

# Q4 2024



# A word from the CEO

## All time high revenue and EBITDA driven by robust volumes

Dear shareholders,

In my first month as CEO, I have had the privilege of meeting our dedicated employees and seeing our facilities across North America and Europe.

It's an exciting time for Hexagon. Our fuel systems are driving the decarbonization of the transportation sector. Our Mobile Pipeline offerings are critical for energy security, and Hexagon Agility Fleet Care and Hexagon Digital Wave are drivers of positive customer experience.

I'm proud to lead this company forward.

### Record quarter

Robust volumes drove our profitability in the quarter. Delivering an all-time high of NOK 1.5 billion in revenues and NOK 257 million in EBITDA, with an EBITDA margin of 17%.

We also exceeded our full-year 2024 targets, ending at NOK 4.877 billion in revenue, NOK 637 million in EBITDA, with an EBITDA margin of 13%, up from 8% in 2023.

### A milestone year for Hexagon

2024 has in many ways been a milestone year for Hexagon. The game-changing X15N engine entered the market, and we have delivered fuel systems to over 30 leading Class 8 fleets, of which 40% are new adopters of RNG/CNG. In addition, we delivered a NOK 620 million order to our long-standing customer UPS. Our Mobile Pipeline business delivered an impressive performance throughout the year, with all-time high revenues, profitability and modules produced. To top it off, we have invested in our own capacity and organization, more than doubling our capacity and gearing up to meet future market demand.

### 2025 – a transition year

Despite an overall downturn in freight markets and a slow start to 2024, our team delivered an impressive performance - exiting 2024 on record levels. Entering 2025, we see a continued soft freight market combined with the transition to the new X15N in the first half. With the increased availability of truck platforms in the second half, we expect order sizes to increase.



### *Natural gas is part of the energy mix for transportation in the US*

Switching to alternative fuels is an economic decision and the current changes to zero emission regulations do not affect natural gas. RNG/ CNG are abundant resources in the US that can be produced domestically to provide energy security across industries. Natural gas-powered trucks are a proven solution and the X15N engine makes it possible to match diesel on range and efficiency, and the market is expected to grow 10x by 2030.

Hexagon's solutions have pioneered the use of compressed natural gas in transportation and gas distribution for the past 30 years by offering best-in-class solutions, enabling our customers to reduce their emissions and lower their total cost of ownership.

With our proven track record, market-leading products, state-of -the-art production capabilities and industry experts, we are in a pole position to capture the growth for 2025 and beyond.

### Philipp Schramm

CEO, Hexagon Composites



# Highlights Q4 2024

- **Record-high** revenues and EBITDA, with **17%** margin
- **Continued performance improvements** and increased activity in Hexagon Agility's fuel systems business
- **Record performance** in the Mobile Pipeline business
- **Strong finish** to the year in Hexagon Digital Wave



## Key figures continuing operations<sup>1)</sup>

	Fourth quarter			Full year		
(NOK millions)	2024	2023	2022	2024	2023	2022
<b>Hexagon Agility</b>						
Revenue	1 489	1 208	1 000	4 716	4 321	3 478
EBITDA	255	110	49	662	381	209
EBITDA margin	17%	9%	5%	14%	9%	6%
<b>Hexagon Digital Wave</b>						
Revenue	54	58	46	179	179	116
EBITDA	14	10	7	14	8	7
EBITDA margin	25%	17%	16%	8%	4%	6%
<b>Corporate functions and eliminations <sup>1)</sup></b>						
Revenue	-10	6	2	- 17	27	18
EBITDA	- 8	- 21	- 5	- 36	-23	9
<b>Hexagon Group</b>						
Revenue	1 533	1 272	1 047	4 877	4 526	3 612
EBITDA	257	99	52	637	366	224
EBITDA margin	17%	8%	5%	13%	8%	6%

*1) Historical income statement figures for the Group have been re-presented due to the sale of Hexagon Ragasco on 3 June 2024 and the deconsolidation of Hexagon Purus on 29 June 2023. Both companies have been re-presented as discontinued operations in the Group's historical income statements, allowing comparability of historical financials for continuing operations of the Group. See also note 13 and 14.*

