Freemelt

Q1 Interim report
January-March 2025

Contents

This information is information that Freemelt Holding AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication on May 6, 2025.

Executive summary

Financing secured to support continued growth
Freemelt's rights issue raised SEK 90 million before costs related to the rights issue, with the potential to secure an additional SEK 53 million through warrants in June 2026.

Quarter ends with record-high order book
Freemelt continues to make strategic progress and closed the quarter with a record-high order book of SEK 19 million, compared to SEK 3 million in the same period last year.

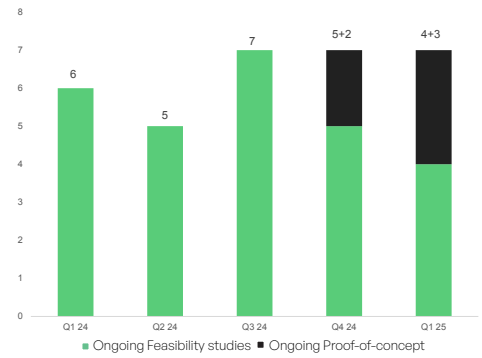
The energy sector drives demand for additive manufacturing
Freemelt expands its collaboration with UKAEA (United Kingdom Atomic Energy Authority) through a new project order and the sale of an e-MELT®, machine, in addition to leading a feasibility study for the EU's F4E (Fusion for Energy) in fusion technology.

Strengthened position in the defense industry
The current geopolitical situation demands an urgent and significant strengthening of Europe's defense capabilities, and Freemelt has secured additional orders with Saab Dynamics.

Consolidated key figures

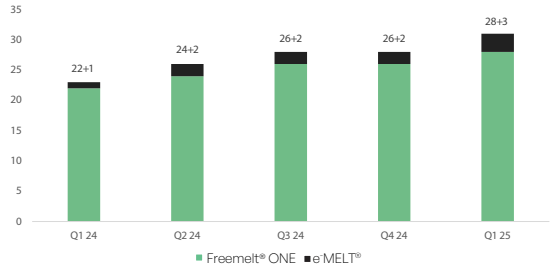
KSEK	Jan-Mar 2025	Jan-Mar 2024	Full year 2024
Orderbook	19 342	2 652	12 388
Net sales	2 926	816	20 025
Operating result	-24 084	-23 439	-90 896
Result after financial items	-24 056	-23 435	-89 954
Balance sheet total	238 027	232 974	223 308
Equity ratio	90%	93%	90%
Cash flow for the period	55 355	-16 666	-17 358

Project overview



Number of active projects at quarter end in each phase.

Number of sold machines



Number of sold machines (cumulative).

The period in brief

January-March 2025

- Freemelt received an order from The University of Arizona for a Freemelt® ONE machine.
- Freemelt received an order from the University of Alabama for a Freemelt® ONE machine.
- Freemelt received an order from UKAEA (United Kingdom Atomic Energy Authority) for an e-MELT® machine.
- Freemelt received an order from UKAEA for proof-of-concept of production scalability of tungsten tiles for future fusion reactors.
- Freemelt received an order from Oxford Sigma for tungsten trial components.
- Freemelt received an order from Saab Dynamics regarding a feasibility study to manufacture copper components for application tests in the defense industry.
- The Board of Directors in Freemelt has resolved on a rights issue of units generating 90 MSEK in additional capital excluding related costs.
- Freemelt appointed Karin Stenback as Chief Technology Officer (CTO).

Events after the period

- Freemelt received an order from 3D Makers Zone for a Freemelt® ONE machine.
- Freemelt received an order from F4E (Fusion for Energy) for a feasibility study to manufacture tungsten tiles for fusion energy reactors.

