

Fourth quarter results 2025



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Strategic review of the Silicones division

A strategic review of the Silicones division is underway. The review is initiated with a target to streamline Elkem, as well as to enable allocation of capital to accelerate growth in the Silicon Products and Carbon Solutions divisions.

The Silicones division has been reclassified in the accounts as discontinued operations and assets held for sale.

The tables and reporting segments in this report reflect the combined results of the three divisions, including Silicones. Silicones continues to be followed up as an integrated part of Elkem group and included in corporate management's reporting and responsibility until a sales agreement has been reached.

Note 12 shows the reconciliation of Elkem group figures with Elkem continuing operations, Silicones division, and respective eliminations.

Highlights 4th quarter 2025

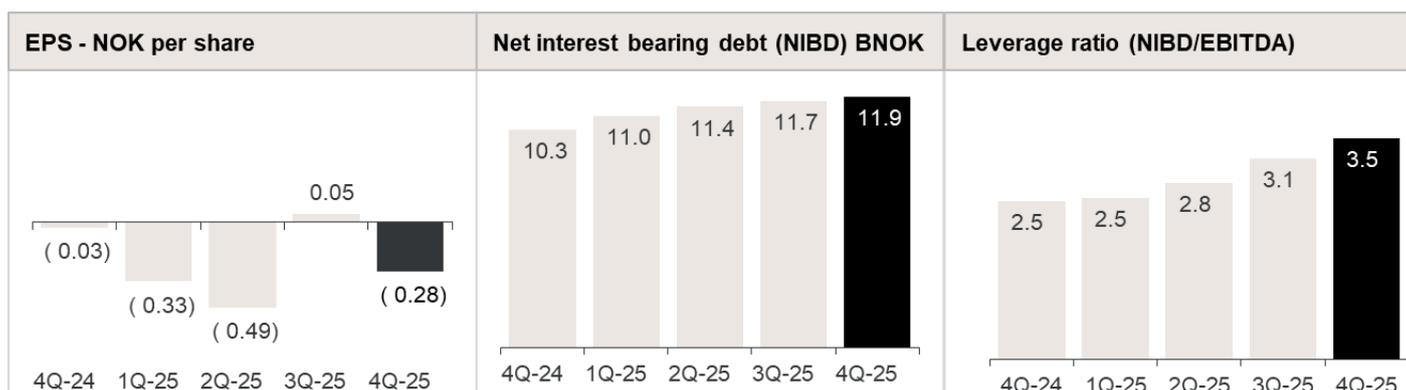
- Elkem has entered a sales agreement for the Silicones division. The sales price will be settled with redemption of all of Bluestar's shares in Elkem.
- Demand remains weak, but Elkem delivered a relatively strong 4Q-2025 result due to cost improvements and strong market positions.
- Silicon Products was impacted by low sales prices, but ferrosilicon prices in EU are improving due to safeguard measures on imports of certain ferroalloys.
- Carbon Solutions faced weak demand due to continued idling of steel and ferroalloy capacity across regions.
- Silicones delivered further profitability improvements, due to higher sales prices and strong cost improvements.
- The board has proposed not to pay dividend for 2025 as the share redemption impacts Elkem's equity position.

Key figures

<i>(NOK million, except where specified)</i>	4Q 2025	4Q 2024	YTD 2025	YTD 2024	FY 2024
Total operating income	7 284	8 498	30 806	33 004	33 004
EBITDA	890	1 173	3 440	4 191	4 191
EBITDA margin (%)	12 %	14 %	11 %	13 %	13 %
EBIT ⁽¹⁾	148	372	699	1 339	1 339
Profit (loss) for the period ⁽²⁾	(177)	(18)	(668)	488	488
Earning per share (EPS) <i>(NOK per share)</i>	(0.28)	(0.03)	(1.05)	0.77	0.77
Equity ratio (%)	51 %	49 %	51 %	49 %	49 %
Net interest-bearing debt (NIBD)	11 883	10 327	11 883	10 327	10 327
Cash flow from operations	829	330	1 779	1 529	1 529
ROCE - annualised (%)	2 %	4 %	2 %	4 %	4 %

(1) Operating profit before other items and hedge adjustments

(2) Owners of the parent's share of profit (loss)



Fourth quarter 2025 – Impact of weak markets mitigated by cost improvements, sales agreement entered for Silicones division

Elkem reported an EBITDA of NOK 890 million for the fourth quarter 2025, compared to NOK 1 173 million in the corresponding quarter last year. The impact of the challenging market conditions was mitigated by cost improvements and strong market positions. Elkem has entered into a definitive agreement to sell the majority of its Silicones division to Bluestar, enabling the company to pursue a more focused strategy as a pure play metals and materials business, while also enhancing its financial flexibility. The sale will be settled with all Elkem shares held by Bluestar, through Bluestar Elkem International Co. Ltd S.A.

Elkem's total operating income for the fourth quarter 2025 was NOK 7 284 million, which was 14 per cent lower than the fourth quarter 2024. Earnings before interest, taxes, depreciation and amortisation (EBITDA) was NOK 890 million, down 24 per cent from the corresponding quarter last year. Earnings per share (EPS) was NOK (0.28) in the quarter and NOK (1.05) year to date. The EPS was negatively impacted by the results in Silicones. Exclusive of the Silicones division, EPS would have amounted to NOK 0.61 in 2025. Elkem's board proposes not to distribute a dividend for the financial year 2025 as the share redemption in connection with the sale of Silicones impacts Elkem's equity position.

Elkem has entered into a final share purchase agreement regarding the sale of the majority of the Silicones division assets to Bluestar in a transaction where the full consideration payable by Bluestar will be settled through redemption of all of Bluestar's 338,338,536 shares in Elkem. Following completion of the transaction, Bluestar will no longer hold any Elkem shares. After a comprehensive assessment of all available options, Elkem firmly believes that the share purchase agreement delivers the most favourable outcome for both the Silicones division and the company, ultimately benefitting its shareholders.

The Silicon Products division was impacted by low silicon and ferrosilicon prices in the fourth quarter, while the speciality segments maintained a strong performance. Ferrosilicon prices in the EU are improving due to the implemented safeguard measures on imports of certain ferroalloys, but this has not yet impacted the division's results. Silicon Products reported a total operating income of NOK 3 231 million, a reduction of 14 per cent compared to the fourth quarter last year, while the EBITDA declined 53 per cent year-on-year. Carbon Solutions reported an EBITDA of NOK 174 million, down 38 per cent from the fourth quarter last year, resulting in an EBITDA margin of 24 per cent. The lower EBITDA was mainly due to lower sales volume. Silicones recorded higher results due to higher sales prices and strong cost improvements. The division reported an EBITDA of NOK 399 million, a 6 per cent increase year-on-year, despite a 14 per cent reduction in operating income.

Safety remains a non-negotiable priority for Elkem and in recent years, we have introduced a revised HSE improvement system, which is delivering encouraging results. However, despite our efforts to create a safe working environment, the company experienced a tragic accident on 22 December 2025 at a Silicones R&D pilot workshop in Lyon, France. Four employees were injured in an explosion that occurred at the workshop, of which two subsequently lost their lives. The accident at Saint-Fons profoundly impacted our organisation in its entirety. We have done our utmost to support the families and loved ones of our colleagues who passed away and who were injured. Comprehensive investigations are conducted, and corrective actions will be implemented across all sites.

The Elkem group's equity as at 31 December 2025 amounted to NOK 24 026 million, which gave a ratio of equity to total assets of 51 per cent. Net interest-bearing debt was NOK 11 883 million, which gave a ratio of net interest-bearing debt to EBITDA of 3.5x. Elkem had cash and cash equivalents of NOK 3 806 million as at 31 December 2025, and undrawn credit lines of more than NOK 6 000 million.

Trade regulations and protective measures are likely to continue affecting Elkem's markets, contributing to ongoing uncertainty. However, Elkem is well positioned due to its geographic presence and strong market and cost positions. Silicon Products is still facing subdued demand and is temporarily reducing capacity in Norway to manage inventory levels. The EBITDA effect is expected to be somewhat negative, whereas the cash flow effect will be positive. Carbon Solutions is expecting a slight improvement in the sales volume, but the overall market demand remains weak. Silicones prices in China have increased due to reduced supply, while fundamental demand remains weak. The division will benefit if these higher sales prices could be maintained.

