly revenues of EUR 74,659, with June at EUR 102,011.
- PowerPool initiated stablecoin payments.
- Progression towards SOC certification for PowerPool.
- Launched Arctic Core data center services.
- Initiated work with the grid company in Kautokeino grid company to install infrastructure for a 2-7 MW data center.
- Published API documentation for communication with mining firmware.
- Building prototype units in three form factors in preparation for receiving ASICs.

EXECUTIVE SUMMARY OF FIRST HALF 2025

Lokotech Group AS was able to successfully complete a Rights Issue that raised NOK 139 million in gross proceeds. With this injection of fresh equity capital, the company considers the production of mask set at the foundry, including production of the first batch of wafers to be fully financed. The company is pleased with being able to give all existing shareholders the opportunity to maintain or increase their stake in the company throughout this process.

Regarding Lokotech Group's most important investment, the Script/AI ASIC chip, Lokotech was able to begin tape-out-related work early in Q1 2025. More specifically, testing and signing off on the various circuit designs before the planned design rule check of the full-scale commercial chip. The start of these activities, as also explained in the 2024 annual report, was postponed from the end of 2024 into 2025. The project plan was followed without significant deviations until a library update from a third-party company in the design platform made design adjustments necessary. Follow-up after these changes is currently ongoing, and tape-out is estimated for September.

Prototypes of the Lokotech miners underwent rigorous thermal testing throughout the first half of 2025. The products marketed as "The Hashblade", "The Single Barrel" and "The Double Barrel" were iterated through various adjustments until the design has now reached a state very close to its final form. Lokotech have started to accumulate long lead items to be ready for initialization of production as soon as tested ASICs arrive from production.

There is significant interest in Lokotech's miners, with pre-orders totaling between USD 7–13 million already secured. It is expected that this initial interest will only multiply when Lokotech start to deliver the product to market.

Indications of the ASICs aforementioned AI inferencing capabilities are promising. Maturation and testing of the AI features in this chip will start at a later stage when the chips full-scale capabilities for Script hashing are verified and ready for commercial operation. During first half of 2025, the demand for fast Edge AI inferencing is growing rapidly. This only underlines the possible value of Lokotechs technology.

Lokotech Group AS was able to execute its strategy with regards to growth of synergetic verticals in first half of 2025. The mining pool PowerPool.io experiences significant growth. This growth is expected to further accelerate when PowerPool.io receive SOC certification. PowerPool.io invests in growth initiatives such as SOC certification, and customer retaining technology such as the Powerbridge. It is also likely that PowerPool.io soon will invest in hosting services from a location in Norway.

Arctic Core datacenters are developing slowly, but in Q2 the company made a breakthrough on the Kautokeino location. The company plans to start development of a 2–7 MW facility at that location soon. Progression plan is under development with local power and network companies. It is management's view that the synergetic activities executed by the company have the potential to reduce the downside risk of the company as well as it also has the potential to improve margins and create new opportunities in the future.

The Management of Lokotech Group AS was also able to attract and nominate a new and more independent Board of Directors with relevant competencies for the next period. The new board members consist of experienced managers with highly relevant competencies ranging from computer science, electrical engineering, power systems, energy derivative trading, and chip design and production. The Management is also very pleased that the company was able to recruit strong industry leaders to the advisory board. It is expected that this will become very useful for Lokotech Groups managements decisions through this next period.



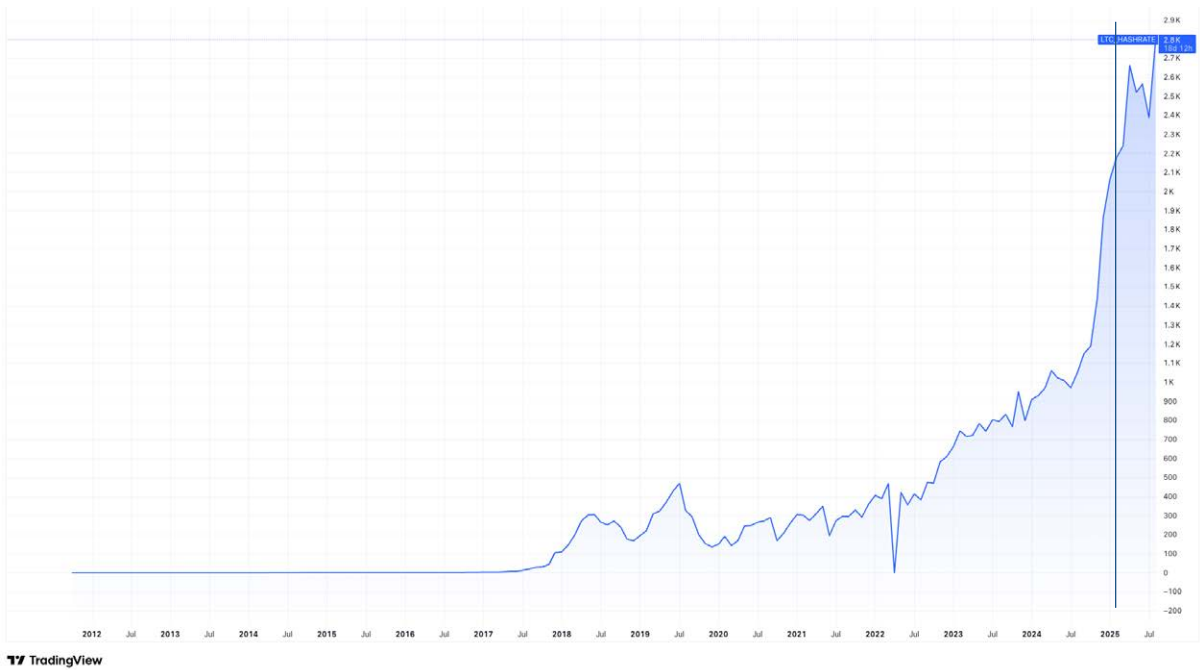
MARKET OUTLOOK

Overview

In the first half of 2025, the Script cryptocurrency mining market exhibited robust growth, marked by a 27.4% increase in global hashrate and significant price appreciation for key assets such as Litecoin and Dogecoin. This momentum, driven by new ASIC deployments and rising institutional interest, has positively affected the economic case for Script mining infrastructure. Lokotech is strategically positioned to capitalize on these trends with its upcoming air-cooled ASIC miner, set for release in Q4 2025, which offers industry-leading efficiency below 0.1 J/MH and integrated Edge AI capabilities. Operating from Norway’s renewable energy ecosystem, Lokotech is positioned to lead in both mining performance and to start capturing market share in the Edge AI market. This section examines market trends, asset performance, competitive dynamics, Lokotech’s strategic advantages, and the outlook for H2 2025.

Industry Trends

The Script mining sector entered 2025 with strong momentum, propelled by technological advancements, favorable market conditions, and growing institutional adoption. By June 30th, 2025, the global Script hashrate reached 2.45 PH/s, a 27.4% increase from 1.92 PH/s at the beginning of H1 2025, driven by the deployment of high-efficiency ASICs and increased miner participation (TradingView, 2025) . Market prices for Litecoin increased by 26.5% (TradingView, 2025) and Dogecoin by 44.8% (TradingView, 2025) between January 1st to June 30th, 2025, enhancing mining profitability and stimulating demand for advanced hardware. Regulatory developments in the U.S. show progress, with the SEC deferring decisions on proposed Litecoin and Dogecoin ETFs to October 2025; approval could significantly boost institutional adoption and market liquidity. Institutional interest is evident, as MEI Pharma Inc., a Nasdaq-listed company, launched a \$100 million Litecoin treasury initiative, with guidance from the Litecoin Foundation and GSR. The appointment of Litecoin creator Charlie Lee to MEI Pharma’s board underscores the strategic importance of this move. Similarly, Luxxfolio Holdings announced plans to accumulate 1 million LTC by 2026, and Citadel added Litecoin to its corporate treasury, signaling a broader trend of corporate adoption. Sustainability remains a critical focus, with rising hashrates, regulatory pressures, and ESG mandates driving miners toward renewable energy sources and more efficient mining equipment. Norway’s abundant hydropower and cool climate provide a competitive advantage, enabling efficient and environmentally conscious operations.