Freemelt makes significant progress in defense and energy

2025 has started with strong momentum, both globally and for Freemelt. In the first quarter, we secured 3 project orders and sold 3 machines. Following a recent period of major progress in MedTech, we made significant progress during the quarter in our other two strategic segments, defense and energy. During the quarter, we received an additional order from Saab Dynamics, further strengthening our position in the rapidly growing defense industry. In the energy sector, we have expanded our collaboration with UKAEA (United Kingdom Atomic Energy Authority) through another project order, alongside their purchase of our industrial e-MELT® machine. We are also proud for the trust to lead a feasibility study for the EU organization F4E (Fusion for Energy). In addition, we strengthened our financial position during the quarter through a successful rights issue, enabling us to continue executing our strategy to advance additive manufacturing in defense, energy, and MedTech.

The world has changed. The current geopolitical situation demands an urgent and significant strengthening of Europe's defense capabilities. To meet this challenge, Europe must utilize the full potential of the innovation and technology available across our continent. Additive manufacturing is one such key technology, with the capacity to support the rapid development of the defense infrastructure that Europe urgently requires. The defense industry is under significant pressure to scale up production, modernize capabilities, and reduce reliance on non-European subcontractors for components of critical defense systems. Warfare has also evolved compared to the past, requiring new types of weapon systems and advanced technologies. Our ongoing collaboration with Saab Dynamics further confirms our position in the defense sector. In the first quarter of this year, we received our second project order and signed a third agreement with Saab Dynamics, focused on manufacturing copper components for application testing. This project follows a previously completed material qualification with Saab Dynamics, aiming to validate our technology for the next phase, a proof-of-concept focused on scalable production of defense components, targeting future serial production.

While Europe strengthens its defense capabilities, global warming continues to accelerate, and the world faces huge challenges in finding sustainable solutions to meet the growing energy demand. Fossil energy sources must be replaced, as electrification and the rapid advancement of AI significantly increase the need for energy. While the attention in media currently centers on tariffs and Europe's ability to defend itself, substantial investments are made in the energy sector. Fusion energy has great potential, and the total global investment in the fusion energy sector is expected to grow from USD 300 billion in 2023 to USD 500 billion by 2030[1]. Although commercial electricity production from fusion remains some years away, millions of tungsten components are needed for the prototype reactors being built to validate the technology. We hold a strong position for the expected growth in this sector.

We have an ongoing collaboration with UKAEA since 2023, and in February, we received an additional project order to carry out large-scale production tests of 3D printed tungsten tiles for use in fusion reactors. UKAEA has also purchased our industrial e-MELT® machine for approximately SEK 8 million to print fusion components. After the end of the period, we were trusted to lead a feasibility study for F4E, the EU organization responsible for Europe's contribution to ITER and other fusion research initiatives. Being selected to lead this project further confirms our strong position in the energy sector.

The world is changing, but the fact that we are aging remains constant. As the global population becomes wealthier and older, the need for improved efficiency in healthcare increases, driving demand for advanced products such as orthopedic implants with enhanced lifetime and comfort. We are well-positioned within this structural trend. In 2024, we secured two strategic agreements with global OEMs (Original Equipment Manufacturers) to demonstrate serial production of orthopedic implants using our industrial e-MELT® machine.

During the quarter, we successfully completed a rights issue of SEK 90 million before costs related to the rights issue. As part of the rights issue, we also issued warrants, which could provide the company with an additional SEK 53 million in June 2026, if fully utilized. The capital injection enables us to continue executing our strategy of establishing additive manufacturing in the defense, energy, and MedTech sectors. We have until today initiated a total of 28 paid development projects*. Of these, 15 have been successfully completed, while the remaining projects are progressing according to plan. By advancing our ongoing paid customer projects to proof-of-concept for large-scale production, we make significant progress toward industrializing our technology.

1. Maximize Market Research, https://www.maximizemarketresearch.com/market-report/fusion-energy-market/183962/

*Collective term of all development projects including feasibility study, proof-of-concept, and implementation of serial production.

The changing global landscape brings an increased focus on regional innovation and manufacturing, which is a positive factor for us as a company. However, we are closely monitoring developments to manage any potential negative impacts arising from the planned US tariffs. Since there is no direct domestic competition in the US market, we believe the tariff impact on our business should be limited.