Financial review

Group results

KEY FIGURES	4Q 2025	4Q 2024	YTD 2025	YTD 2024	FY 2024
<i>NOK million</i>					
Total operating income	7 284	8 498	30 806	33 004	33 004
EBITDA	890	1 173	3 440	4 191	4 191
EBIT	148	372	699	1 339	1 339
Other items	(68)	(159)	91	(460)	(460)
Net financial items	(192)	(69)	(905)	(522)	(522)
Profit (loss) before income tax	(167)	97	(381)	47	47
Income tax	6	(104)	(203)	530	530
Profit (loss) for the period	(161)	(7)	(584)	577	577

Quarter

Elkem group reported total operating income of NOK 7 284 million in 4Q-2025, representing a 14% reduction from NOK 8 498 million in the same period of 2024. All three divisions reported a reduction in operating income, due to the challenging market conditions, negatively impacting demand and sales prices.

The group's EBITDA for 4Q-2025 was NOK 890 million, which was down 24% from NOK 1 173 million in the corresponding quarter last year. Silicon Products and Carbon Solutions reported lower EBITDA compared to 4Q-2024, due to weak markets. However, Silicones achieved higher EBITDA compared to 4Q-2024, largely as a result of cost reductions and lower raw material costs.

EBIT for 4Q-2025 was NOK 148 million, which was a reduction from NOK 372 million in 4Q-2024.

Other items include fair value changes from commodity contracts, gains (losses) on embedded derivatives in power contracts, value changes from currency forward contracts and other income and expenses. Other items amounted to NOK (68) million in 4Q-2025, and consisted of gains on power and currency derivatives NOK 97 million, restructuring expenses of NOK (20) million and other items amounting to NOK (144) million.

Net financial items were NOK (192) million in 4Q-2025, compared to NOK (69) million in 4Q-2024. Net interest expenses amounted to NOK (130) million, a reduction from NOK (187) million in the same period last year. Losses on foreign exchange amounted to NOK (48) million, compared to a gain of NOK 153 million in 4Q-2024. Other financial items amounted to NOK (15) million.

The loss before income tax was NOK (167) million in 4Q-2025 compared to a profit of NOK 97 million in 4Q-2024.

Income tax was NOK 6 million positive in the quarter, due to tax deductions and changes in tax losses carried forward.

Loss for the period was NOK (161) million, compared to a loss of NOK (7) million in 4Q-2024. Owners of the parent's share of loss was NOK (177) million, which gave earnings per share (EPS) of NOK (0.28) in 4Q-2025.

Year to date

The group's total operating income was NOK 30 806 million YTD-2025, which was a reduction by 7% from NOK 33 004 million YTD-2024. EBITDA YTD-2025 amounted to NOK 3 440 million, which was down 18% from NOK 4 191 million YTD-2024. Earnings per share (EPS) amounted to NOK (1.05) YTD-2025.

Cash flow

CASH FLOW FROM OPERATIONS	4Q 2025	4Q 2024	YTD 2025	YTD 2024	FY 2024
<i>NOK million</i>					
EBIT	148	372	699	1 339	1 339
Amortisation, depreciation and impairment	742	801	2 741	2 852	2 852
Changes in working capital	457	96	(138)	(629)	(629)
Reinvestments	(530)	(937)	(1 536)	(2 061)	(2 061)
Equity accounted investments	12	(2)	13	27	27
Cash flow from operations	829	330	1 779	1 529	1 529
Other cash flow items	(1 060)	(875)	(3 772)	(2 065)	(2 065)
Change in cash and cash equivalents	(231)	(545)	(1 993)	(536)	(536)

Elkem's internal cash flow measure is defined and described in the APM appendix to the report.

Quarter

Cash flow from operations was NOK 829 million in 4Q-2025, compared to NOK 330 million in 4Q-2024. The improvement in cash flow from operations was mainly explained by lower reinvestments and working capital changes.

Reinvestments were NOK (530) million in 4Q-2025, which amounted to 75% of depreciation and amortisation (D&A). Strategic investments were included in other cash flow items and amounted to NOK (145) million, a reduction from NOK (227) million in 4Q-2024. The strategic investments in 4Q-2025 were related to various smaller projects in each of the divisions. In total, other cash flow items amounted to NOK (1 060) million, which also included tax and interest payments.

Change in cash and cash equivalents was NOK (231) million in 4Q-2025. Currency exchange differences were NOK 69 million. As at 31 December 2025, the total cash and cash equivalents amounted to NOK 3 806 million, compared to NOK 3 968 million as at 30 September 2025.

Year to date

Cash flow from operations amounted to NOK 1 779 million YTD-2025, up from NOK 1 529 million YTD-2024, mainly explained by improved working capital and reduced reinvestments. Elkem's reinvestment target is 80-90% of depreciation and amortisation (D&A). Reinvestments YTD-2025 were NOK (1 536) million, which amounted to 58% of D&A. Strategic investments amounted to NOK 328 million YTD-2025. Investments have been reduced in 2025 as Elkem has focused on cash generation and disciplined capital spending in response to challenging market conditions.

Financial position

FINANCIAL POSITION	YTD 2025	YTD 2024	FY 2024
Total equity (NOK million)	24 026	26 020	26 020
Equity ratio (%)	51 %	49 %	49 %
EPS (NOK per share)	(1.05)	0.77	0.77
Net interest bearing debt (NOK million) ⁽¹⁾	11 883	10 327	10 327
Leverage ratio based on LTM EBITDA (ratio)	3.5	2.5	2.5

¹⁾ Consists of interest-bearing liabilities reduced with cash and cash equivalents.

Quarter and year to date

Elkem's equity as at 31 December 2025 was NOK 24 026 million, a reduction by NOK (1 994) million from 31 December 2024. Loss for the period YTD-2025 was NOK (584) million. Other changes in equity were NOK (1 411) million, which mainly consisted of NOK (1 142) million of effects recognised through other comprehensive income, and dividend payments of NOK (276) million.

The equity ratio as at 31 December 2025 was 51%. Compared to year-end 2024, the equity ratio was up by 2% from 49%.

Net-interest bearing debt as at 31 December 2025 was NOK 11 883 million, which was an increase by NOK 1 556 million from NOK 10 327 million as at 31 December 2024. The leverage ratio was 3.5x as at 31 December 2025.

Segments

Silicon Products

KEY FIGURES	4Q 2025	4Q 2024	YTD 2025	YTD 2024	FY 2024
<i>MNOK except where indicated otherwise</i>					
Total operating income	3 231	3 748	13 681	15 506	15 506
EBITDA	294	624	1 517	2 864	2 864
EBITDA margin	9 %	17 %	11 %	18 %	18 %
Sales volume (thousand mt) ¹⁾	106	98	434	422	422

1) Excluding Microsilica and quartz

Quarter

Silicon Products reported total operating income of NOK 3 231 million in 4Q-2025, a reduction of 14% from NOK 3 748 in 4Q-2024. Lower operating income was largely due to lower sales prices for silicon and ferrosilicon.

The EBITDA was NOK 294 million, down 53% from the corresponding quarter last year. The decrease was primarily driven by lower sales prices. This was partly balanced by lower raw material costs and higher sales volume. Specialty segments maintained a strong performance in the quarter.

Sales volume increased by 8% compared to the same period last year. The sales increased across all products lines.

Year to date

The Silicon Products division reported total operating income of NOK 13 681 million YTD-2025, which was 12% lower than YTD-2024. The division reported an EBITDA of NOK 1 517 million, down 47% from NOK 2 864 million YTD-2024, mainly due to lower sales prices.

Carbon Solutions

KEY FIGURES	4Q 2025	4Q 2024	YTD 2025	YTD 2024	FY 2024
<i>MNOK except where indicated otherwise</i>					
Total operating income	735	923	3 272	3 649	3 649
EBITDA	174	281	908	1 131	1 131
EBITDA margin	24 %	30 %	28 %	31 %	31 %
Sales volume (thousand mt)	59	67	261	274	274

Quarter

Carbon Solutions reported total operating income NOK 735 million, down 20% from NOK 923 million in 4Q-2025. Lower operating income was mainly explained by lower sales volume.

The EBITDA was NOK 174 million, a reduction by 38% from NOK 281 million in the same period last year. The EBITDA reduction was mainly explained by lower sales volume. Reduced sales prices were offset by cost improvements

Sales volume was down 11% compared to the corresponding quarter last year, due to continued idling of customers' capacity.