LTC Hash Rate (IntotheBlock),” TradingView, accessed 14 Aug. 2025, www.tradingview.com/x/6dvQHxNb/
Line chart depicting Litecoin (LTC) Total Network Hashrate from October 13, 2011 to August 13, 2025

Asset Performance

Litecoin and Dogecoin, the cornerstone assets of the Script ecosystem, demonstrated significant price volatility and growth in H1 2025, as illustrated in Figure 1. Litecoin opened the year at \$103.31, peaked at \$137.07 on January 17th, dipped to \$87.43 on March 10, and closed at \$94.12 on June 30, 2025, according to CoinMarketCap data. As the leading decentralized payment network by transaction count, Litecoin surpassed Bitcoin in Q2 2025, driven by low transaction fees averaging \$0.01 and fast settlement times of 2.5 minutes. Illustrated in Figure 2, Dogecoin, benefiting from its merge-mining compatibility with Litecoin, opened at \$0.1033, reached a high of \$0.2399 on March 3rd, fell to \$0.0837 on February 13th, and closed at \$0.1612 on June 30, 2025. This compatibility enhances Dogecoin's network security and provides miners with diversified income streams. The strong performance of both assets underscores the economic viability of Script mining and supports increased investment in mining infrastructure.



Figure1: Line chart depicting Litecoin (LTC) price trends (USD) from January 1 to June 30, 2025, highlighting peak volatility in Q1.

Litecoin (LTC) to USD—COINBASE: LTCUSD chart," TradingView, accessed 14 Aug. 2025, www.tradingview.com/chart/tSPuEzEr/?symbol=COINBASE%3ALTUSD



Figure 2: Line chart depicting Dogecoin (DOGE) price trends (USD) from January 1 to June 30, 2025, highlighting peak volatility in Q1.

Litecoin's Unique Value Proposition

A comparison of Litecoin's core network metrics, such as new addresses, active addresses, and transaction counts, against Bitcoin's shows a clear and persistent divergence. Litecoin's on-chain activity and adoption trends have consistently outpaced its market price, particularly when measured against the premium Bitcoin commands for similar metrics.

This divergence has been sustained for several years, with the market price consolidating in a relatively narrow range while the network's underlying value continues to grow. Such prolonged consolidation, coupled with steadily improving fundamentals, has historically preceded significant repricing events in asset markets.

Adding to this bullish setup, Litecoin's network hashrate continues to reach all-time highs, signaling increasing miner confidence, robust security, and long-term commitment to the network's integrity. Institutional sentiment is also shifting, highlighted by the recent establishment of Litecoin Strategic Treasury Reserves and the growing likelihood of multiple Litecoin ETFs being approved. With adoption expanding, network security strengthening, institutional support emerging, and the valuation gap widening, market forces will eventually need to reconcile price with the real economic value being generated on-chain, presenting a compelling long-term opportunity for investors.



TradingView

Source: masterbtcltc, "Master Litecoin Network Value Model," TradingView, accessed 14 Aug. 2025, www.tradingview.com/script/rPIrjuzU-Master-Litecoin-Network-Value-Model/.

The chart compares Litecoin's market price (light blue shaded area) with its "fair value" from the Master Litecoin Network Value Model (group of blue lines). The persistent gap shows that while network-based value has steadily climbed to record levels, market price has been range-bound, signaling a long-standing undervaluation relative to on-chain fundamentals.

Strategic Positioning

Lokotech’s strategic advantages are rooted in its innovative technology and operational efficiencies. Through Litecoin’s Script Proof-of-Work algorithm and Auxiliary Proof-of-Work (AuxPoW), miners can process multiple Script-based cryptocurrencies simultaneously, including Dogecoin, Bellscoin, Luckycoin, Pepecoin, Junkcoin, Dingocoin, Meowcoin, and others, using the same hardware. This merge-mining approach enhances profitability without additional energy costs, strengthens network security across the Script ecosystem, and extends hardware lifespan by diversifying revenue streams. Lokotech’s air-cooled ASIC miner, scheduled for release in Q4 2025, achieves an industry-leading efficiency of below 0.1 J/MH, enabling profitable operations in high-cost regions and supporting greater decentralization through urban and retail mining. The ASIC also integrates Edge AI capabilities, creating opportunities for Lokotech to capture value in the Edge AI ASIC market, projected to reach \$68 billion by 2032 according to Credence Research (2025). Post-fabrication testing across frameworks like PyTorch, TensorFlow, and others will validate its performance for both inferencing and training. By combining cutting-edge mining technology with AI functionality, Lokotech addresses both blockchain and AI market demands, distinguishing itself from traditional mining hardware providers.

*Credence Research. (2025, July 18). *Edge AI ASIC chip market size, growth and forecast 2032*. <https://www.credenceresearch.com/report/edge-ai-asic-chip-market>*

Competitive Landscape

The Script ASIC market is dominated by incumbents like Bitmain and Elphapex, but Lokotech’s air-cooled ASIC, set for release in Q4 2025, offers superior efficiency and versatility. As shown in Table 1, Lokotech’s miner achieves sub-0.1 J/MH efficiency, outperforming Bitmain’s announced L11 (0.18 J/MH air-cooled, 0.17 J/MH hydro-cooled) and Elphapex’s DG2+ (0.19 J/MH air-cooled), both also slated for Q4 2025 release.

Manufacturer	Model	Efficiency (J/MH)	Cooling	Release
Lokotech	S1, DB, SB	<0.1	Air	Q4 2025
Bitmain	L11	0.18	Air	Q4 2025
Bitmain	L11	0.17	Hydro	Q4 2025
Elphapex	DG2+	0.19	Air	Q4 2025

Table 1: Comparison of Script ASIC efficiency, cooling, and release schedules.
S1=Hashblade, DB=DoubleBarrel, SB = SingleBarrel

Growth Drivers

The Script mining sector’s growth in H1 2025 is driven by several interconnected factors, positioning Lokotech to seize emerging opportunities. Institutional adoption is a primary catalyst, exemplified by MEI Pharma’s \$100 million Litecoin treasury initiative and similar commitments from Luxxfolio Holdings, aiming to accumulate 1 million LTC by 2026, and Citadel, which added Litecoin to its treasury. These developments signal growing corporate confidence in Script-based assets and are projected to significantly boost Litecoin demand into 2026, increasing network activity and mining profitability. As a hardware manufacturer, Lokotech holds a strategic advantage by deploying its ASICs to mine the underlying assets, which could synergize well with a future treasury strategy. This approach distinguishes Lokotech from competitors focused solely on treasury accumulation, enabling sustainable growth and enhanced financial resilience.

Lokotech’s miners, set for release in Q4 2025 with sub-0.1 J/MH efficiency, enable cost-effective mining in high-cost regions, facilitating expansion into urban and retail markets. This capability supports greater network decentralization by making mining accessible beyond traditional large-scale operations. The integration of Edge AI capabilities further positions Lokotech to capture value in the \$68 billion Edge AI ASIC market projected for 2032, diversifying its revenue beyond mining hardware.

Norway’s renewable energy ecosystem, powered by abundant hydropower, provides a significant cost advantage in a politically stable climate. This aligns with ESG mandates, enhancing Lokotech’s appeal to sustainability-focused stakeholders.

Financial Performance

- Successfully completed Rights Issue raising NOK 139 million in gross proceeds.
- Secured pre-orders worth USD 7-13 million for proprietary Script miners.
- PowerPool distributed EUR 400,000 in dividends during H1 2025
- Powerpool averaged a monthly revenue of EUR 74 659, with June coming in at EUR 102 011.