New demands drive technological innovation, and while technology is often overestimated in the short term, it is frequently underestimated in the long term. Driven by structural trends in defense, energy, and MedTech, we are currently at a point where 3D printing is gaining momentum.

Thank you for joining us on this journey!

Daniel Gidlund
CEO Freemelt Holding AB (publ)
Gothenburg, May 6, 2025

Business model

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

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

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

Value proposition

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

Development and sales strategy

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

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

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

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

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

Freemelt® ONE
Primarily used for feasibility studies.

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

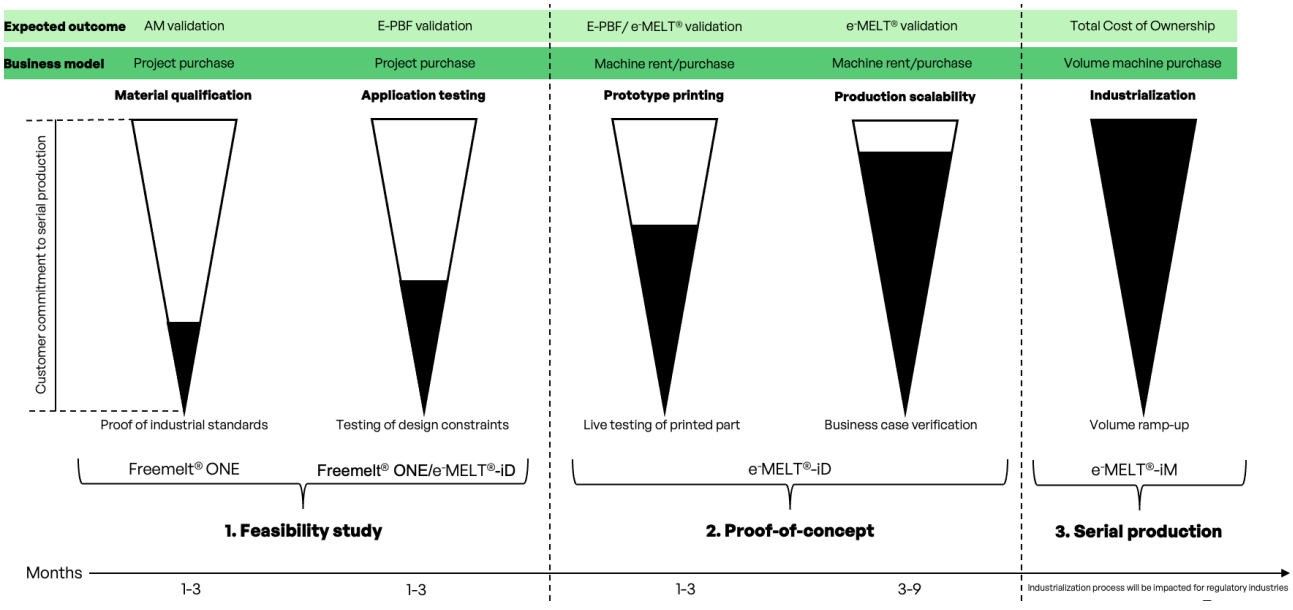
e-MELT®-iM
Designed specifically for serial production.

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

To mitigate these risks, we maintain a cost conscious approach, supported by strong strategic owners. While tungsten applications represent significant future potential, we also have a presence in the more established titanium-based implant market. The market for 3D printed implants is expected to grow from USD 1.7 billion in 2023 to USD 6.6 billion 2032.[1] This provides us with dual tracks for growth, ensuring both traction and revenue stability in the near term.

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

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



Market potential

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

Additive manufacturing offers several advantages compared to traditionally manufacturing methods used in industrial production. Firstly, the additive manufacturing process enables the production of geometries that are difficult or impossible to create with traditional manufacturing methods.

Secondly, the use of additive manufacturing in industrial machine production meets the need for flexibility in an industry that is constantly evolving. Producing metallic prototypes of machine parts using additive manufacturing allows iterations, concepts, and manufacturing methods to be tested in a cost-effective way before scaling to full serial production.