# Financial summary

## Hexagon Group

### Changes in the Group during the year

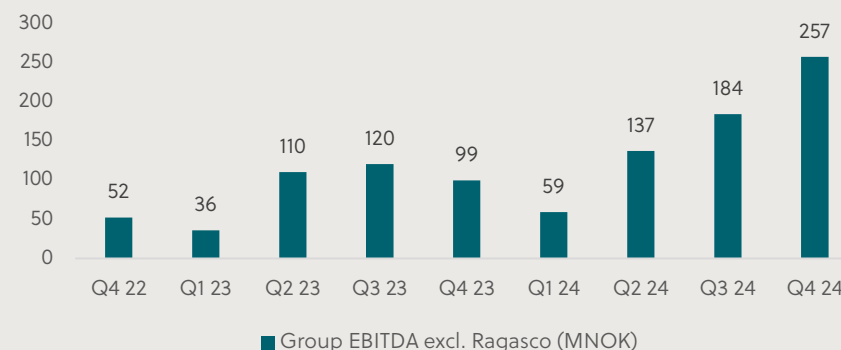
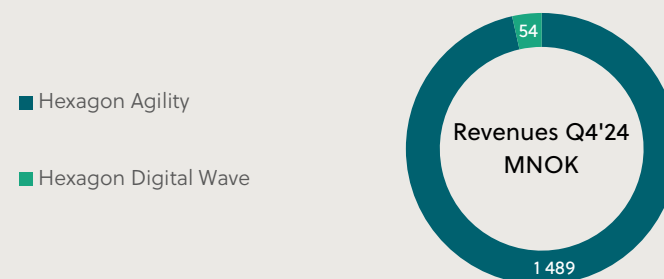
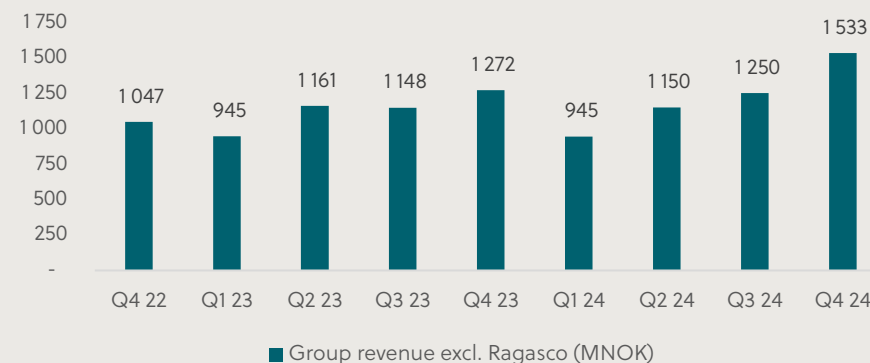
On 3 June 2024, Hexagon sold its LPG composite cylinder business, Hexagon Ragasco, to Worthington Enterprises. Historical financial figures for the Hexagon Group have been re-presented for comparability of continuing operations. Following the sale of Hexagon Ragasco, continuing operations comprise the operating segments Hexagon Agility and Hexagon Digital Wave. Historical financials of Hexagon Ragasco are presented net in the statement of income under discontinued operations – together with the gain from the sale which amounted to net NOK 675 million.

Furthermore, on 29 May 2024, Hexagon acquired a non-controlling 49% stake in Worthington Enterprises' Sustainable Energy Solutions (SES) business, a leading European supplier of high-pressure cylinders and systems for storage and distribution of compressed natural gas, hydrogen and industrial gases, with production facilities in Austria, Poland and Germany. The investment in SES has been accounted for using the equity method and classified as an associated company of the Group since 29 May, together with Hexagon Purus and Cryoshelter BioLNG.

### Operating results from continuing operations

In the fourth quarter of 2024, Hexagon Group (excluding Hexagon Ragasco) reported record revenues of NOK 1 533 (1 272) million, and a record high EBITDA of NOK 257 (99) million for an EBITDA margin of 17% (8%). The Group margin is driven by Hexagon Agility, delivering 17% (9%) EBITDA-margin from continued performance improvements in the heavy-duty fuel systems business on top of record-high performance in the Mobile Pipeline distribution business. Additionally, Hexagon Digital Wave delivered strong results for the fourth quarter. See segment results section for further details.

On a full-year basis, Hexagon Group (excluding Hexagon Ragasco) generated NOK 4 877 (4 526) million in revenues and NOK 637 (366) million in EBITDA for an EBITDA margin of 13% (8%) - largely driven by the same factors as Q4.