Year to date

Carbon Solutions reported total operating income of NOK 3 272 million YTD-2025, which was down 10% compared to YTD-2024. EBITDA YTD-2025 was NOK 908 million, down 20% from NOK 1 131 million YTD-2024. The reduction was mainly due to lower sales prices, and lower sales volume.

Silicones

KEY FIGURES	4Q 2025	4Q 2024	YTD 2025	YTD 2024	FY 2024
<i>MNOK except where indicated otherwise</i>					
Total operating income	3 560	4 129	14 941	15 091	15 091
EBITDA	399	376	1 095	521	521
EBITDA margin	11 %	9 %	7 %	3 %	3 %
Sales volume (thousand mt)	109	112	443	388	388

Quarter

The Silicones division had total operating income of NOK 3 560 million, down 14% from NOK 4 129 million in the fourth quarter last year. The decline in operating income was primarily due to lower commodity sales prices.

The EBITDA was NOK 399 million, up 6% from NOK 376 million in the fourth quarter last year. The decline in sales prices and sales volume, was more than offset by cost reductions and lower raw material costs.

The sales volume down 3% compared to the same period last year, mainly due lower commodity sales across all regions.

Year to date

The Silicones division reported total operating income of NOK 14 941 million YTD-2025, which was 1% lower than YTD-2024. The EBITDA was NOK 1 095 million YTD-2025, which was more than a doubling from YTD-2024. Improved results were mainly explained by improved cost positions and higher sales volume.

Outlook for the first quarter 2026

Trade regulations and protective measures are likely to continue affecting Elkem's markets, contributing to ongoing uncertainty. However, Elkem is well positioned due to its geographic presence and strong market and cost positions. Silicon Products is still facing subdued demand and is temporarily reducing capacity in Norway to manage inventory levels. The EBITDA effect is expected to be somewhat negative, whereas the cash flow effect will be positive. Carbon Solutions is expecting a slight improvement in the sales volume, but the overall market demand remains weak. Silicones prices in China have increased due to reduced supply, while fundamental demand remains weak. The division will benefit if these higher sales prices could be maintained.

Condensed consolidated statement of comprehensive income (unaudited)

Amounts in NOK million	Fourth quarter		Year to date	
	2025	2024	2025	2024
Profit (loss) for the period	(161)	(7)	(584)	577
Remeasurement of defined benefit pension plans	24	8	24	8
Tax effects on remeasurements of defined benefit pension plans	(2)	(1)	(2)	(1)
Changes in fair value of equity instruments	0	(0)	8	2
Share of other comprehensive income (loss) from equity accounted investments	-	0	-	0
Total items that will not be reclassified to profit or loss	22	7	30	9
Currency translation differences	317	491	(1 214)	1 154
Hedging of net investment in foreign operations	(24)	(5)	(9)	(128)
Tax effects hedging of net investment in foreign operations	5	1	2	28
Cash flow hedges	(83)	(113)	68	43
Tax effects on cash flow hedges	18	25	(15)	(9)
Share of other comprehensive income (loss) from equity accounted investments	1	0	(4)	4
Total items that may be reclassified to profit or loss	234	399	(1 172)	1 091
Other comprehensive income (loss), net of tax	257	406	(1 142)	1 100
Total comprehensive income	96	399	(1 726)	1 677
Attributable to:				
Non-controlling interests' share of comprehensive income	17	17	81	98
Owners of the parent's share of comprehensive income	79	383	(1 807)	1 579
Total comprehensive income	96	399	(1 726)	1 677

Condensed consolidated statement of financial position (unaudited)

Amounts in NOK million	Note	31 December 2025	31 December 2024
ASSETS			
Property, plant and equipment	3	8 568	8 405
Right-of-use assets	4	402	403
Other Intangible assets	5	164	216
Goodwill	5	305	329
Deferred tax assets		942	738
Equity accounted investments		210	230
Derivatives	10	981	1 012
Other assets		1 011	985
Total non-current assets		12 583	12 320
Inventories	6	5 959	6 038
Trade receivables		1 852	1 960
Derivatives	10	285	267
Other assets		1 231	1 254
Restricted deposits		1	7
Cash and Cash equivalents		2 694	4 397
Total current assets		12 021	13 923
Assets classified as held for sale	12	22 878	27 189
TOTAL ASSETS		47 481	53 432
EQUITY AND LIABILITIES			
Paid-in capital	11	3 508	3 502
Retained earnings		20 413	22 410
Non-controlling interests		104	109
Total equity		24 026	26 020
Interest-bearing liabilities	9	9 648	11 817
Deferred tax liabilities		129	238
Employee benefits obligations		238	238
Derivatives	10	350	485
Provisions and other liabilities		275	267
Total non-current liabilities		10 640	13 045
Trade payables		1 818	2 076
Income tax payables		43	106
Interest-bearing liabilities	9	2 322	1 090
Employee benefit obligations		482	471
Derivatives	10	115	140
Provisions and other liabilities		588	815
Total current liabilities		5 368	4 698
Liabilities classified as held for sale	12	7 447	9 668
TOTAL EQUITY AND LIABILITIES		47 481	53 432

Condensed consolidated statement of cash flows (unaudited)

Amounts in NOK million	Note	Fourth quarter		Year to date	
		2025	2024	2025	2024
Operating profit (loss)		204	339	1 307	2 094
Operating profit (loss) - discontinued operations		(179)	(174)	(782)	(1 382)
Amortisation, depreciation and impairment	3,4,5	742	801	2 741	2 852
Changes in working capital		457	96	(138)	(629)
Equity accounted investments		12	(2)	13	27
Changes fair value of derivatives		(27)	171	(107)	475
Changes in provisions, bills and other		(275)	(198)	(821)	(27)
Interest payments received		24	40	84	119
Interest payments made		(179)	(276)	(684)	(885)
Income taxes paid		(224)	(68)	(436)	(614)
Cash flow from operating activities		555	730	1 176	2 030
Investments in property, plant and equipment and intangible assets	3,4,5	(580)	(1 008)	(2 319)	(3 334)
Acquisition/capital contribution of/to equity accounted investments		-	-	-	(4)
Disposal of equity accounted investments		-	-	-	10
Other investments / sales		15	11	72	26
Cash flow from investing activities		(565)	(996)	(2 248)	(3 303)
Dividends paid to non-controlling interests		(38)	(68)	(85)	(123)
Dividends paid to owners		-	-	(190)	-
Net sale (purchase) of treasury shares	11	-	(0)	1	5
Payment of lease liabilities		(39)	(39)	(151)	(143)
New interest-bearing loans and borrowings		219	276	691	2 470
Payment of interest-bearing loans and borrowings		(362)	(446)	(1 186)	(1 474)
Cash flow from financing activities		(220)	(278)	(921)	737
Change in cash and cash equivalents		(231)	(545)	(1 993)	(536)
Currency exchange differences		69	94	(271)	238
Cash and cash equivalents opening balance		3 968	6 521	6 070	6 367
Cash and cash equivalents closing balance		3 806	6 070	3 806	6 070
Of which cash and cash equivalents in assets held for sale at the end of the period	12	1 112	1 673	1 112	1 673
Of which cash and cash equivalents in continuing operations at the end of the period		2 694	4 397	2 694	4 397

Condensed consolidated statement of changes in equity (unaudited)

Amounts in NOK million	Total paid-in capital	Total retained earnings	Total owners share	Non-controlling interests	Total
Closing balance 31 December 2024	3 502	22 410	25 911	109	26 020
Profit (loss) for the period	-	(668)	(668)	84	(584)
Other comprehensive income	-	(1 139)	(1 139)	4	(1 142)
Total comprehensive income	-	(1 807)	(1 807)	81	(1 726)
Share-based payments	6	-	6	-	6
Net movement treasury shares (note 11)	0	1	1	-	1
Dividends to equity holders	-	(190)	(190)	(85)	(276)
Closing balance 31 December 2025	3 508	20 413	23 922	104	24 026

Amounts in NOK million	Total paid-in capital	Total retained earnings	Total owners share	Non-controlling interests	Total
Closing balance 31 December 2023	3 498	20 827	24 325	133	24 458
Profit (loss) for the period	-	488	488	89	577
Other comprehensive income	-	1 090	1 090	10	1 100
Total comprehensive income	-	1 579	1 579	98	1 677
Share-based payments	2	-	2	-	2
Net movement treasury shares (note 11)	1	4	5	-	5
Dividends to equity holders	-	-	-	(123)	(123)
Closing balance 31 December 2024	3 502	22 410	25 911	109	26 020

Notes to the condensed consolidated financial statements

Note 1 General information, basis for preparation and judgements, estimates and assumptions

Elkem ASA is a limited liability company located in Norway and whose shares are publicly traded at Oslo Stock Exchange. Elkem ASA's condensed consolidated financial statements for the fourth quarter of 2025 were approved at the meeting of the board of directors on 12 February 2026.