CORPORATE GOVERNANCE

Board Composition

The Board of Directors was partly rotated in June 2025, and currently consists of 7 members with diverse expertise in technology, finance, and business development.

Åbyholm, Kristin: Master of Science in computer technology from NTNU in Trondheim and an Executive Master of Management from the Norwegian Business School (BI) in Oslo. 15+ years experience from IT-tech companies, working in Oslo, London and San Francisco. She has several years of board experience with listed companies.

Fosse, Hans Jørgen: Master of Science in Electrical Engineering from South Dakota School of Mines and Technology. Has worked as electronics developer and team leader in several companies and has experience from product development and production. Currently holds the position as Chief Product Officer at VersaPowr AS.

Flataker, Ståle (b. 1974) is a Norwegian energy professional and entrepreneur, with a diverse career spanning financial trading, renewable energy, and consumer innovation. He holds a Cand. Scient. degree in Macroeconomics from the University of Bergen. He currently serves as Senior Originator at Statkraft, Europe's largest generator of renewable energy. He is also the founder and chairman of Babliss AS, the company behind the globally successful baby rocker Sleepytroll®.

Johansen, Yngve: Cand.scient physics, NTNU. Has been involved in development of technology in and for the oil industry internationally and nationally for 24 years (9 years SLB, 4 years Statoil, and 12 years AkerBP). He currently serves as R&D manager for AkerBP's Business Unit Subsurface. Johansen has a broad network within academia and industrial R&D. Johansen also has experience from board positions in several smaller Norwegian companies. Johansen is the chairman of the board.

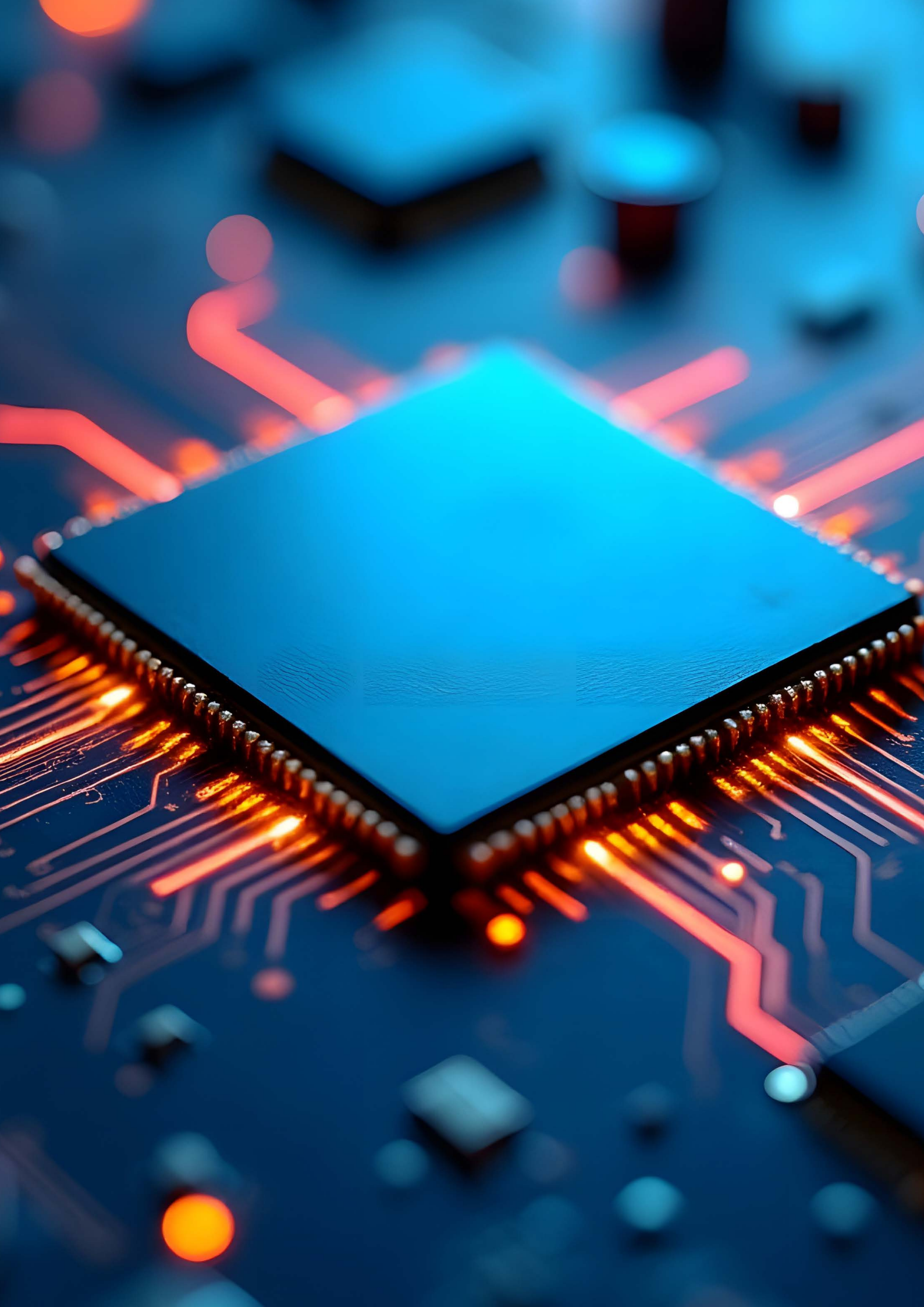
Stene-Johansen, Ola: He is the CEO of the company and holds a B.Sc. and M.Sc. in Business Administration from the Norwegian School of Economics. He has extensive experience in business development across multiple startups in various industries, including real estate, brewery, fashion and consumer electronics. Prior to his current role, he served as CIO of his Family Office. Stene-Johansen is a co-founder and Chairman of the Board of Lokotech AS and has held board positions in several smaller Norwegian companies.

Nuguru, Susheel: He holds an M.Sc. in Electronics from Tampere University of Technology in Finland. He has worked as a Senior software designer at Nokia, Ericsson, and ARM and is currently serving as Senior Engineering manager at Nordic Semiconductor ASA. He served four years on the board of Nordic Semiconductor during the years 2018-2022 and has been a board member of Lokotech Group AS since 2023.

Rustad, Christian: With over ten years of experience in cryptocurrency mining as both a miner and consultant, Rustad has a strong background in the field. Previously, Rustad worked in Crypto Cipher & Electronic Warfare for the Norwegian Air Force. Rustad also has extensive experience in the administration and installation of physical IT infrastructure for blue-chip clients in both the public and private sectors. As a co-founder of Lokotech, Rustad currently serves as the Chief Technology Officer of Lokotech Group.

Besides the Board of Directors, the company has a board of advisors, currently consisting of our former board member Wiktor Mięsok and Jo Uthus. Wiktor Mięsok works at Nordic Semiconductor as a project manager, holds an external board seat in the group company Lokotech AS. Jo Uthus serves as the CEO at Ascenium, and has held similar roles in Microchip and Atmel.





BOARD OF DIRECTORS REPORT

The Group's revenue was NOK 5 232 934 in H1 2025 compared to NOK 10 320 in H1 2024 and NOK 3 708 945 in FY 2024. For the parent company, revenue decreased from NOK 3 660 848 in H1 2024 to NOK 2 917 707 in H1 2025, compared to NOK 7 044 306 in FY 2024. The parent company only sells labor and forwards contractors invoices to its subsidiaries. The decrease is due to more internal labour in the parent company and less in the subsidiaries. The increase for the group company is connected with the revenue growth of Powerpool Mining SL.