### **Profit/loss from continuing operations**

Profits/loss before taxes from continuing operations in the fourth quarter were NOK -690 (-805) million, heavily impacted by non-recurring special items of NOK -568 (-735) million and share of losses from associates of NOK -257 (-78) million. Non-recurring special items relate to impairment of investment in Hexagon Purus of NOK -312 (-702) million, impairment of investment in Cryoshelter BioLNG of NOK -244 (0) million, fair value adjustment on Hexagon Purus total return swap (TRS) of NOK -83 (-33) million and fair value adjustment on earn-out related to sale of Hexagon Ragasco of NOK 71 (0) million). Share of losses from associates relate largely to Hexagon Purus. See also note 4 for further details of net financial items and note 12 for further details on associates. Excluding these effects, profit/loss before taxes for the quarter was NOK 136 (8) million.

On a full-year basis, profit before taxes from continuing operations was NOK -906 (-1 016) million, heavily impacted by non-recurring special items of NOK -560 (-827) million and share of losses from associates of NOK -521 (-177) million. Non-recurring special items relate to impairment of investment in Hexagon Purus of NOK -312 (-702) million, impairment of investment in Cryoshelter BioLNG of NOK -244 (0) million, fair value adjustment on Hexagon Purus total return swap (TRS) of NOK -75 (-125) million and fair value adjustment on earn-out related to sale of Hexagon Ragasco of NOK 71 (0) million). Share of losses from associates relate largely to Hexagon Purus. See also note 4 for further details of net financial items and note 12 for further details on associates. Excluding these effects, profit/loss before taxes for the year was NOK 175 (-13) million.

### **Profit/loss from discontinued operations**

Profit/loss from discontinued operations relates to Hexagon Ragasco which was sold to Worthington Enterprises on 3 June 2024, and Hexagon Purus which was deconsolidated as an operating entity on 29 June 2023. In 2024, discontinued operations relate solely to Hexagon Ragasco, while 2023 figures also include financials related to Hexagon Purus. The net gain from the sale of Hexagon Ragasco amounted to NOK 675 million. Reference is made to note 14 for further details and financials from discontinued operations.

### **Total profit/loss**

Adding the profits/losses from continuing operations with the profits/losses from discontinued operations, the full-year total profit before taxes for the Group was NOK -213 (1 114) million and profit after taxes of NOK -215 (1 109) million.

### **Balance sheet development**

At the end of the quarter, the Group balance sheet amounted to NOK 7 141 million compared to NOK 7 284 million at the end of the third quarter. The change in total assets during the quarter is largely explained by an appreciation of the USD versus NOK causing total assets and total liabilities from underlying subsidiaries to increase when translated and presented in NOK, offset by shares of losses and impairments in Hexagon Purus and write-down of loans to Cryoshelter.

Following the sale of Hexagon Ragasco in Q2 2024 (NOK 1 072 million in net proceeds) and the NOK 300 million equity raise in August, the financial position and flexibility of the Group was strengthened significantly. At the end of the quarter, interest-bearing debt amounted to NOK 1 293 million and net Interest-bearing debt was NOK 986 million, compared to NOK 954 million last year.

### **Cash flow and liquidity**

Net cash flow from operating activities in the fourth quarter was NOK 264 million (194) million. The improved cash conversion was due to improved EBITDA coupled with improved working capital levels in Q4 this year versus Q4 last year. Net cash flow from investing activities was NOK -634 (-96) million, of which NOK 383 million was related to equity investments in Hexagon Purus, NOK 137 million in margin payments on the Hexagon Purus total return swap (TRS) and NOK 64 million in capex. Net cash flow from financing activities was NOK 143 (-96) million in the quarter, explained by an increased drawing on financing facilities of NOK 200 million, offset by interest and leasing payments of NOK 57 million.

The reported cash flow statement for the fourth quarter of last year is not comparable with the current quarter's cash flows as Hexagon Ragasco's cash flows are included in last year's reported cash flows. Similarly, on a year-to-date basis, the reported cash flow for 2024 includes Hexagon Ragasco's cash flows up to and including May 2024, and the reported cash flow for 2023 includes Hexagon Purus' cash flows up to and including June 2023. The reported cash flow statements are thus not comparable with the current Group structure. Reference is made to the consolidated cash flow statement for further details.