Thirdly, supply chains can be optimized and streamlined when additive manufacturing methods are used. The need to outsource parts of a manufacturing process is reduced, and local production of components is made possible, which also reduce environmental impact and mitigate risks associated with supply chains.

Lastly, the expected performance and quality advantages of additive manufacturing methods compared to traditional manufacturing should be mentioned. Well-developed additive manufacturing systems can surpass traditional methods in terms of topology optimization, functional integration possibilities, and overall efficiency.

AM as a manufacturing method is currently growing rapidly, and Freemelt operates specifically in the market for metal 3D printing (also known as metallic additive manufacturing).

In 2023, the global market for metal additive manufacturing was valued at approximately EUR 3 billion.[1] The estimate includes the value of sales of 3D printers, powder and services. The market for metal additive manufacturing is expected to grow at a CAGR (compound annual growth rate) of approximately 20% through 2028.[2]

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

Defense

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

The global defense industry is expected to grow from USD 491 billion in 2024 to USD 677 billion in 2029, with a CAGR of approximately 6.4%.[3] The use of additive manufacturing in the defense industry is increasing rapidly, with an adoption rate expected to reach 19% by 2035.[4] The US Department of Defense is expected to invest approximately USD 414 million in research for additive manufacturing in 2025.[5] Copper and tungsten are important materials in the defense industry due to properties such as high heat resistance and penetration capability. Freemelt has several collaborations within the defense industry, with companies including Saab Dynamics and industrial companies in the US.

Renewable energy

The market for additive manufacturing is currently experiencing increased demand from the energy sector. The increase is primarily driven by the development of fossil-free energy, a trend expected to continue the coming years. A driving force behind the demand is the energy sector's need for heat- and radiation resistant applications. Additive manufacturing enables geometries that could not previously be made from materials with properties suited for exposure to extreme temperatures. This is of great importance to the energy sector, which use advanced technologies and systems. Fusion is a technology currently undergoing significant development. Test reactors are built, and tungsten has proven to be a highly interesting material due to its heat- and radiation resistant properties. The expectations are that fusion will help address the Earth's climate challenges, why large investments are made in several countries to validate the technology.[6]

The fusion energy market is expected to increase from USD 300 billion in 2023 to USD 500 billion in 2030, with a CAGR of 7.4%.[7] Furthermore, total investments in fusion energy in 2024 amounted to USD 7.1 billion.[8] The development has been mainly driven by large projects in fusion research, but also by larger investments made by private players such as Commonwealth Fusion Systems.

Freemelt's research machine, Freemelt® ONE, is designed for research and development, offering flexibility across various metals and applications. Most of the machines sold are used for tungsten development. Freemelt has established collaborations in tungsten and fusion energy with leading institutions, including the University of Wisconsin, UKAEA, Idaho National Laboratory, University of Birmingham, and University of Sheffield, along with several other partners and customers in the field.

MedTech

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

The global market of orthopedic implants is expected to grow from USD 55 billion in 2024 to USD 86 billion in 2032, with a CAGR of 5%.[9] The market for 3D printed implants is expected to grow from USD 1.7 billion in 2023 to USD 6.6 billion in 2032.[10] The global market for orthopedic implants is one of the major target markets for Freemelt, and demand for AM produced products is expected to increase. Freemelt has established collaborations with two global manufacturers of orthopedic implants (Original Equipment Manufacturers, "OEM").