Basis for preparation

The condensed consolidated interim financial statements comprise Elkem ASA and its subsidiaries (Elkem/the group) and the group's investments in associates and interests in joint arrangements.

Elkem's interim financial statements are prepared in accordance with International Financial Reporting Standards (IFRS®) as endorsed by the European Union. The condensed interim statements are prepared in compliance with the International Accounting Standard (IAS) 34 Interim Financial Reporting and should be read in conjunction with the consolidated financial statements in Elkem's Annual Report for 2024. The accounting policies applied are consistent with those applied in the annual consolidated financial statements for 2024.

On 23 January 2025 the group announced its intention to perform a strategic review of the Silicones business area, and it initiated an active program to locate a buyer for the Elkem Silicones operating segment. At the end of the fourth quarter 2024 it was assessed that Elkem Silicones met the criteria for held for sale. Elkem Silicones operating segment represents a major line of business and a sale is regarded to be highly probable to occur within one year. Elkem Silicones operating segment is held for sale and is therefore classified as discontinued operations. See note 12 Held for sale and discontinued operations. Elkem has signed an agreement to transfer the majority of its Silicones division to Bluestar. See note 13 Events after the reporting period.

Elkem has changed how the chief operating decision maker follows up realised derivative effects. From the second quarter all realised effects from derivatives not designated in a hedging relationship will be presented within operating expenses and included in Elkem's definition of EBITDA. There is no change in the IFRS profit and loss statement. Comparative figures in Note 2 Operating segments and impacted APMs have been restated for 2024 and the first quarter of 2025.

The interim financial statements are unaudited. The presentation currency of Elkem is NOK (Norwegian krone). All financial information is presented in NOK million, unless otherwise stated. One or more columns included in the interim report may not add up to the total due to rounding.

Judgements, estimates and assumptions

The preparation of consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions each reporting period.

The main judgements, estimates and assumptions are described in the annual consolidated financial statements for 2024.

Note 2 Operating segments

Elkem has three reportable segments; Silicon Products, Carbon Solutions and Silicones. In the fourth quarter 2024 the Silicones segment was assessed to meet the criteria for held for sale and discontinued operations. However, the segment will continue to be followed up by the chief operating decision maker in the same manner as before the reclassification. The Silicones operating segment will therefore continue to be included in the segment disclosure. Please refer to note 12 Held for sale and discontinued operations. Elkem has signed an agreement to transfer the majority of its Silicones division to Bluestar. See note 13 Events after the reporting period.

- **The Silicon Products division** produces various grades of metallurgical silicon, ferrosilicon, foundry alloys and microsilica for use in a wide range of end applications.
- **The Carbon Solutions division** produces carbon electrode materials, lining materials and specialty carbon products for metallurgical processes for the production of a range of metals.
- **The Silicones division** produces and sells a range of silicone-based products across various sub-sectors including release coatings, engineering elastomers, healthcare products, specialty fluids, emulsions and resins.
- **Other** comprise Elkem group management and centralised functions within finance, logistics, power purchase, technology, digital office and strategic projects such as biocarbon.
- **Eliminations** comprise intersegment sales and profit. Transactions between operating segments are conducted on an arm's length basis in a manner similar to transactions with third parties.

Elkem identifies its segments according to the organisation and reporting structure used by group management. Segments' performance are evaluated based on EBITDA and EBIT. EBITDA is defined as Elkem's profit (loss) for the period, less income tax (expenses) benefits, finance expenses, foreign exchange gains (losses), finance income, share of profit (loss) from equity accounted financial investments, other items excluding derivative adjustments, impairment loss and amortisation and depreciation. Derivative adjustments are realised effects from the part of commodity derivative instruments that initially are designated as hedging instruments, but where the realised effects are recognised in other items due to e.g., hedge ineffectiveness. In addition, derivative adjustments includes realised effects from derivatives included in operating profit, but not designated in a hedging relationship. Derivatives not designated in a hedging relationship includes among others the interest element from currency forward contracts and embedded derivatives.

EBIT is defined as Elkem's profit (loss) for the period, less income tax (expenses) benefits, finance expenses, foreign exchange gains (losses), finance income, share of profit (loss) from equity accounted financial investments and other items excluding derivative adjustments.

EBITDA and EBIT are not specified by IFRS Accounting Standards and therefore may not be comparable to apparently similar measures used by other companies.

Elkem's financing and taxes are managed on a group basis and are not allocated to operating segments.

Fourth quarter 2025	Silicones	Silicon Products	Carbon Solutions	Other	Eliminations	Total
Revenue from sale of goods	3 463	2 997	652	(32)	-	7 080
Other revenue	41	15	3	111	-	170
Other operating income	2	14	(0)	7	-	22
Share of profit from equity accounted investments	7	(1)	(0)	5	-	11
Total operating income from external customers	3 514	3 026	655	90	-	7 284
Operating income from other segments	46	206	81	194	(527)	-
Total operating income	3 560	3 231	735	284	(527)	7 284
Operating expenses	(3 161)	(2 938)	(562)	(276)	543	(6 393)
EBITDA	399	294	174	8	16	890
EBIT	(56)	67	128	(7)	16	148

Fourth quarter 2024	Silicones	Silicon Products	Carbon Solutions	Other 1)	Eliminations	Total 1)
Revenue from sale of goods	4 040	3 281	816	(44)	-	8 092
Other revenue	49	19	4	26	-	98
Other operating income	9	269	11	16	-	306
Share of profit from equity accounted investments	2	(0)	0	0	-	2
Total operating income from external customers	4 100	3 569	830	(1)	-	8 498
Operating income from other segments	29	179	92	230	(531)	-
Total operating income	4 129	3 748	923	229	(531)	8 498
Operating expenses	(3 753)	(3 124)	(642)	(310)	504	(7 324)
EBITDA	376	624	281	(81)	(26)	1 173
EBIT	(133)	393	241	(102)	(26)	372

Year to date 31 December 2025	Silicones	Silicon Products	Carbon Solutions	Other	Eliminations	Total
Revenue from sale of goods	14 720	12 620	2 884	(142)	-	30 082
Other revenue	81	68	12	354	-	514
Other operating income	10	138	14	20	-	182
Share of profit from equity accounted investments	7	(1)	(0)	21	-	27
Total operating income from external customers	14 818	12 825	2 910	252	-	30 806
Operating income from other segments	123	855	362	599	(1 939)	-
Total operating income	14 941	13 681	3 272	852	(1 939)	30 806
Operating expenses	(13 846)	(12 164)	(2 364)	(1 010)	2 019	(27 365)
EBITDA	1 095	1 517	908	(159)	80	3 440
EBIT	(632)	717	765	(231)	80	699

Year to date 31 December 2024	Silicones	Silicon Products	Carbon Solutions	Other 1)	Eliminations	Total 1)
Revenue from sale of goods	14 871	13 548	3 243	(167)	-	31 495
Other revenue	109	76	16	226	-	427
Other operating income	20	1 023	26	17	-	1 086
Share of profit from equity accounted investments	2	(0)	0	(6)	-	(4)
Total operating income from external customers	15 003	14 647	3 285	70	-	33 004
Operating income from other segments	88	859	364	592	(1 903)	-
Total operating income	15 091	15 506	3 649	662	(1 903)	33 004
Operating expenses	(14 570)	(12 642)	(2 518)	(941)	1 857	(28 813)
EBITDA	521	2 864	1 131	(279)	(46)	4 191
EBIT	(1 233)	2 091	1 003	(476)	(46)	1 339