Unused credit facilities at the end of the quarter amounted to NOK 899 million, translating to a liquidity reserve of NOK 1 206 million. The Board considers the liquidity and the financial position of the Group as strong.

## Key developments during the quarter

- Hexagon Agility receives new wave of RNG fuel system orders for Class 8 Series trucks with Cummins X15N natural gas engine. The new orders include over 30 leading Class 8 fleets of which 40% are new adopters of RNG/CNG.
- Participation of NOK 383 million in Hexagon Purus' successful capital raise of NOK ~1 000 million
- Order of USD 11.2 (NOK ~127) million for Mobile Pipeline's TITAN 450 modules from U.S. oilfield service company

## Key developments after balance sheet date

There were no significant events after the balance sheet date.

# Segment results

## Hexagon Agility

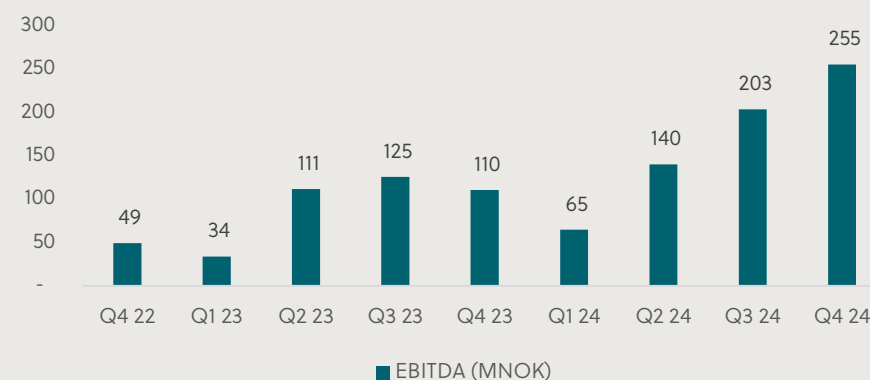
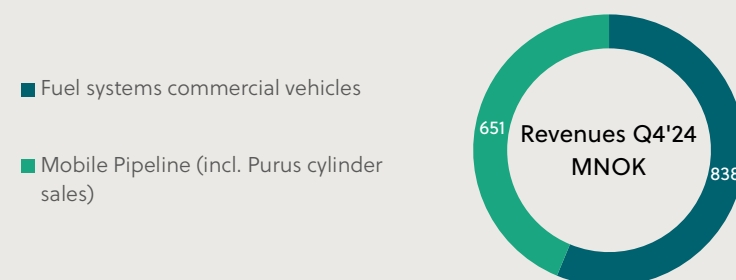
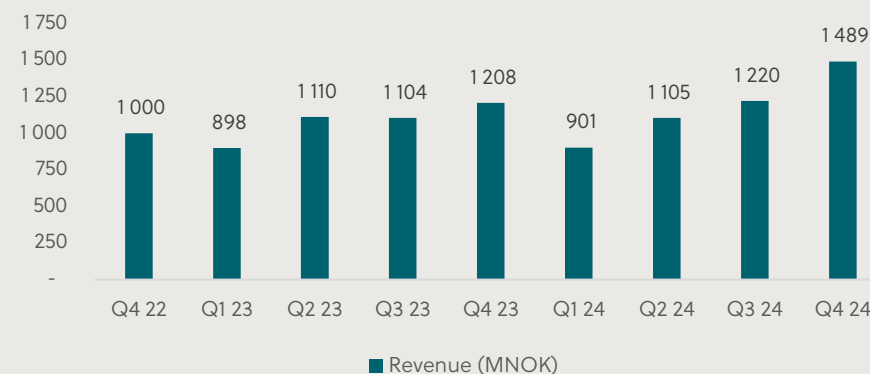
Hexagon Agility is a global provider of natural gas fuel systems for commercial vehicles and gas distribution solutions.

In the fourth quarter of 2024, Hexagon Agility recorded combined revenues of NOK 1 489 (1 208) million, and a record-high EBITDA of NOK 255 (110) million, with an EBITDA margin of 17% (9%). The strong performance this quarter superseded the record performance from Q3 due to continued improvements in the fuel systems business coupled with record-high volumes from the Mobile Pipeline distribution business.