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

Sources:

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Freemelt Holding AB (publ)

BACKGROUND

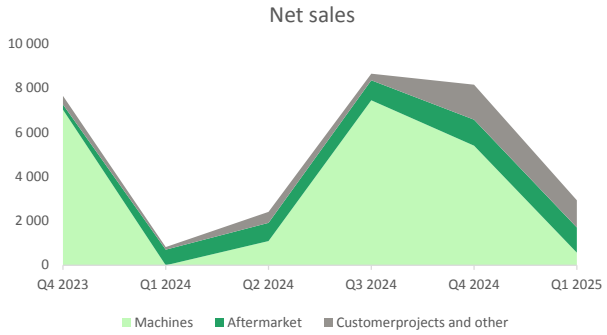
The Freemelt group originates from June 17th, 2021 when Freemelt Holding AB (publ) acquired Freemelt AB. Freemelt AB in turn has two subsidiaries; Freemelt- Americas, Inc in the US and Freemelt Deutschland GmbH in Germany.

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

THE GROUP

Income

Net sales in the first quarter totalled 2 926 KSEK (816 KSEK). Machine income represented 19% of net sales in the quarter and aftermarket 39%. Income from customer projects together with other sales totalled 42% of net sales.



In the quarter, other operating income totalled 1 100 KSEK (456 KSEK) of which 895 KSEK refers to external soft funding and 205 KSEK refers to currency gains. Currency losses are booked as other operating expenses.

Freemelt has since start up until the end of Q1-25 received 28 Freemelt® ONE machine orders and three e-MELT® machine orders.

The orderbook at quarter end amounted to 19 342 KSEK (2 652 KSEK) which up until now is the highest reading observed. The figure represents customer orders not yet invoiced.

Operating expenses

Operating expenses decreased to 31 954 KSEK (33 827 KSEK). The largest expense was depreciation amounting to 13 856 KSEK (13 479 KSEK). Other external costs decreased to 6 827 KSEK (9 996 KSEK) and include recurring costs related to group operations and development costs, including e-MELT®. Trade goods of 529 KSEK (840 KSEK) represent purchases for goods sold or consumed during the period.

Personnel costs in the first quarter totalled 10 226 KSEK (9 435 KSEK). The increase is explained by additional employees during the quarter and the yearly salary revision. The group had 39 employees at quarter end.

Currency effects

During the first quarter, the group recorded currency gains of 205 KSEK (269 KSEK) and currency losses of 516 KSEK (77 KSEK). These are booked as other operating income and other operating expenses

respectively. The strengthened Swedish krona has had a negative impact as group sales is mostly in foreign currencies.

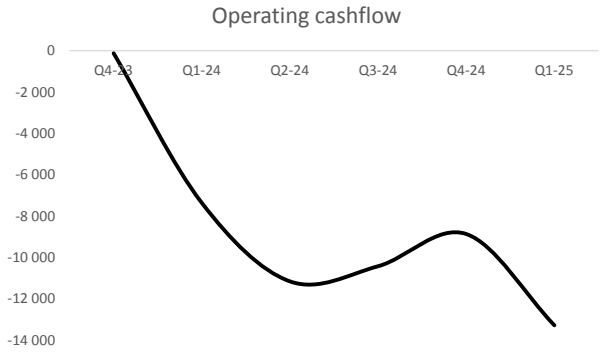
Result

The operating result came in at -24 084 KSEK (-23 439 KSEK) and the result after financial items was -24 056 KSEK (-23 435 KSEK). Financial items provided a positive contribution of 28 KSEK (4 KSEK). This includes accrued interest on bank balances and interest cost related to bridge financing which has been repaid in the quarter.

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

Cash flow

Cash flow in the first quarter was 55 355 KSEK (-16 666 KSEK). A rights issue was concluded in the quarter providing additional capital of approx. 90 000 KSEK excluding related costs and a bridge loan of 5 000 KSEK was repaid. The operating cash flow was -13 272 KSEK (-7 355 KSEK).