The annual result for the first half of 2025 was NOK -19 417 027 for the Group, and NOK -6 282 592 for the parent company. The primary costs for the group are connected with operational expenses, depreciation of R&D from previous years and payroll expenses, where a large non-cash item contributes the majority, as explained below. The deficit between the parent company and the group is mainly due to the depreciation of R&D conducted in Lokotech AS of NOK 6 640 806, as well as operational expenses in Lokotech AS including procurement of long-lead items for its production, and operational expenses in other subsidiaries.

For payroll costs of NOK 9 435 911, it should be noted that NOK 5 591 971 is related to the company's option programs, both initiated in June 2025. This is a non-cash item charged against other contributed equity, and full utilization of these options would yield an equity increase of approximately 20 000 000 NOK against cash contribution. NOK 3 843 940 is paid wages, provisions for board fees, employer's tax and other benefits. The valuation of these options has been performed according to IFRS recommendations, where volatility is calculated based on the company's history and the allocation price adjusted down as a result of the flexible strike provisions in the option contracts. The market value of the options may deviate significantly from the accounting provision. See appendix #3 for more information.

Comparing the half year figures for 2025 for the Group against the half year figures for 2024, the main difference is the revenue increase stemming from Powerpool Mining SL. Readers should also consider the increase in other operational expenses. A large item in other operational costs in the group stems from product design efforts in Lokotech AS. Some increase in these costs also stems from Powerpool Mining SL, but also a general increase in activity in Arctic Core AS, as well as certain activities that are connected with, but not directly tied to, the rights issue, such as an increase in costs to Verdipapirhandelsentralen ("VPS").

Total cash flow from operations in the Group was NOK -80 294 089 in the first half of 2025, while the operating result for the Group amounted to NOK -18 240 776. The difference is mainly due to prepayment for the Mask Set.

For the parent company, total cash flow from operations was NOK -13 729 813, while the operating result for the parent company amounted to NOK -9 548 220.

The Group's current assets were NOK 134 086 042 as of June 30, 2025, while the parent company's current assets were NOK 44 658 624 at the time of accounting. The large discrepancy stems from the parent company financing Lokotech AS' mask set, which is prepaid to the supplier at the balance date. Total cash for the group is 52 387 488, compared to 12 853 176 at the end of 2024. The change stems from the remaining net proceeds of the rights issue after the prepayment of the mask set. The Group's ability to self-finance investments is considered good.

The Group's short-term debt constituted 100% of total debt in both the Group and the parent company as of June 30, 2025, compared to 100% as of December 31, 2024, due to the Group having no long-term debt. The Group's financial position is good, and as of 30 June 2025, the Group can pay down short-term debt using a small fraction of the most liquid assets.

Total capital for the Group was NOK 163 019 752 at the time of accounting, compared to NOK 52 889 511 at year-end. The equity ratio as of June 30, 2025 was 87,46%, compared to 68,44% as of December 31, 2024.

For the parent company, total capital was NOK 168 988 246 at the end of the period, compared to NOK 49 737 087 at year-end. The parent company's equity ratio was 93,04% as of June 30, 2025, compared to 75,11% as of December 31, 2024.

The Board proposes the following coverage of the deficit of NOK 6 282 592 in the parent company: Transferred from other equity.

SUBSEQUENT EVENTS

Since 30 June 2025, there has been no significant events with material impact on the Group.

Future development

The market development in the coming years continues to be uncertain. We operate in an unusually volatile industry, as previously described in the market outlook section.

We continue to see a general political risk, where certain nations or parties seek to ban or facilitate the technology, and the current U.S. administration continues to support such facilitation through clearer regulatory frameworks.

Significant risk factors for the company

- Research and development of new technology always involves an inherent risk of being delayed and not delivering commercial results as expected or desired. The board considers this risk to be the most important for the company. If the results of the R&D efforts for the group's most important product prove to be unprofitable, even though the core technology has now been proven, the company will have to make significant write-downs.
- Financial risk consists mainly of investment, currency, credit and liquidity risk. Lokotech Group monitors these factors continuously.
- The continued threat of COVID-19 infection or similar pandemic events and the closure of societies entails a risk for the entire value chain in the company from the delivery of goods, illness among employees in production, quality control, as well as delivery from our R&D team.
- Market risk means that the company will be exposed to the general risks associated with new technological solutions within hardware and software for blockchain technologies.
- New regulations, taxes and fees may affect costs and income potential when operating miners, operating data centers, and delivering software services.
- External factors such as strikes against labor can affect the progress and results of the company's development and operations.
- Credit risk consists of the risk that counterparties do not have the financial ability to fulfill their obligations and is currently considered to be relatively low.
- Liquidity risk related to liquidity is low, the liquidity of the company is considered satisfactory, and it has not been decided to introduce measures that change liquidity risk after the successful completion of the Rights Issue earlier this year.
- Currency risk is considered relevant for the company. Future revenues are expected in currencies other than Norwegian kroner; US dollars or cryptocurrency converted into US dollars or Euros, while parts of the operating, development and production costs are incurred in Norwegian kroner. The company will in the future consider using currency hedging strategies if the risk becomes too high. For now, the company has taken some currency positions to reduce currency risk for its expected obligations.
- Cryptocurrency prices are a risk factor that is relevant to the group for the year 2024 and beyond as the group has exposure to various cryptocurrencies from time to time.
- Volatile energy prices can be considered a risk factor for the company. Higher energy prices reduce the profit potential of the company's customers, and could affect future sales prices, as well as impact the profitability of the data center businesses.
- There is also a significant regulatory risk for the company, as we see some jurisdictions considering or implementing bans on cryptocurrency mining, or on cryptocurrency more generally. We consider the SEC's approval of ETFs as risk-reducing factors in the market.

Going concern

In accordance with the Accounting Act § 4-5, it is confirmed that the going concern assumption has been used in preparing the accounts. The company is working to implement its business plans and is also looking at other strategic opportunities. The board believes that there is a good basis for continuing operations.

Working environment and gender equality

There are 6 employees in the group at the time of submission of the report, all men. The company prioritizes gender equality when there are equally qualified candidates to be hired.

External environment

Lokotech Group AS focuses on sustainable blockchain systems that can contribute to less energy use and a smaller CO2 footprint from computers. The company also closely follows projects where stranded energy – surplus energy that never reaches the power grid – is used for decentralized or centralized use of computing power. Lokotech Group AS sees the operation of mobile distributed computing units (MDCU) and decentralized computing systems, whether they use blockchain technology or not, as a natural part of the future of more sustainable power supplies from solar and wind and other power plants.

Liability insurance and additional arrangement

The company has signed liability insurance for the members of the board and senior employees. The insurance sum covers damages of up to 10 million kroner per claim. An additional arrangement was adopted by the general meeting in 2022. The additional arrangement means that the company indemnifies the members of the Board of Directors or senior employees against any liability that third parties and/or shareholders may have or incur against the relevant representatives in their capacity as directors of the company and applies regardless of whether the liability arises in the past or in the future.

The Board of Directors' statement

We confirm, to the best of our knowledge, that the unaudited, consolidated half-year financial statements for the period 1 January to 30 June 2025 have been prepared in accordance with accounting standards for the group and that the information in these financial statements gives a true and fair view of the company and the group's assets, liabilities, financial position and profit or loss as a whole, and that the annual report gives a true and fair view of the information specified in Section 5-6, fourth paragraph, of the Securities Trading Act.