¹⁾ Figures have been restated, see note 1

Note 3 Fixed assets

31 December 2025	Land	Plant, buildings and other property	Machinery, equipment and motor vehicles	Office and other equipment	Construction in progress	Total
Cost						
Opening balance	134	3 819	12 540	293	1 682	18 468
Additions	0	9	32	7	1 147	1 195
Transferred to/from CiP	2	314	1 337	8	(1 661)	-
Reclassification	(9)	9	-	-	-	-
Disposals	-	(1)	(89)	(4)	(18)	(112)
Exchange differences	(6)	(35)	(158)	(7)	(3)	(209)
Closing balance	121	4 115	13 662	296	1 147	19 342
Accumulated depreciation						
Opening balance		(2 121)	(7 507)	(199)		(9 827)
Additions from continuing operations		(151)	(721)	(21)		(894)
Disposals		1	78	4		83
Exchange differences		15	80	4		99
Closing balance		(2 256)	(8 072)	(212)		(10 539)
Impairment losses						
Opening balance	(13)	(18)	(202)	(1)	(1)	(235)
Additions from continuing operations	-	(0)	(2)	(0)	(2)	(5)
Disposals	-	-	2	0	2	5
Exchange differences	(0)	0	1	0	0	1
Closing balance	(13)	(18)	(201)	(1)	(1)	(234)
Carrying amount						
Closing balance	109	1 841	5 390	83	1 146	8 568

31 December 2024	Land	Plant, buildings and other property	Machinery, equipment and motor vehicles	Office and other equipment	Construction in progress	Total
Cost						
Opening balance	276	9 575	26 965	2 328	6 842	45 987
Additions	-	40	71	23	2 783	2 917
Transferred to/from CiP	4	450	4 308	1 381	(6 144)	-
Disposals	(0)	(20)	(144)	(23)	(6)	(194)
Assets classified as held for sale	(160)	(6 757)	(19 993)	(3 604)	(2 080)	(32 595)
Exchange differences	15	530	1 333	188	287	2 353
Closing balance	134	3 819	12 540	293	1 682	18 468
Accumulated depreciation						
Opening balance		(3 639)	(15 650)	(1 043)		(20 332)
Additions from continuing operations		(134)	(677)	(15)		(827)
Additions from discontinued operations		(194)	(92)	(288)		(1 475)
Disposals		16	118	23		157
Assets classified as held for sale		1 964	10 400	1 202		13 566
Exchange differences		(133)	(706)	(77)		(917)
Closing balance		(2 121)	(7 507)	(199)		(9 827)
Impairment losses						
Opening balance	(12)	(446)	(2 398)	(15)	(30)	(2 900)
Additions from continuing operations	-	(3)	(35)	(0)	(0)	(38)
Additions from discontinued operations	-	(1)	(9)	(0)	-	(10)
Disposals	-	3	17	0	0	20
Assets classified as held for sale	-	469	2 419	15	31	2 935
Exchange differences	(1)	(41)	(197)	(1)	(3)	(242)
Closing balance	(13)	(18)	(202)	(1)	(1)	(235)
Carrying amount						
Closing balance	121	1 680	4 831	92	1 681	8 405

Note 4 Right-of-use assets

31 December 2025	Land	Plant and buildings	Machinery, equipment and motor vehicles	Office and other equipment	Total
Cost					
Opening balance	60	523	36	0	619
Additions / lease modifications / remeasurements	-	91	6	-	97
Partial or full termination of agreements	(5)	(36)	(7)	-	(48)
Exchange differences	(3)	(5)	(0)	-	(8)
Closing balance	51	573	35	0	660
Accumulated depreciation					
Opening balance	(20)	(174)	(22)	(0)	(216)
Additions from continuing operations	(5)	(69)	(8)	-	(82)
Partial or full termination of agreements	5	26	6	-	36
Exchange differences	1	3	0	-	4
Closing balance	(20)	(215)	(24)	(0)	(259)
Impairment losses					
Opening balance	-	-	-	-	-
Closing balance	-	-	-	-	-
Carrying amount					
Closing balance	32	359	11	0	402

31 December 2024	Land	Plant and buildings	Machinery, equipment and motor vehicles	Office and other equipment	Total
Cost					
Opening balance	397	733	153	2	1 285
Additions / lease modifications / remeasurements	8	78	60	0	148
Partial or full termination of agreements	-	(53)	(41)	(2)	(96)
Assets classified as held for sale	(378)	(260)	(143)	(0)	(782)
Exchange differences	33	25	7	0	65
Closing balance	60	523	36	0	619
Accumulated depreciation					
Opening balance	(80)	(258)	(92)	(2)	(431)
Additions from continuing operations	(6)	(52)	(9)	-	(68)
Additions from discontinued operations	(8)	(42)	(36)	(0)	(87)
Partial or full termination of agreements	-	48	36	2	86
Assets classified as held for sale	81	143	84	0	308
Exchange differences	(7)	(12)	(4)	(0)	(23)
Closing balance	(20)	(174)	(22)	(0)	(216)
Impairment losses					
Opening balance	-	-	-	-	-
Closing balance	-	-	-	-	-
Carrying amount					
Closing balance	40	349	14	0	403

Note 5 Intangible assets

31 December 2025	Goodwill	Land use rights	Technology and licences	Software	Development	Other intangible	Intangible assets under construction	Total other intangible assets
Cost								
Opening balance	329	121	23	309	-	86	193	732
Additions	-	0	-	21	-	0	4	25
Transferred to/from CiP	-	-	-	2	-	-	(2)	-
Disposals	-	-	(20)	(2)	-	(6)	(2)	(30)
Exchange differences	(24)	0	(0)	(4)	-	(1)	(46)	(51)
Closing balance	305	122	2	326	-	79	147	676
Accumulated depreciation								
Opening balance	-	(70)	(23)	(257)	-	(35)	-	(385)
Additions from continuing operations	-	(4)	(0)	(20)	-	(8)	-	(32)
Disposals	-	-	20	1	-	4	-	25
Exchange differences	-	(0)	0	3	-	0	-	4
Closing balance	-	(74)	(2)	(273)	-	(39)	-	(388)
Impairment losses								
Opening balance	-	(1)	-	(1)	-	-	(129)	(131)
Additions from continuing operations	-	-	-	-	-	(2)	-	(2)
Disposals	-	-	-	-	-	2	-	2
Exchange differences	-	(0)	-	-	-	-	6	6
Closing balance	-	(1)	-	(1)	-	-	(122)	(124)
Carrying amount								
Closing balance	305	47	0	53	-	40	25	164

31 December 2024	Goodwill	Land use rights	Technology and licences	Software	Development	Other intangible	Intangible assets under construction	Total other intangible assets
Cost								
Opening balance	1 015	116	911	714	1 030	384	407	3 563
Additions	-	-	0	12	-	-	88	100
Transferred from CIP	-	-	0	44	61	11	(116)	-
Disposals	-	-	-	(2)	-	-	-	(2)
Assets classified as held for sale	(756)	-	(945)	(490)	(1 152)	(333)	(201)	(3 121)
Exchange differences	70	6	56	31	61	24	14	192
Closing balance	329	121	23	309	-	86	193	732
Accumulated depreciation								
Opening balance		(65)	(654)	(514)	(711)	(159)		(2 103)
Additions from continuing operations		(2)	(1)	(25)	-	(8)		(35)
Additions from discontinued operations		-	(42)	(33)	(77)	(31)		(182)
Disposals		-	-	2	-	-		2
Assets classified as held for sale		-	712	335	826	173		2 045
Exchange differences		(3)	(38)	(22)	(39)	(10)		(112)
Closing balance		(70)	(23)	(257)	-	(35)		(385)
Impairment losses								
Opening balance	-	(1)	-	-	-	-	-	(1)
Additions from continuing operations	-	-	-	(1)	-	-	(129)	(130)
Exchange differences	-	(0)	-	-	-	-	0	(0)
Closing balance	-	(1)	-	(1)	-	-	(129)	(131)
Carrying amount								
Closing balance	329	50	0	51	-	51	64	216

Impairment losses in 2024 are mainly related to impairment of Biocarbon NOK 129 million.