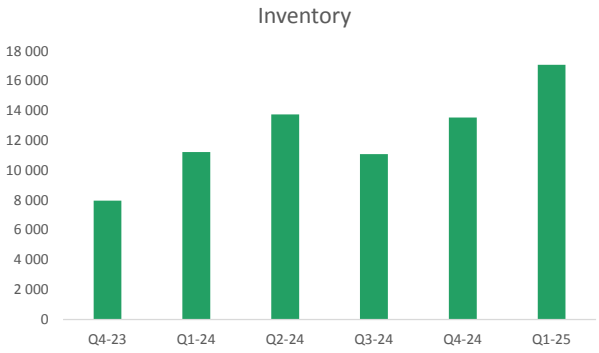


Financial position

As of March 31st 2025, group equity totalled 255 547 KSEK (216 169 KSEK). Current liabilities totalled 27 480 KSEK (16 805 KSEK). The increase is mainly related to prepayments from customers. The group does not carry any external long term debt.

Group assets totalling 283 027 KSEK (232 974 KSEK) consist mostly of intangible assets including goodwill, balanced development work and patents totalling 161 937 KSEK (190 192 KSEK). Tangible assets consist of machines and installations used in the group's application centers, development organization and production unit. These totalled 9 981 KSEK (4 590 KSEK).

Inventory of trade goods was 17 146 KSEK (11 228 KSEK). Inventory build-up relates to purchases for upcoming machine deliveries of Freemelt® ONE and e-MELT®.



Cash at bank end of period was 71 822 KSEK (17 460 KSEK).

Investments

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

Solidity

Solidity at quarter end was 90% (93%).

PARENT COMPANY

Net sales in the quarter totalled 172 KSEK (174 KSEK). The income refer to a Management fee for services rendered during the period which Freemelt Holding AB (publ) invoiced the subsidiary Freemelt AB.

The parent company's other external costs of 856 KSEK (606 KSEK) are mainly related to being a public company. Costs include advisors, investor relations, exchange fees and common group related expenses. Personnel costs of 213 KSEK (214 KSEK) represent wages to the Board of Directors.

The operating result totalled -897 KSEK (-646 KSEK) and the result after financial items totalled -233 KSEK (-21 KSEK). Interest income relates to intra-group loans from the parent to the subsidiary Freemelt AB.

Freemelt's history

2017

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

2018

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

2019

- Ulric Ljungblad appointed as CEO.
- Issue of shares, SEK 15 million led by Industrifonden.
- Four orders received for Freemelt® ONE from research and industrial customers in Europe.
- First Freemelt® ONE machine delivered.

2020

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

2021

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

2022

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

2023

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

2024

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

2025

- Two orders received for Freemelt® ONE.
- One order received for e-MELT®.
- The Board of Directors resolved on a rights issue of units of appr. SEK 90 million.

Key figures and the share

Consolidated key figures

KSEK	Jan-Mar 2025	Jan-Mar 2024	Full year 2024
Orderbook	19 342	2 652	12 388
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Operating result	-24 084	-23 439	-90 896
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Balance sheet total	283 027	232 974	223 308
Equity ratio *	90%	93%	90%
Cash flow for the period	55 355	-16 666	17 538
Number of shares on the balance sheet date	188 755 549	47 600 000	68 755 555
Average number of shares before dilution	107 422 220	47 600 000	61 819 308
Average number of shares after dilution	113 803 422	51 810 999	67 607 354
Earnings per share before dilution (SEK)	-0.22	-0.49	-1.46
Earnings per share after dilution (SEK)	-0.21	-0.46	-1.33

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

The share

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

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

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

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

Consolidated income statement
Summary

KSEK	Jan-Mar 2025	Jan-Mar 2024	Full year 2024
Income			
Net sales	2 926	816	20 025
Activated work for own account	3 844	9 116	27 568
Other operating income	1 100	456	3 100
Sum income	**7 870**	**10 388**	**50 693**
Operating expenses			
Trade goods	-529	-840	-5 984
Other external costs	-6 827	-9 996	-37 437
Personnel costs	-10 226	-9 435	-42 914
Depreciation tangible and intagible assets	-13 856	-13 479	-54 369
Other operating expenses	-516	-77	-885
Sum operating expenses	**-31 954**	**-33 827**	**-141 589**
Operating result	**-24 084**	**-23 439**	**-90 896**
Result from financial items			
Interest income and similar items	136	5	960
Interest expense and similar items	-108	-1	-18
	28	**4**	**942**
Result after financial items	**-24 056**	**-23 435**	**-89 954**
Tax on the period's results	0	0	4
RESULT FOR THE PERIOD	-24 056	-23 435	-89 950