Oslo, 29th of august 2025
The Board of Directors of Lokotech Group AS

Yngve Johansen
Chair Person of the Board
(Electronically signed)

Hans Jørgen Fosse
Member of the Board
(Electronically signed)

Kristin Åbyholm
Member of the Board
(Electronically signed)

Christian Rustad
CTO & Member of the Board
(Electronically signed)

Susheel Nuguru
Member of the Board
(Electronically signed)

Ola Stene-Johansen
CEO & Member of the Board
(Electronically signed)

Ståle Flataker
Member of the Board
(Electronically signed)



Income Statements

Lokotech Group AS

PARENT COMPANY			GROUP				
30/06/2025	31/12/2024	30/06/2024		Appx.	30/06/2025	31/12/2024	30/06/2024
OPERATING INCOME AND OPERATING EXPENSES							
2,917,707	7,044,306	3,660,848	Revenue	1	5,227,119	3,708,945	-
-	-	-	Other operating income		5,816	94,210	10,320
2,917,707	7,044,306	3,660,848	Total operating income	2,7	5,232,934	3,803,155	10,320
-	-	-	Cost of goods sold		919,215	-	-
9,435,911	6,897,948	3,158,027	Payroll expenses	3	9,771,684	6,958,637	3,158,027
12,500	130,678	69,900	Depreciation	4, 5	6,640,806	14,528,500	6,845,076
3,017,516	675,839	3,068,373	Other operating expenses	3, 5	6,142,006	6,858,350	3,197,319
12,465,927	7,704,465	6,296,300	Total operating expenses		23,473,710	28,345,487	13,200,421
-9,548,220	-660,159	-2,635,452	Operating profit (EBIT)		-18,240,776	-24,542,332	-13,190,101
FINANCIAL INCOME AND FINANCIAL EXPENSES							
711,125	536,866	256,005	Interest income from group companies		-	-	-
193,402	492,363	175,052	Other interest income		197,908	647,632	211,996
2,901,625	2,634,923	470,810	Other financial income		500,169	649,197	503,870
-	-	-	Impairment of market-based current assets	8	-	-	104,007
-	-	-	Impairment of financial assets		-	145,565	-
-	3,041,498	10,460,392	Impairment of other financial non-current assets	7	-	-	-
-	-	-	Interest expense to group companies		-	-	-
-	11,627	5,788	Interest expense		-	11,971	5,788
540,524	156,688	20,844	Other financial expenses		819,565	529,710	282,381
3,265,628	454,339	-9,585,158	Net financial items		-121,488	609,583	323,690
-6,282,592	-205,820	-12,220,611	Profit before tax		-18,362,264	-23,932,749	-12,866,412
-	193,662	-	Income tax expense	9	-	1,002,332	-
-6,282,592	-399,482	-12,220,611	Net profit for the year	10	-18,362,264	-24,935,081	-12,866,412
-	-	-	Non-controlling interests	10	1,054,763	677,658	-
-6,282,592	-399,482	-12,220,611	Total appropriations	10	-19,417,027	-25,612,739	-12,866,412

Balance Sheets

Lokotech Group AS

PARENT COMPANY			GROUP			
30/06/2025	31/12/2024	30/06/2024	Appx.	30/06/2025	31/12/2024	30/06/2024
ASSETS						
Non-current assets (Fixed assets)						
-	-	-	-	-	-	-
-	-	-	4	6,415,913	11,649,335	6,948,514
-	-	-	4	5,564,869	5,811,174	5,871,351
-	-	-		11,980,782	17,460,509	12,819,865
Property, plant and equipment						
-	-	-	5	4,286,584	4,294,984	4,303,384
91,918	65,900	88,448	5	12,666,343	13,247,445	11,953,040
91,918	65,900	88,448		16,952,927	17,542,429	16,256,424
Financial non-current assets						
13,361,598	13,361,598	13,976,187	7	-	-	-
98,022,770	19,122,135	-	6	-	-	-
-	-	173,200		-	-	173,200
111,384,368	32,483,733	14,149,387		-	-	173,200
111,476,286	32,549,633	14,237,835		28,933,710	35,002,938	29,249,489
CURRENT ASSETS						
Receivables						
-	-	-		73,884,074	-	-
-	8,153,687	-	6	-	-	-
12,853,337	285,860	210,266	11	5,544,051	2,756,738	3,874,379
12,853,337	8,439,547	210,266		79,428,125	2,756,738	3,874,379
Investments						
-	-	-	8	2,270,429	2,276,660	1,170,497
-	-	-		2,270,429	2,276,660	1,170,497
44,658,624	8,747,907	15,521,074	12	52,387,488	12,853,176	20,551,256
44,658,624	17,187,454	15,731,339		134,086,042	17,886,573	25,596,131
168,988,247	49,737,087	29,969,175		163,019,752	52,889,511	54,845,620

Lokotech Group AS

PARENT COMPANY			GROUP				
30/06/2025	31/12/2024	30/06/2024		Appx.	30/06/2025	31/12/2024	30/06/2024
EQUITY AND LIABILITIES							
Contributed equity							
31,451,528	8,799,942	8,660,000	Share capital	13	31,451,528	8,799,942	8,660,000
199,641,872	101,741,982	96,844,000	Share premium		199,641,872	101,741,982	96,844,000
17,637,488	12,045,517	12,012,757	Other paid-in equity		17,637,488	12,045,517	12,012,757
-	-	5,037,925	Not registered share capital increase		-	-	5,037,925
248,730,888	122,587,441	122,554,682	Total contributed equity		248,730,888	122,587,441	122,554,682
Retained earnings							
-85,229,253	-85,009,053	-97,050,381	Other equity (– accumulated losses)		-92,550,981	-92,572,986	-80,207,154
-6,282,592	-	-	Unallocated profit for the year		-19,417,027	-	-
-91,511,845	-85,229,253	-97,050,381	Total retained earnings	10	-111,968,008	-92,572,985	-80,207,154
-	-	-	Non-controlling interests	10	5,813,300	6,181,311	5,889,509
157,219,043	37,358,188	25,504,301	Total equity	10	142,576,180	36,195,767	-74,317,645
Liabilities							
-	3,194	3,194	Other non-current liabilities	6, 11	-	-	-
-	3,194	3,194	Total other non-current liabilities		-	-	-
Current liabilities							
11,018,080	644,914	306,622	Trade payables		12,611,483	1,658,220	570,142
-	-	-	Income taxes payable	9	-	1,306,921	3,348
431,882	1,314,243	369,300	Public duties payable		135,153	1,315,935	369,508
319,241	10,416,548	3,785,757	Other current liabilities	11	7,696,936	12,412,669	5,665,586
11,769,203	12,375,705	4,461,679	Total current liabilities		20,443,572	16,693,745	6,608,584
11,769,203	12,378,899	4,464,874	Total liabilities		20,443,572	16,693,745	6,608,584
168,988,246	49,737,087	29,969,175	Total equity and liabilities	12	163,019,752	52,889,512	54,845,620

Group Cash flow statement

	30/06/2025	31/12/2024
Cash and cash equivalents at beginning of period		
Profit before tax expense	-18,362,264	-23,932,749
Gain/Loss on disposal of assets	-	193,662
Taxes paid for the period (withholding tax Spain)	-	-
Depreciation	6,640,806	14,528,500
Expensed stock options	5,591,971	32,760
Impairment of fixed assets	-	-
Tax incentive (Skattefunn) for 2023	-	3,515,099
Change in accounts receivable	-	-
Change in accounts payable	10,953,263	1,069,656
Change in other accruals/prepaid items	-85,117,865	-2,910,790
Items classified as investing or financing activities	-	-
Cash and cash equivalents at end of period	-80,294,089	-7,503,862
Cash flow from investing activities		
Payments for purchase of property, plant and equipment	-597,594	-16,609,594
Payments on group loans (short-/long-term)	-	-
Net consideration for acquisition of subsidiaries	-	-971,299
Payments for purchase of intangible assets	-	-13,600,592
Payments for purchase of cryptocurrency	-	-2,276,660
Payments for purchase of shares, bonds / group contributions to subsidiaries	-	-
Net cash flows from investing activities	-597,594	-33,458,145
Cash flows from financing activities		
Proceeds from new borrowings (short-/long-term)	-	8,646,688
Payments of debt to group companies	-	-
Seller's credit – acquisition of Powerool SL	-	2,820,262
Proceeds from issue of equity	120,425,996	5,034,925
Net cash flow from financing activities	120,425,996	16,501,875
Net cash flow for the period	39,534,313	-24,460,132
Cash and cash equivalents at beginning of period	12,853,176	37,313,308
Cash and cash equivalents at end of period	52,387,489	12,853,176