Within the fuel systems business, refuse and heavy-duty truck volumes were particularly strong, the latter explained by deliveries under the UPS order announced in May 2024 - including systems coupled with Cummins' new X15N natural gas engine. The high volumes provided higher utilization of our plants, which combined with operational improvements and better raw material prices supported improved margins. Additionally, the Mobile Pipeline gas distribution business delivered a record quarter both in terms of top-line and bottom-line performance, generating the strong performance for Hexagon Agility.

For the fiscal year 2024, Hexagon Agility recorded revenues of NOK 4 716 (4 321), including approximately NOK 78 million in positive FX translation effects compared to the same period last year. Revenues from the fuel systems business were somewhat lower than in 2023, however, the significant increase from the Mobile Pipeline distribution business resulted in a total revenue increase of 9 % year over year.

Hexagon Agility delivered an EBITDA for 2024 of NOK 662 (381) million, translating to an EBITDA margin of 14%, compared to 9% last year. Outstanding performance and volume effects in the Mobile Pipeline business coupled with improved margins in the fuel systems business explain the improvement in Hexagon Agility's EBITDA performance.





Hexagon Digital Wave

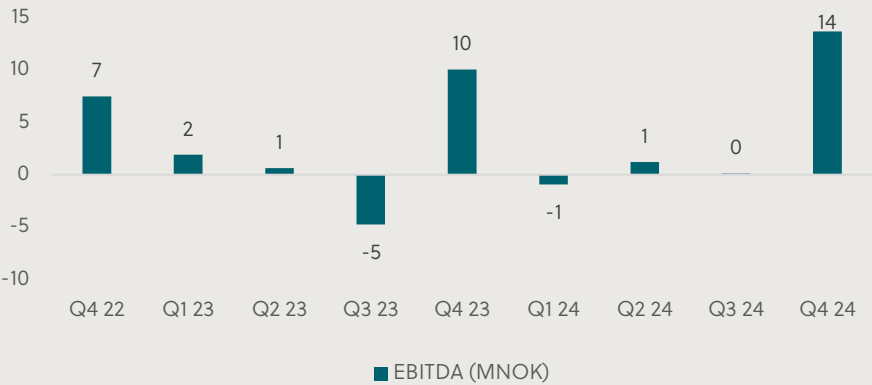
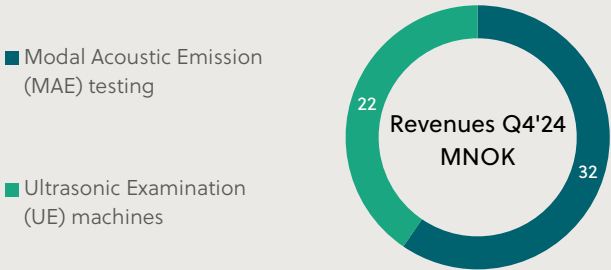
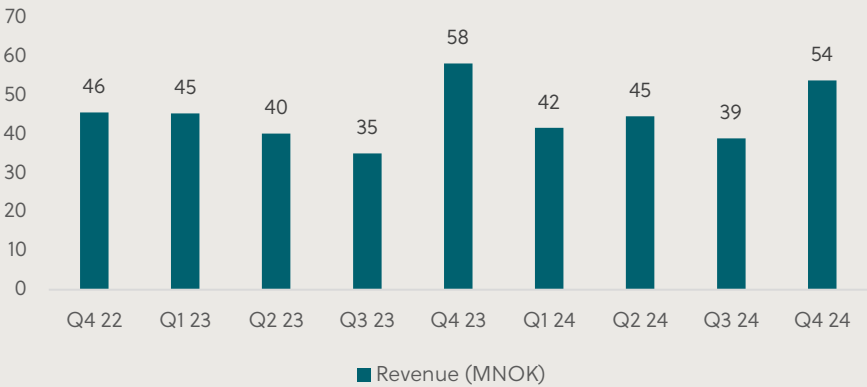
Hexagon Digital Wave offers innovative cylinder testing and monitoring technologies that reduce down-time and inspection costs while improving inspection accuracy.

In the fourth quarter of 2024, Hexagon Digital Wave recorded revenues of NOK 54 (58) million and an EBITDA of NOK 14 (10) million. Revenues were somewhat lower than the same quarter last year, due to somewhat reduced volumes in the Ultrasonic Examination (UE) machine business. The Modal Acoustic Emission (MAE) requalification business saw much improved activity versus last year.