Consolidated balance sheet
Summary

KSEK	2025-03-31	2024-03-31	2024-12-31
ASSETS			
Non-current assets			
Intangible assets			
Goodwill *	70 163	117 686	82 043
Balanced development work	87 777	70 007	85 105
Patents	3 997	2 499	3 537
Total intangible assets	**161 937**	**190 192**	**170 685**
Tangible assets			
Machinery and other technical facilities	8 869	3 649	9 533
Equipment, tools and installations	1 112	941	1 149
Total tangible assets	**9 981**	**4 590**	**10 682**
Financial assets			
Deferred tax claim **	5 230	5 230	5 230
Total non-current assets	**177 148**	**200 012**	**186 597**
Current assets			
Inventory, etc			
Raw materials, consumables, trade goods	17 146	11 228	13 707
	17 146	**11 228**	**13 707**
Receivables			
Accounts receivable	11 573	1 215	1 190
Other receivables	1 933	1 272	1 455
Prepaid expenses and accrued income	3 405	1 787	3 734
	16 911	**4 274**	**6 379**
Cash and bank balances	71 822	17 460	16 625
Total current assets	**105 879**	**32 962**	**36 711**
TOTAL ASSETS	283 027	232 974	223 308
EQUITY AND LIABILITIES			
Equity			
Share capital	9 438	2 380	3 438
Other capital contributed	534 090	411 373	461 966
Other equity including this year's result	-287 980	-197 584	-263 687
Total equity	**255 547**	**216 169**	**201 717**
Non-current liabilities			
Other liabilities	-	-	-
Current liabilities			
Accounts payables	3 155	5 032	3 069
Tax liabilities	837	381	685
Other liabilities	1 649	914	6 469
Accrued costs and prepaid income	21 839	10 478	11 368
Total current liabilities	**27 480**	**16 805**	**21 591**
TOTAL EQUITY AND LIABILITIES	283 027	232 974	223 308

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

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

Consolidated statement of cash flows
Summary

KSEK	Jan-Mar 2025	Jan-Mar 2024	Full year 2024
Cash flow from operating activities			
Result after financial items	-24 056	-23 435	-89 954
Adjustments for items not affecting cash flow	13 856	13 479	54 369
Cash flow from operating activities before changes in working capital	**-10 200**	**-9 956**	**-35 585**
Increase (-)/Decrease (+) Inventory	-3 439	-3 259	-5 738
Increase (-)/Decrease (+) Receivables	-10 532	4 217	2 112
Increase (+)/Decrease (-) Payables	10 899	1 643	1 429
Net cash from operating activities	**-13 272**	**-7 355**	**-37 782**
Cash flow from investing activities			
Investments in intangible fixed assets	-4 414	-9 334	-29 110
Investments in tangible fixed assets	-71	0	-7 629
Net cash from investing activities	**-4 485**	**-9 334**	**-36 739**
Cash flow from financing activities			
Share issue	78 089	0	51 651
Employee stock options	23	23	332
Short term liabilities	-5 000	0	5 000
Cash flow from financing activities	**73 112**	**23**	**56 983**
Cash flow for the period	55 355	-16 666	-17 538
Cash and cash equivalents at beg. of period	16 625	34 070	34 070
Exchange rate diff. in cash and cash equivalents	-158	56	93
CASH AND CASH EQUIVALENTS END OF PERIOD	71 822	17 460	16 625