Parent Company Cash flow statement

	30/06/2025	31/12/2024
Cash and cash equivalents at beginning of period		
Profit before tax expense	-6,282,592	-205,821
Gain/Loss on disposal of assets	-	-
Taxes paid for the period (withholding tax Spain)	-	-193,662
Depreciation	12,500	130,678
Expensed stock options	5,591,971	-
Impairment of fixed assets	-	3,041,498
Tax incentive (Skattefunn) for 2023	-	-
Change in accounts receivable	-	-8,153,687
Change in accounts payable	10,373,166	214,832
Change in other accruals/prepaid items	-23,424,858	6,959,409
Items classified as investing or financing activities	-	32,760
Cash and cash equivalents at end of period	-13,729,813	1,826,007
Cash flow from investing activities		
Payments for purchase of property, plant and equipment	-38,518	-38,230
Payments on group loans (short-/long-term)	-70,746,948	-21,113,634
Net consideration for acquisition of subsidiaries	-	-
Payments for purchase of intangible assets	-	-
Payments for purchase of cryptocurrency	-	-
Payments for purchase of shares, bonds / group contributions to subsidiaries	-	-12,205,598
Net cash flows from investing activities	-70,785,466	-33,357,462
Cash flows from financing activities		
Proceeds from new borrowings (short-/long-term)	-	-
Payments of debt to group companies	-	-500,000
Seller's credit – acquisition of Powerool SL	-	2,820,262
Proceeds from issue of equity	120,425,996	5,037,925
Net cash flow from financing activities	120,425,996	7,358,187
Net cash flow for the period	35,910,717	-24,173,268
Cash and cash equivalents at beginning of period	8,747,907	32,921,175
Cash and cash equivalents at end of period	44,658,624	8,747,907



Accounting Policies

The annual financial statements are prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles.

Use of estimates

Preparation of financial statements in accordance with the Accounting Act requires the use of estimates. Furthermore, the application of the company's accounting policies requires management judgment. Areas that involve significant judgments, high complexity, or areas where assumptions and estimates are material to the financial statements are described in the appendices.

Investments in subsidiaries and associates

Subsidiaries are companies over which the parent company has control, i.e., the power to govern the financial and operating policies of the entity, usually through ownership of more than half of the voting rights. Investments where the company owns 20–50% of the voting rights and has significant influence are classified as associates.

The following companies are included in the group as of 31 December:

Parent, subsidiaries and sub-subsidiaries	Ownership
Harmonychain AS –	100%
Lokotech AS –	100%
Arctic Core AS –	100%
Harmonychain Development AS –	100%
Nordic Green Data Center AS –	100%
Arctic AI AS –	100%
Powerpool Mining, Spain –	66.65%
Trosvikvegen 49 AS –	100%

Associates:

Winstone Holding AS –	49.92%
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Accounting policies for investments in subsidiaries and associates

The cost method is used for investments in subsidiaries and associates in the separate financial statements. The cost is increased when additional capital is contributed or when group contributions are made to a subsidiary. Dividends received are recognized as income in the income statement. Dividends exceeding the share of post-acquisition retained earnings reduce the carrying amount. Dividends/group

contributions from subsidiaries are recognized in the same year as the subsidiary appropriates the amount. Dividends from other companies are recognized as financial income when declared.

In the consolidated financial statements, the equity method is used for investments in associates. This results in the carrying amount in the balance sheet reflecting the share of equity in the associate, adjusted for any residual fair value adjustments from the acquisition and unrealized intercompany profits. The share of profit is recognized in the income statement based on the associate's profit after tax, adjusted for amortization of fair value adjustments and unrealized gains. The share of profit is presented under financial items in the income statement.

Consolidation principles

Subsidiaries are consolidated from the date control is transferred to the group (acquisition date).

Acquired subsidiaries are accounted for in the consolidated statements based on the parent company's acquisition cost. Acquisition cost is allocated to identifiable assets and liabilities at fair value at the acquisition date. Any excess over the identifiable net assets is recognized as goodwill. Goodwill is treated as a residual and capitalized according to the share observed in the acquisition. Fair value adjustments in the consolidated financial statements are amortized over the expected useful life of the acquired assets.

Revenue recognition

Revenue from sale of goods and services is measured at the fair value of the consideration, net of VAT, returns, discounts, and other allowances. Sale of goods is recognized when the entity has delivered the products to the customer and there are no unfulfilled obligations that could affect customer acceptance. Delivery is not complete until the products are dispatched to the agreed location and risk of loss and obsolescence has passed to the customer. Historical data are used to estimate and recognize provisions for quantity discounts and returns at the time of sale. Provisions for expected warranty work are recognized as expense and liability.

Service revenue is recognized over time as the service is performed.

Classification of balance sheet items

Assets intended for long-term ownership or use are classified as non-current assets. Assets related to the operating cycle are

classified as current assets. Other receivables are classified as current assets if expected to be repaid within one year. Similar criteria apply for liabilities. First-year installments of long-term receivables and liabilities are not classified as current.

Acquisition cost

Acquisition cost of assets includes the purchase price, less discounts, and adds directly attributable purchase costs (freight, customs, non-recoverable taxes, and other direct costs). For foreign currency purchases, the asset is recognized at the transaction date exchange rate, or at the forward rate when a forward contract is used.

For property, plant, equipment, and intangible assets, acquisition cost also includes direct costs to prepare the asset for use, e.g., testing costs.

Intangible assets and goodwill

Goodwill arises from acquisitions of subsidiaries and is amortized over the expected useful life.

Property, plant, and equipment

Leased assets are capitalized if the lease is considered financial.

Other long-term investments

The cost method is applied to other equity investments. Dividends are recognized as financial income when declared. Dividends exceeding post-acquisition retained earnings reduce the carrying amount.

Impairment of non-current assets

If there are indications that the carrying amount of an asset exceeds its recoverable amount, an impairment test is performed. The test is done at the lowest level of assets generating independent cash flows. If the carrying amount exceeds both fair value and value in use, the asset is written down to the higher of fair value and value in use. Previous impairments, except for goodwill, are reversed if the reasons for impairment no longer exist.

Receivables

Trade receivables are recognized net of provisions for expected losses. Provisions are based on individual assessment and a general provision for other expected losses. Indicators include financial difficulties of the customer, likelihood of bankruptcy or restructuring, and payment delays.

Other receivables are recognized at the lower of nominal and fair value (present value of expected future cash flows), unless discounting is immaterial. Provisions for losses are made similarly to trade receivables.

Foreign currency

Receivables and liabilities in foreign currencies are measured at the closing rate. Exchange gains/losses on sales and purchases in foreign currency are recognized as revenue and cost of goods sold.

Liabilities

Liabilities, except for certain provisions, are recognized at nominal value.

Tax

Income tax expense comprises both current tax and changes in deferred tax. Deferred tax is based on temporary differences between accounting and tax values, as well as tax loss carryforwards. Offsetting of temporary differences reversing in the same period is applied. Deferred tax assets are recognized to the extent future taxable profits are probable. Deferred tax assets and liabilities are presented net in the balance sheet.



Appendices

Appendix 1 Revenue

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024		30/06/2025	31/12/2024
2,917,707	7,044,306	Sales revenue	5,227,119	3,708,945
-	-	Other income	5,816	94,210
2,917,707	7,044,306	Total	5,232,934	3,803,155

Allocation by Business Segment

2,917,707	7,044,306	Administration	-	-
-	-	Sale of goods	-	-
-	-	Other income	5,232,934	3,803,155
2,917,707	7,044,306	Total	5,232,934	3,803,155

Geographical allocations

2,917,707	7,044,306	Norway	5,816	94,210
-	-	Other countries	5,227,119	3,708,945
2,917,707	7,044,306	Total	5,232,934	3,803,155

Appendix 2 Related party transactions

Remuneration to key management is disclosed in Appendix 3, and balances with group companies are disclosed in Appendix 6.