Note 6 Inventories

	31 December 2025	31 December 2024
Raw materials	1 357	1 614
Semi-finished goods	889	570
Finished goods	2 982	3 162
Operating materials and spare parts	731	692
Total inventories	5 959	6 038
Provisions for write-down of inventories	(116)	(70)

Note 7 Other items

	Fourth quarter		Year to date	
	2025	2024	2025	2024
Change in fair value commodity contracts, interest element	0	(1)	3	(1)
Embedded EUR derivatives power contracts, interest element	86	(92)	127	(106)
Ineffectiveness and discontinuation on commodity cash flow hedges	(6)	(29)	221	(197)
Ineffectiveness on currency cash flow hedges	2	1	2	1
Change in fair value currency contracts	14	(1)	19	(5)
Operating foreign exchange gains (losses)	(36)	22	(80)	39
Total other gains (losses)	61	(100)	292	(269)
Dividends from other shares	2	2	6	3
Change in fair value from other shares measured at fair value through profit or loss	2	(7)	10	8
Restructuring expenses	(4)	(0)	(23)	(9)
Dismantling and environmental expenses	(26)	(1)	(26)	(1)
Other	26	(15)	(0)	(49)
Total other income (expenses)	0	(21)	(34)	(47)
Total other items	61	(121)	258	(316)

Note 8 Finance income and expenses

	Fourth quarter		Year to date	
	2025	2024	2025	2024
Interest income on loans and receivables	16	31	59	78
Change in fair value on financial instruments	-	-	-	16
Other financial income	0	0	1	12
Total finance income	16	31	61	107
Change in fair value derivatives	(28)	-	(30)	-
Net foreign exchange gains (losses)	(19)	153	(254)	247
Total foreign exchange gains (losses)	(48)	153	(284)	247
Interest expenses on interest-bearing liabilities measured at amortised cost	(108)	(176)	(481)	(694)
Interest expenses on lease liabilities	(8)	(5)	(24)	(15)
Interest expenses from other items measured at amortised cost	(0)	(4)	(4)	(9)
Interest expenses on factoring agreements	(7)	(11)	(30)	(50)
Unwinding of discounted liabilities	(1)	(0)	(2)	(2)
Interest on net pension liabilities	0	(2)	(6)	(6)
Other financial expenses	(1)	(1)	(3)	(3)
Total finance expenses	(124)	(199)	(549)	(778)
Net Finance income (expenses)	(156)	(15)	(772)	(424)

Note 9 Interest-bearing assets and liabilities

	31 December 2025	31 December 2024
Lease liabilities	342	338
Loan agreements, bank	5 892	5 856
Loan agreements, bonds	3 000	3 500
Loan agreements, other than bank	415	2 123
Total non-current interest-bearing liabilities	9 648	11 817
Lease liabilities	71	67
Loan agreements, bank	20	-
Loan agreements, bonds	500	706
Loan agreements, other than bank	1 718	295
Accrued interest	12	23
Total current interest-bearing liabilities	2 322	1 090

Pledges and guaranteed liabilities

The main part of Elkem's interest-bearing liabilities are neither pledged nor guaranteed.

The totals of liabilities that have pledged assets or guarantees related to them are stated below:

Pledged liabilities	31 December 2025	31 December 2024
Pledged liabilities	44	53

In the second quarter, Elkem has swapped the interest rate for all main loan agreements in continuing operations to fixed EUR interest rate. For debt denominated in EUR the interest rate is swapped from floating EUR to fixed EUR using interest rate swaps. For debt denominated in NOK, cross currency swaps are used to swap to EUR debt with fixed interest rate. The total debt denominated in NOK swapped to EUR is NOK 3 100 million. The duration of the interest rate and cross currency swaps to fixed EUR is between 8 and 27 months. See note 30 Financial assets and liabilities, note 31 Hedging and note 32 Financial risk to the consolidated financial statements for the year ended 31 December 2024.

Note 10 Cash flow hedging

Hedge Accounting

Elkem is applying hedge accounting for parts of its forward currency contracts, certain parts of EUR loans, for embedded EUR derivatives in power contracts, for certain power contracts and interest rate swap from floating to fixed. Forward currency contracts and embedded derivatives are designated in a cash flow hedge to hedge currency fluctuations in highly probable future sales, mainly in USD and EUR. Power contracts are designated as hedging instruments in a cash flow hedge of price fluctuations for highly probable future purchases. Hence, the effective part of change in fair value of the hedging instruments is booked against OCI and booked as an adjustment to revenue and energy for production respectively, when realised.

Derivatives as at 31 December 2025

	Nominal value	Fair value	Hereof recognised in OCI	Effects to be recycled from OCI			
				Within 1 year	Within 2 years	Within 3 years	Within 4 years or more
Purchase contracts							
Forward currency contracts	1 974	19	23	22	1	-	-
Embedded EUR derivatives	7 467	(427)	476	96	98	92	190
Power contracts	1 947	1 211	(516)	(133)	(91)	(54)	(238)
Interest rate swap	354	(2)	26	13	5	5	3
Total derivatives		800	9	(1)	13	43	(45)

Hedge accounting is applied for some of the contracts / part of contracts.

Realised effects hedge accounting, recycled from OCI	Fourth quarter		Year to date	
	2025	2024	2025	2024
Realised effects from forward currency contracts, Revenue	14	10	26	10
Realised effects from embedded derivatives EUR, Revenue	(35)	(37)	(137)	(135)
Realised effects from power contracts, Raw materials and energy for production	26	4	31	13
Realised effects hedge discontinuation, Other items	12	32	61	102
Realised effect interest rate swap, Finance expenses	24	(3)	59	(4)
Total realised hedging effects recycled from OCI	41	5	41	(14)

Note 11 Number of shares

The development in share capital and other paid-in equity is set out in the Condensed consolidated interim statement of changes in equity.

<i>Number of shares in whole numbers</i>	Shares outstanding	Treasury shares	Total issued shares
Opening balance at 1 January 2025	634 169 478	5 271 900	639 441 378
Sale of treasury shares	50 000	(50 000)	-
Closing balance 31 December 2025	634 219 478	5 221 900	639 441 378

<i>Number of shares in whole numbers</i>	Fourth quarter		Year to date	
	2025	2024	2025	2024
Weighted average number of shares outstanding	634 219 478	634 169 478	634 197 568	634 005 481
Effects of dilution from share-based payment	624 967	-	387 716	128 351
Weighted average number of outstanding shares diluted	634 844 445	634 169 478	634 585 284	634 133 832

In the annual general meeting held on 30 April 2025, the board of directors was granted an authorisation to repurchase the company's own shares within a total nominal value of up to NOK 319,720,689. The maximum amount that can be paid for each share is NOK 150 and the minimum is NOK 1. The authorisation is valid until the annual general meeting in 2026, but not later than 30 June 2026. The authorisation can be used to acquire shares as the board of directors deems appropriate, provided however, that acquisition of shares shall not be by subscription. Shares acquired under the authorisation may either be used to fulfil Elkem's obligations in connection with acquisitions, incentive arrangements for employees, fulfilment of earn-out arrangements, sale of shares to strengthen Elkem's equity or deletion of shares.

In the annual general meeting held on 30 April 2025, the board of directors was granted an authorisation to increase the company's share capital with an amount up to NOK 319,720,689 - corresponding to 10 % of the current share capital. The authorisation is valid until the annual general meeting in 2026, but not later than 30 June 2026. The authorisation can be used to cover share capital increases against contribution in kind and in connection with mergers.

Note 12 Asset held for sale and discontinued operations

In February 2026 Elkem has entered into an agreement to sale of the majority of its Silicones division. See note 13 Events after the reporting period.

Profit and loss from discontinued operations:

Internal transactions are eliminated in the presentation of profit and loss from discontinued operations

Amounts in NOK million	Year to date fourth quarter	
	2025	2024
Revenue	14 062	14 113
Other operating income	10	20
Share of profit(loss) from equity accounted investments	7	2
Total operating income	14 079	14 134
Raw materials and energy	(8 636)	(8 718)
Employee benefit expenses	(2 327)	(2 469)
Other operating expenses	(2 003)	(2 431)
Amortisation and depreciation	(1 652)	(1 744)
Impairment loss	(75)	(10)
Other items	(167)	(145)
Operating profit (loss)	(782)	(1 382)
Finance Income	24	41
Foreign exchange gains (losses)	0	-
Finance expenses	(157)	(138)
Profit (loss) before income tax	(914)	(1 480)
Income tax (expenses) benefits	(54)	(58)
Profit (loss) for the year	(969)	(1 538)

Cumulative income or expense recognised in other comprehensive income from discontinued operations

Amounts in NOK million	Year to date fourth quarter	
	2025	2024
Exchange differences on translation of discontinued operations	1 388	2 048
Earnings per share - discontinued operations	2025	2024
Basic earnings per share in NOK	(1.53)	(2.43)
Diluted earnings per share in NOK	(1.53)	(2.42)

Reconciliation between continuing and discontinued operations with Elkem group total:

The below table shows profit and loss from continuing operations, from the Silicones operating segment and eliminations booked in discontinued operations in order to show the profit and loss from Elkem group total.