Consolidated statement of changes in equity
Summary

KSEK	Share capital	Other capital contributed	Retained earnings incl. this period's results	Total equity
Opening balance 2025-01-01	3 438	461 966	-263 687	201 717
Share issue	6 000	72 124		78 124
Conversion difference			-261	-261
Employee stock options			23	23
Result for the period			-24 056	-24 056
Closing balance 2025-03-31	9 438	534 089	-287 981	255 547
Opening balance 2024-01-01	2 380	411 373	-174 235	239 518
Share issue	1 058	50 593		51 651
Conversion difference			166	166
Employee stock options			332	332
Result for the period			-89 950	-89 950
Closing balance 2024-12-31	3 438	461 966	-263 687	201 717

Income statement
Parent company Freemelt Holding AB (publ)
Summary

KSEK	Jan-Mar 2025	Jan-Mar 2024	Full year 2024
Income			
Net sales	172	174	704
Sum income	172	174	704
Operating expenses			
Other external expenses	-856	-606	-2 673
Personnel costs	-213	-214	-833
Otter operatong expenses	0	0	-2
Sum operating expenses	**-1 069**	**-820**	**-3 508**
Operating result	**-897**	**-646**	**-2 804**
Result from financial items			
Interest income and similar items	772	625	3 216
Interest cost and similar items	-108	0	0
Sum financial items	**664**	**625**	**3 216**
Result after financial items	**-233**	**-21**	**412**
Tax on the period's results	0	0	0
RESULT FOR THE PERIOD	-233	-21	412

Balance sheet
Parent company Freemelt Holding AB (publ)
Summary

KSEK	2025-03-31	2024-03-31	2024-12-31
ASSETS			
Non-current assets			
Financial fixed assets			
Shares in subsidiaries	405 588	328 995	380 565
Receivables from group companies	80 158	71 950	79 492
Total non-current assets	**485 746**	**400 945**	**460 057**
Current assets			
Current receivables			
Receivables from group companies	215	515	212
Other receivables	515	106	95
Prepayments and accrued income	479	347	242
	1 209	**968**	**549**
Cash and bank balances	53 929	7 223	5 935
Total current assets	**55 138**	**8 191**	**6 484**
TOTAL ASSETS	540 884	409 136	466 541
EQUITY AND LIABILITIES			
Equity			
Share capital	9 438	2 380	3 438
Other capital contributed	534 090	411 373	461 966
Balanced profit or loss	-5 237	-5 649	-5 649
Employee stock options	378	45	355
Result for the period	-233	-21	412
Total equity	**538 436**	**408 128**	**460 522**
Current liabilities			
Account payables	498	218	299
Other liabilities	0	0	5 000
Accrued costs and prepaid income	1 950	790	720
Total current liabilities	**2 448**	**1 008**	**6 019**
TOTAL EQUITY AND LIABILITIES	540 884	409 136	466 541

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

KSEK	Share capital	Other capital contributed	Retained earnings incl. this period´s result	Total equity
Opening balance 2025-01-01	3 438	461 966	-4 882	460 522
Share issue	6 000	72 124		78 124
Employee stock options			23	23
Result for the period			-233	-233
Closing balance 2025-03-31	9 438	534 089	-5 092	538 436
Opening balance 2024-01-01	2 380	411 373	-5 627	408 126
Share issue	1 058	50 593		51 651
Employee stock options			333	333
Result for the period			412	412
Cloasing balance 2024-12-31	3 438	461 966	-4 882	460 522

Additional information

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

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

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

Options
The group has outstanding warrants and employee stock options. Maximum dilution from all programs as of quarter end amounted to approximately 3.4% based on the number of shares after full subscription.

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

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

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

The Board’s assurance

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

Gothenburg on 6 May, 2025
Freemelt Holding AB (publ).

Carl Palmstierna
Chairman of the Board

Mikael Wahlsten
Board member

Lottie Saks
Board member

Cecilia Jinert Johansson
Board member

Per Anell
Board member

Johannes Henrich Schleifenbaum
Board member

Daniel Gidlund
Managing Director & CEO

Other information

Financial calender

Annual General Meeting May 21, 2025

Q2 2025 Interim report August 5, 2025
Q3 2025 Interim report November 4, 2025
Q4 2025 Interim report February 19, 2026

Contact information

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