Parent company transactions with related parties as of		30/06/2025
Sale of services:		-
Subsidiary:		2,917,707
Total sale of services:		2,917,707

Appendix 3 Payroll expenses, number of employees, remuneration, loans to employees etc.

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024	Employee benefits expenses	30/06/2025	31/12/2024
2,559,901	4,789,405	Salaries	2,850,317	4,844,620
-	1,000,000	Accrued board fees	-	1,000,000
1,177,397	892,855	Employer's contribution	1,218,385	898,322
63,925	140,321	Pension expenses	63,925	140,321
5,591,971	32,760	Stock options	5,591,971	32,760
42,717	42,607	Other benefits	47,086	42,615
9,435,911	6,897,948	Total	9,771,684	6,958,637
5	5	Full-time equivalents employed during the year	5	5

Remuneration to senior executives	CEO	Board
Salary	507,184	-
Board fees	100,000	1,000,000
Pension expenses	10,144	-
Other remuneration	2,196	-
Stock options	2,025,840	-

Stock options

A total of 45,550,000 options had been issued as of the interim report date, with a total value of NOK 5,591,971. Of these, 9,900,000 are repair options. 35,650,000 options have a term of 2 years, while the remaining 9,900,000 options have a term of 1 year.

The option value has been calculated using the Black-Scholes option pricing model, adjusted to account for a flexible strike price of 20% between NOK 0.423 and the market price at the exercise date, by adjusting down the share price at the grant date.

Several factors are included in the valuation model and affect the calculated value of the options granted. The value is calculated at NOK 5,591,971 for options issued in 2025. Market value may deviate significantly, but the financial statements follow NRS, which refers to IFRS.

Employer's social security costs related to the option program are fully offset through the flexible strike. Future changes in employer's contribution are contractually accounted for.

Assumptions applied in the valuation:

	2025 – two-year options	Comment	2025 – one-year options
Grant price	0.3808	Adjusted down from 0.51 due to flexible strike	0.3808
Exercise price	0.423		0.423
Option life (years)	2		1
Risk-free interest rate (%)	3.55 %	Zero-coupon rate from Norges Bank	3.72 %
Implied annualized volatility (%)	66.09 %		64.31 %
Number issued:	35,650,000		9,900,000

Shares and options owned by board members and group management as of June 30, 2025.

Name	Position	Stocks ¹⁾	Options ¹⁾	Repair options ²⁾
Christian Rustad	Board member	35 146 482	3,200,000	3,000,000
Benjamin Woodruff Miklozek	Chief Financial Officer	14 115 000	3,200,000	1,000,000
Ola Johan SteneJohansen	Chief Excecutive Officerand board member	23 584 287	6,000,000	-
Yngve Johansen	Chairman	7 626 000	4,750,000	-
Susheel Nuguru	Board member	808 938	2,200,000	-
Ståle Flataker	Board member	10540317	2,200,000	-
Hans Jørgen Fosse	Board member	-	2,200,000	-
Kristin Skau Åbyholm	Board member	-	2,200,000	-

¹⁾

Christian Rustad owns 34,109,696 shares through Prozum AS and 154,000 shares privately. His wife, Maria Elisabeth Rustad, owns 9,235 shares. As of the balance sheet date, he owns 6,200,000 options.

Benjamin Miklozek owns 10,612,140 shares through Blipit AS and 2,947,305 shares privately. 555,555 shares are owned by his wife, Marianne Løvdal. As of the balance sheet date, Benjamin Miklozek owns 4,200,000 options.

Ola Stene-Johansen owns 20,505,787 shares through Infigent A and 3,078,500 shares privately. He also owns 6,000,000 options as of the balance sheet date.

Yngve Johansen owns 7,626,000 shares through Black Monday Holding AS. Furthermore, he owns 4,750,000 options as of the balance sheet date.

Susheel Nuguru owns 808,938 shares privately. As of the balance sheet date, he owns 2,200,000 options. His wife, Deepali Shankar Yemul, owns 250,000 shares.

Ståle Flataker owns 10,470,395 shares through Bfs Invest AS. Furthermore, his three children together own 69,922 shares. As of the balance sheet date, he owns 2,200,000 options.

Hans Hørgen Fosse owns no shares as of the balance sheet date. Furthermore, he owns 2,200,000 options.

Kristin Skau Åbyholm owns no shares as of the balance sheet date. Her close associates control 28,388,947 shares.

²⁾

The exercise price is NOK 0.423 per share. The options expire on July 24, 2027.

Auditor's remuneration expensed	Parent company	Group
Statutory audit (including technical assistance with the annual financial statements)	343,166	592,528
Other assurance services	-	-
Advisory services	86,063	104,588
Total	429,228	697,116

Appendix 4 Intangible assets and goodwill

Parent company

	Development	Patent	Sum
Acquisition cost 01.01	408,538	133,367	541,905
Additions	-	-	-
Disposals	-	-	-
Acquisition cost 30.06	408,538	133,367	541,905
Accumulated depreciation 30.06	408,538	133,367	541,905
Book value 30.06	-	-	-
Depreciation for the year	-	-	-

Group

	Patent	Goodwill	Development	Sum
Acquisition cost 01.01	133,367	9,105,430	38,050,779	47,289,576
Additions	-	-	59,076	59,076
Disposals	-	-	-	-
Acquisition cost 30.06	133,367	9,105,430	38,109,855	47,348,652
Accumulated depreciation 30.06	133,367	3,540,561	31,693,942	35,367,870
Book value 30.06	-	5,564,869	6,415,913	11,980,782
Depreciation for the year	-	246,306	5,292,498	5,538,804

Economic life: 3–5 years

Depreciation method: Straight-line

Linear

Linear

See Appendix 7 for further details

Appendix 5 Tangible fixed assets

Parent company

Annual lease of off-balance sheet operating assets

Means of operation	Rent Period	Carrying amount
Office	01.06.2021-01.06.2026	847,040
	Operating assets	Sum
Acquisition cost 01.01	458,206	458,206
Additions	38,518	38,518
Disposals	-	-
Acquisition cost 30.06	496,724	496,724
Accumulated depreciation 30.06	404,806	404,806
Book value 30.06	91,918	91,918
Depreciation for the year	12,500	12,500

Economic life: 3–5 years

3 years

Depreciation method: Straight-line

Linear

Group

	Driftsløsøre	Bygninger og tomt	Sum
Acquisition cost 01.01	15,555,841	4,351,621	19,907,462
Additions	500,000	-	500,000
Disposals	-	-	-
Acquisition cost 30.06	16,055,841	4,351,621	20,407,462
Accumulated depreciation 30.06	3,389,499	65,037	3,454,536
Book value 30.06	12,666,343	4,286,584	16,952,926
Depreciation for the year	1,081,102	8,400	1,089,502
Economic life: 3–20 years	3-10 years	20 years	
Depreciation method: Straight-line	Linear	Linear	

* Se Appendix 7 for further details

Annual lease of off-balance sheet operating assets

Means of operation	Rent Period	Carrying amount
Office	01.06.2021-01.06.2026	847,040

Appendix 6 Receivables and liabilities to group companies

Parent company

	TRADE RECEIVABLES		OTHER RECEIVABLES	
	30/06/2025	31/12/2024	30/06/2025	31/12/2024
Associated Companies	-	8,153,687	159,481,610	80,580,975
Written-down Value	-	-	-61,458,840	-61,458,840
Associate	-	-	102,643	92,643
Written-down Value	-	-	-102,643	-92,643
Total	-	8,153,687	98,022,770	19,122,135