Year to date fourth quarter 2025

Amounts in NOK million	Continuing operations	Silicones operating segment	Eliminations in discontinued operations	Elkem group total
Revenue	16 535	14 924	(862)	30 596
Other operating income	172	10	(0)	182
Share of profit(loss) from equity accounted investments	20	7	-	27
Total operating income	16 727	14 941	(862)	30 806
Raw materials and energy	(7 631)	(9 254)	618	(16 267)
Employee benefit expenses	(2 874)	(2 327)	-	(5 201)
Other operating expenses	(4 159)	(2 265)	262	(6 163)
Amortisation and depreciation	(1 008)	(1 652)	-	(2 659)
Impairment loss	(7)	(75)	-	(82)
Other items	258	(167)	-	91
Operating profit (loss)	1 307	(799)	17	525
Finance Income	61	25	(1)	85
Foreign exchange gains (losses)	(284)	0	-	(284)
Finance expenses	(549)	(276)	120	(706)
Profit (loss) before income tax	534	(1 050)	136	(380)
Income tax (expenses) benefits	(149)	(54)	(1)	(203)
Profit (loss) for the year	385	(1 104)	135	(584)

Year to date fourth quarter 2024

Amounts in NOK million	Continuing operations	Silicones operating segment	Eliminations in discontinued operations	Elkem group total
Revenue	17 810	15 069	(956)	31 922
Other operating income	1 066	20	(1)	1 086
Share of profit(loss) from equity accounted investments	(6)	2	-	(4)
Total operating income	18 870	15 091	(957)	33 004
Raw materials and energy	(8 313)	(9 439)	720	(17 032)
Employee benefit expenses	(2 766)	(2 469)	-	(5 234)
Other operating expenses	(4 283)	(2 663)	232	(6 714)
Amortisation and depreciation	(931)	(1 744)	-	(2 674)
Impairment loss	(168)	(10)	-	(178)
Other items	(316)	(145)	-	(460)
Operating profit (loss)	2 094	(1 377)	(5)	712
Share of profit(loss) from equity accounted financial investment	(143)	-	-	(143)
Finance Income	107	41	(0)	147
Foreign exchange gains (losses)	247	-	-	247
Finance expenses	(778)	(471)	332	(916)
Profit (loss) before income tax	1 526	(1 807)	328	47
Income tax (expenses) benefits	588	(58)	-	530
Profit (loss) for the year	2 115	(1 865)	328	577

Cash flows from discontinued operations

Cash flows from internal transactions are eliminated in discontinued operations.

Amounts in NOK million	Year to date fourth quarter	
	2025	2024
Net cash inflow from operating activities	483	262
Net cash inflow from investing activities	(1 082)	(1 734)
Net cash outflow from financing activities	410	769
Net increase (decrease) in cash generated from discontinued operations	(188)	(703)

Assets and liabilities classified as held for sale in relation to the discontinued operation as at 31 December:

Amounts in NOK million	31 December 2025	31 December 2024
Assets classified as held for sale		
Property, plant and equipment	14 320	16 095
Right of use assets	428	474
Other intangible assets	970	1 075
Goodwill	705	756
Deferred tax assets	25	36
Investments in equity accounted companies	155	157
Other assets	201	201
Total non-current assets	16 805	18 793
Inventories	2 896	3 783
Trade receivables	1 567	1 700
Other assets	403	891
Restricted deposits	95	350
Cash and cash equivalents	1 112	1 673
Total current assets	6 073	8 396
TOTAL ASSETS	22 878	27 189
Liabilities directly associated with assets classified as held for sale		
Interest-bearing liabilities	3 071	3 290
Deferred tax liabilities	117	137
Employee benefit obligations	253	292
Provisions and other liabilities	14	12
Total non-current liabilities	3 454	3 731
Trade payable	1 738	3 084
Income tax payables	50	52
Interest-bearing liabilities	648	200
Bills payable	657	1 549
Employee benefit obligations	472	530
Provisions and other liabilities	427	522
Total current liabilities	3 992	5 937
TOTAL LIABILITIES	7 447	9 668

Note 13 Events after the reporting period

Elkem has signed an agreement to transfer the majority of its Silicones division to Bluestar (the "Transaction"). The Transaction will be settled with all Elkem shares held by Bluestar through Bluestar Elkem Int.Co.LTD S.A, 338 338 536 shares. In the Transaction, Elkem will transfer all its shares in Elkem Siliconas España S.A.U, Elkem Silicones (UK) Ltd., Elkem Silicones Brasil Ltda., Elkem Silicones Canada Corp., Elkem Silicones Czech Republic, s.r.o., Elkem Silicones Finland OY, Elkem Silicones Germany GmbH, Elkem Silicones Hong Kong Co., Ltd., Elkem Silicones Korea Co., Ltd., Elkem Korea Co., LTD. , Elkem Silicones México S. De R.L. De C.V., Elkem Silicones Poland sp. z o.o., Elkem Silicones Scandinavia AS, Elkem Silicones Services S.à r.l., Elkem Silicones USA Corp., Elkem Siliconi Italia S.r.l., Elkem Silicones Shanghai Co., Ltd., Jiangxi Bluestar Xinghuo Silicone Co., Ltd., Elkem Silicones Guangdong Co., Ltd, Elkem Silicones Material Zhongshan Co., Ltd. and Elkem Silicones France SAS (collectively, the "Transferred silicones assets") to Bluestar.

6 February Elkem Silicones France SAS carved out its operations at the Roussillon plant (upstream Silicones) into a new legal entity, Elkem Testvirksomhet III SAS (Roussillon). Roussillon is owned by Elkem ASA and will together with the shares in Elkem Silicon Materials (Lanzhou) Co., Ltd. (Yongdeng) and the Silicones operation in India, a division of Elkem South Asia Private Limited, not be included in the Transaction (collectively, the "Retained silicones assets"). In addition, Elkem Silicones France SAS has distributed its shares in Osiris GIE and 3Deus Dynamics SAS as a dividend-in-kind to Elkem in February 2026. For Roussillon, Elkem has entered into a five-year supply agreement of upstream silicones to the downstream business to be acquired by Bluestar, ensuring economically viable operations.

The Transaction is conditional upon the approval by Elkem's general meeting in addition to waivers and approvals from Elkem's lenders and other customary approvals. Bluestar will not vote their Elkem shares on agenda items relating to the Transaction. Subject to being approved by the EGM and the other closing conditions being satisfied or waived, the Transaction is expected to close during the second quarter 2026.

The Transaction did not occur prior to 31 December 2025, and the Transactions are therefore not recognised in the fourth quarter financial statement. Due to the short period between signing of the agreement and approval of the condensed consolidated interim financial statements for the fourth quarter 2025, it is considered that the information given in Note 12, provides the best overview of the historical performance of the Transferred silicones assets. At the effective date of the transaction, the book value of the Transferred silicones assets will be derecognised and adjusted against equity, representing the cancellation of 338 338 536 shares.

Appendix - Alternative performance measures (APMs)

An APM is defined as a financial measure of historical or future financial performance, financial position, or cash flows, other than a financial measure defined or specified in the applicable financial reporting framework (IFRS). Elkem uses EBITDA and EBITDA margin to measure operating performance at the group and segment level. In particular, Management regards EBIT and EBITDA as useful performance measures at segment level because income tax, finance expenses, foreign exchange gains (losses), finance income, other items are managed on a group basis and are not allocated to each segment. Elkem uses Cash flow from operations to measure the segments cash flow performance, this measure is excluding items that are managed on a group level. Elkem uses ROCE, or return on capital employed as measures of the development of the group's return on capital. Elkem relies on these measures as part of its capital allocation strategy. Elkem uses net interest bearing debt less non-current interest-bearing assets / EBITDA as leverage ratio for measuring the group's financial flexibility and ability for step-change growth and acquisitions.