	INTERCOMPANY DEBT	
	30/06/2025	31/12/2024
Associated Companies	-	3,194
Written-down Value	-	-
Total	-	3,194

Group

	OTHER RECEIVABLES	
	30/06/2025	31/12/2024
Associate	102,643	102,643
Written-down Value	-102,643	-102,643
Total	-	-

Appendix 7 Equity

Parent company

Subsidiaries	Office	Ownership	Equity 30/06/2025 (100 %)	Result 30/06/2025 (100 %)	Book Value
Harmonychain Development AS	Oslo	100 %	162,115	-3,051	200,000
Nordic Green Data Center AS	Oslo	100 %	707,929	-1,022,530	956,000
Lokotech AS	Oslo	100 %	-57,614,756	-10,270,553	-
Arctic Core AS	Oslo	100 %	-10,442,085	-1,684,450	-
Arctic AI AS	Oslo	100 %	173,200	-	178,984
Powerpool Mining	Spain	66.65 %	14,223,564	3,162,709	12,026,614
Book Value 30/06/2025					13,361,598

Shares and receivables in subsidiaries Lokotech AS and Arctic Core AS have been written down to NOK 0.
The shares in Nordic Green Datacenter AS have been impaired by NOK 2,050,000.

Associate	Office	Ownership	Equity 30/06/2025 (100 %)	Result 30/06/2025 (100 %)	Book Value
Winstone Holding AS	Oslo	49.92 %	-5,805,532	-12,202	-
Balanseført verdi 31.12					-

Associate	Office	Ownership
Winstone Holding AS	Oslo	49.92 %

Calculation of share of profit for the year

Share of profit for the year	0
Share of profit for the year	0
Carrying amount as of 1 January	0
Share of profit for the year	0
Carrying amount as of 30 June	0

The receivable from the associate has been written down to NOK 0

Appendix 8 – Investments in bonds, equity funds, and other financial instruments

The Parent Company and the Group have invested funds in cryptocurrency amounting to NOK 0 and NOK 1,658,481, respectively. The amounts are measured at the lower of cost and fair value.

Appendix 9 – Income Taxes

Calculation of deferred tax / deferred tax asset

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024	Temporary differences	30/06/2025	31/12/2024
-150,082	-138,100	Property, plant and equipment	-7,750,490	-7,004,082
-	-	Financial instruments	-	-
-	-	Receivables	-2,816,116	-2,816,116
-150,082	-138,100	Net temporary differences	-10,566,606	-9,820,198
-20,338,932	-14,056,340	Losses carried forward	-102,292,174	-82,875,147
-20,489,014	-14,194,440	Basis for deferred tax	-112,858,780	-92,695,345
-4,507,583	-3,122,777	Deferred Tax Assets and Liabilities	-24,828,932	-20,392,976
4,507,583	3,122,777	Of which not recognized deferred tax asset	24,828,932	20,392,976
-	-	Deferred tax in the balance sheet	-	-

The reason for not recognizing the deferred tax asset is the uncertainty as to whether future taxable profits will be sufficient to utilize the tax benefit. The figures for the Group do not include amounts from Powerpool Mining SL.

Basis for tax expense, changes in deferred tax, and current tax payable

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024	Basis for current tax payable	30/06/2025	31/12/2024
-6,282,592	-205,821	Profit before tax	-	-
4,247	1,656,271	Permanent differences	-	-
-6,278,345	1,450,450	Basis for tax expense for the year	-	-
6,278,345	-1,450,450	Change in temporary differences	-	-
-	-	Basis for current tax in the income statement		
		Taxable income (basis for current tax in the balance sheet)	-	-
-	.	Basis for current tax in the income statement from Spain	-	3,087,200
		Current tax payable in the balance sheet		
-	-	Current tax included in the tax expense	-	-
-	193,662	Current tax included in the tax expense (Spain)	-	1,002,332
-	-	Current tax payable (Spain)	-	1,306,921
-	193,662	Current tax payable in the balance sheet	-	1,306,921

Appendix 10 – Equity

Parent company

Changes in equity for the year	Share capital	Share premium	Other contributed capital	Other equity	Total
Equity as of 1 January	8,799,942	101,741,982	12,045,517	-85,229,253	37,358,188
Capital increase	22,651,586	133,452,408	-	-	156,103,994
Share issue costs	-	-35,552,518	-	-	-35,552,518
Options	-	-	5,591,971	-	5,591,971
Profit for the year	-	-	-	-6,282,592	-6,282,592
Share of non-controlling interests	-	-	-	-	-
Equity as of 30 June	31,451,528	199,641,872	17,637,488	-91,511,845	157,219,043

Group

Changes in equity for the year	Share capital	Share premium	Other contributed capital	Other equity	Non-controlling interests	Sum
Equity as of 1 January	8,799,942	101,741,982	12,045,517	-92,550,981	5,813,300	35,849,760
Capital increase	22,651,586	133,452,408	-	-	-	156,103,994
Options	-	-	5,591,971	-	-	5,591,971
Share issue costs	-	-35,552,518	-	-	-	-35,552,518
Profit for the year	-	-	-	-19,417,027	-	-19,417,027
	-	-	-	-	-	-
	-	-	-	-	-	-
Equity as of 30 June	31,451,528	199,641,872	17,637,488	-111,968,008	5,813,300	142,576,180

Appendix 11 Receivables and Liabilities

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024	Trade receivables	30/06/2025	31/12/2024
-	8,153,687	Trade receivables at nominal value	-	-
-	-	Allowance for doubtful accounts	-	-
-	8,153,687	Trade receivables in the balance sheet	-	-

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024	Receivables due after more than one year	30/06/2025	31/12/2024
-	-	Other non-current receivables (specify)	-	-
-	-	Total	-	-

There is no debt maturing later than five years.

Spec of short term-debt	Parent company	Konsern
Accrued vacation pay and salaries, including social security contributions	274,275	305,391
Other accrued expenses	44,966	7,391,545
	319,241	7,696,936

Appendix 12 Restricted Bank Deposits, Credit Facilities and Guarantees for the Financing of Subsidiaries

PARENT COMPANY			GROUP	
30/06/2025	31/12/2024	Restricted funds	30/06/2025	31/12/2024
146,763	146,763	Rental deposit	146,763	146,763
317,260	406,060	Employee tax withholdings	317,260	406,060

Lokotech Group AS has committed to financing Lokotech AS and Arctic Core AS until ongoing development projects are completed.

Appendix 13 Share Capital and Shareholder Informationn

The Share capital is NOK 31,451,528 divided on 629,030,570 shares, each with a nominal value of NOK 0.05 per share.

Largest stockholders 30/06/2025

	Antall	Eierandel
NORDNET LIVSFORSIKRING AS	66,426,067	10.56 %
PROZIUM AS	34,983,247	5.56 %
INFIGENT AS	20,505,787	3.26 %
ØSTLANDSKE PENSJONISTBOLIGER AS	20,250,000	3.22 %
NORDA ASA	18,345,806	2.92 %
BLIPIT AS	16,115,000	2.56 %
DNB BANK ASA	14,844,749	2.36 %
DELTA INVEST AS	12,022,771	1.91 %
GL FORVALTNING AS	11,300,000	1.80 %
BFS INVEST AS	10,470,395	1.66 %
GRAN	10,150,000	1.61 %
INSR ASA	10,043,141	1.60 %
JUVEREN AS	8,347,974	1.33 %
STRANDLI	8,119,788	1.29 %
ECH HOLDING AS	8,100,000	1.29 %
Nordnet Bank AB	7,908,820	1.26 %
MEUB INVEST AS	7,743,556	1.23 %
BLACK MONDAY HOLDING AS	7,626,000	1.21 %
Sum	293,303,101	46.63 %
other (< 1,17%)	335,727,469	53.37 %
Total number of stocks	629,030,570	100.00 %

List of Signatures

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Lokotech Group Halvårsrapport 2025.pdf

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