The APMs presented herein are not measurements of performance under IFRS or other generally accepted accounting principles and should not be considered as a substitute for measures of performance in accordance with IFRS. Because companies calculate the APMs presented herein differently, Elkem's presentation of these APMs may not be comparable to similarly titled measures used by other companies.

Elkem's financial APMs, EBITDA and EBIT

- EBITDA is defined as Elkem's profit (loss) for the period, less income tax (expenses) benefits, finance expenses, foreign exchange gains (losses), finance income, share of profit (loss) from equity accounted financial investments, other items excluding derivative adjustments, impairment loss and amortisation and depreciation. Derivative adjustments are realised effects from the part of commodity derivative instruments that initially are designated as hedging instruments, but where the realised effects are recognised in other items due to e.g., hedge ineffectiveness and realised effects from derivatives included in operating profit, but not designated in a hedging relationship. Derivatives not designated in a hedging relationship includes among others the interest element from currency forward contracts and embedded derivatives.
- EBITDA margin is defined as EBITDA divided by total operating income.
- EBIT, also referred to as operating profit (loss) before other items and derivative adjustments is defined as Elkem's profit (loss) for the period, less income tax (expenses) benefits, finance expenses, foreign exchange gains (losses), finance income, share of profit from equity accounted financial investments and other items excluding derivative adjustments.

Below is a reconciliation of EBIT and EBITDA

Fourth quarter 2025	Silicones	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the period						68
Income tax (expense) benefit						(20)
Finance expenses						124
Foreign exchange gains (losses)						48
Finance income						(16)
Other items						(61)
Derivative adjustments						56
EBIT Discontinued operations						(50)
EBIT	(56)	67	128	(7)	16	148
Impairment losses						1
Amortisations and depreciations						286
Amortisations, depreciations and impairment losses discontinued operations						455
EBITDA	399	294	174	8	16	890

Fourth quarter 2024	Silicones	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the period						247
Income tax (expense) benefit						77
Finance expenses						199
Foreign exchange gains (losses)						(153)
Finance income						(31)
Other items						121
Derivative adjustments						48
EBIT Discontinued operations						(136)
EBIT	(133)	393	241	(102)	(26)	372
Impairment losses						35
Amortisations and depreciations						257
Amortisations, depreciations and impairment losses discontinued operations						509
EBITDA	376	624	281	(81)	(26)	1 173

Year to date 31 December 2025	Silicones	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the year						385
Income tax (expense) benefit						149
Finance expenses						549
Foreign exchange gains (losses)						284
Finance income						(61)
Other items						(258)
Derivative adjustments						266
EBIT Discontinued operations						(615)
EBIT	(632)	717	765	(231)	80	699
Impairment losses						7
Amortisations and depreciations						1 008
Amortisations, depreciations and impairment losses discontinued operations						1 726
EBITDA	1 095	1 517	908	(159)	80	3 440

Year to date 31 December 2024	Silicones	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the year						2 115
Income tax (expense) benefit						(588)
Finance expenses						778
Foreign exchange gains (losses)						(247)
Finance income						(107)
Share of profit from equity accounted financial investments						143
Other items						316
Derivative adjustments						167
EBIT Discontinued operations						(1 237)
EBIT	(1 233)	2 091	1 003	(476)	(46)	1 339
Impairment losses						168
Amortisations and depreciations						931
Amortisations, depreciations and impairment losses discontinued operations						1 754
EBITDA	521	2 864	1 131	(279)	(46)	4 191

Elkem's financial APMs, Cash flow from operations

- Cash flow from operations is defined as cash flow from operating activities, less income taxes paid, interest payments made, interest payments received, changes in provision, bills and other, changes in fair value of derivatives, other items (from the statement of profit or loss) excluding derivative adjustments. Derivative adjustments are realised effects from the part of commodity derivative instruments that initially are designated as hedging instruments, but where the realised effects are recognised in other items due to e.g., hedge ineffectiveness. In addition derivative adjustments includes realised effects from derivatives included in operating profit, but not designated in a hedging relationship. Derivatives not designated in a hedging relationship includes among others the interest element from currency forward contracts and embedded derivatives.
- Reinvestments generally consist of maintenance capital expenditure to maintain existing activities or that involve investments designed to improve health, safety or the environment.
- Strategic investments generally consist of investments which result in capacity increases at Elkem's existing plants or that involve an investment made to meet demand in a new geographic or product area.

	Fourth quarter		Year to date	
	2025	2024	2025	2024
Reinvestments	(530)	(937)	(1 536)	(2 061)
Strategic investments	(145)	(227)	(328)	(957)
Periodisation ¹⁾	95	156	(455)	(317)
Investments in property, plant and equipment and intangible assets	(580)	(1 008)	(2 319)	(3 334)

¹⁾ Periodisation reflects the difference between payment date and accounting date of the investment.

	Fourth quarter		Year to date	
	2025	2024 1)	2025	2024 1)
Cash flow from operating activities	555	730	1 176	2 030
Income taxes paid	224	68	436	614
Interest payments made	179	276	684	885
Interest payments received	(24)	(40)	(84)	(119)
Changes in provisions, bills and other	275	198	821	27
Changes in fair value of derivatives	27	(171)	107	(475)
Other items	(61)	121	(258)	316
Other items from discontinued operations	129	38	167	145
Derivative adjustments	56	48	266	167
Reinvestments	(530)	(937)	(1 536)	(2 061)
Cash flow from operations	829	330	1 779	1 529

¹⁾ Figures have been restated, see note 1

Elkem's financial APMs, Leverage ratio

Net interest-bearing debt that is used to measure leverage ratio consists of current and non-current interest-bearing liabilities, reduced with cash and cash equivalents. Below a calculation of Elkem's leverage ratio.

	31 December 2025	31 December 2024 1)
Interest-bearing liabilities	11 970	12 907
Cash and Cash equivalents	(2 694)	(4 397)
Interest-bearing liabilities, held-for-sale liabilities	3 719	3 490
Cash and Cash equivalents, held-for-sale assets	(1 112)	(1 673)
Net interest-bearing debt	11 883	10 327
EBITDA (LTM)	3 440	4 191
Leverage ratio	(3.5)	(2.5)

¹⁾ Figures have been restated, see note 1

Elkem's financial APMs, ROCE

ROCE, Return on capital employed, is defined as EBIT divided by the average capital employed.

- Working capital is defined as accounts receivable, inventories, other current assets, accounts payable, current employee benefit obligations and other current liabilities. Accounts receivable are defined as trade receivables less bills receivable. Other current assets are defined as other current assets less current receivables from related parties, current interest-bearing receivables, tax receivables, grants receivable, assets at fair value through profit or loss and accrued interest income. Accounts payable are defined as trade payables less trade payables related to purchase of non-current assets. Other current liabilities are defined as provisions and other current liabilities less current provisions, contingent considerations, contract obligations and liabilities to related parties.
- Capital employed consists of working capital as defined above, property, plant and equipment, right-of-use assets, other intangible assets, goodwill, equity accounted investments, grants payable, trade payables and prepayments related to purchase of non-current assets.
- Average capital employed is defined as the average of the opening and ending balance of capital employed for the relevant reporting period.

Below is a reconciliation of working capital and capital employed, which are used to calculate ROCE:

Working capital bridge from statutory accounts to company definition

	31 December 2025	31 December 2024
Inventories	5 959	6 038
Trade receivables	1 852	1 960
Bills receivable	(283)	(269)
Accounts receivable	1 569	1 691
Other assets, current	1 231	1 254
Grants receivables	(774)	(576)
Tax receivables	(86)	(241)
Other current assets included in working capital	370	436
Trade payables	1 818	2 076
Trade payables related to purchase of non-current assets	(149)	(184)
Accounts payable included in working capital	1 668	1 892
Employee benefit obligations	482	471
Provisions and other liabilities, current	588	815
Provisions, contingent considerations and contract obligations	(35)	(19)
Other current liabilities included in working capital	553	795
Working capital assets and liabilities as held for sale	1 864	2 302
Working capital Elkem group total	7 058	7 308
Property, plant and equipment	8 568	8 405
Right-of-use assets	402	403
Other Intangible assets	164	216
Goodwill	305	329
Equity accounted investments	210	230
Grants payable	(16)	(17)
Trade payables- and prepayments related to purchase of non-current assets	(143)	(171)
Capital employed assets and liabilities as held for sale	16 173	17 674
Capital employed Elkem group total	32 722	34 377