Although the UE business picked up in the last quarter compared to earlier 2024, it was notably lower than the record quarter of 2023, which had significant positive timing effects from several deliveries falling into Q4'23

EBITDA in the fourth quarter of 2024 was NOK 14 (10) million. The improved performance was a result of improved volumes and performance in the MAE business, stable gross margins in the UE business and somewhat lower fixed costs, offset by lower volume effects from UE.

For the fiscal year 2024, Hexagon Digital Wave delivered revenues of NOK 179 (179) million and an EBITDA of NOK 14 (8) million, translating to an EBITDA margin of 8% (4%). While the MAE business had a positive development, the UE business experienced some challenges in the volumes due to key customers holding back on capex spending in 2024.



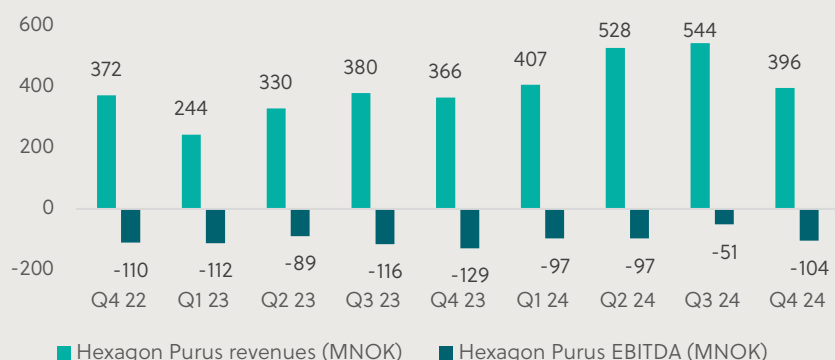
# Investments in associates

Hexagon holds strategic investments in three associated companies: Hexagon Purus (HPUR.OL) with 38% ownership, Sustainable Energy Solutions (SES) with 49% ownership and Cryoshelter BioLNG with 40% ownership.

## Hexagon Purus – 38% ownership

Hexagon Purus is a global leader in key technologies needed for zero emission hydrogen and battery-electric mobility and infrastructure with production facilities in North America, Europe and Asia.

In the fourth quarter of 2024, Hexagon Purus generated revenues of NOK 396 (366) million and an EBITDA of NOK -104 (-129) million, largely driven by its Hydrogen Mobility & infrastructure (HMI) segment. Full year 2024 figures were NOK 1 876 (1 320) million in revenues and NOK -348 (-445) million in EBITDA. The growth in revenues was predominantly coming from the HMI segment, while the Battery Systems and Vehicle Integration (BVI) was close to zero with revenues are expected to be generated from 2025 on.



Profit after tax for Hexagon Purus for 2024 ended at NOK -1 202 (-684) million. Hexagon's share of losses in Hexagon Purus amounted to NOK -451 million for the same period. Additionally, due to the adverse share price development in Hexagon Purus in the fourth quarter and into 2025, and the weak market sentiment in the hydrogen and battery industry, Hexagon made an impairment test of its investment as

of 31 December which resulted in an impairment of NOK 312 million. See note 12 for further information on the equity method accounting of Hexagon Purus. For further details pertaining to the operational and financial development of Hexagon Purus fourth quarter report published on 11 February 2025 on [www.hexagonpurus.com/investors](http://www.hexagonpurus.com/investors).

## Sustainable Energy Solutions (SES) – 49% ownership

SES is a leading European supplier of high-pressure cylinders and systems for storage and distribution of compressed natural gas, hydrogen and industrial gases, with production facilities in Austria, Poland and Germany. Hexagon acquired a non-controlling 49% stake in SES from Worthington Enterprises on 29 May 2024 which is accounted for by use of the equity method in the Hexagon Group accounts.

For the full year 2024, Hexagon's 49% share of the profit/losses in SES relates to the period from June to December, which amounted to a loss of NOK -23 million. On a gross (100%) basis, SES generated NOK 725 million in revenues, EBITDA of NOK -26 million and profit after taxes of NOK -48 million in the same period. For the fourth quarter in isolation, SES generated NOK 336 million in revenues, EBITDA of NOK -2 million and profit after tax of NOK -14 million on a 100% basis, for which Hexagon's share was NOK -7 million. See note 12 for further information on the equity method accounting of SES.

## Cryoshelter BioLNG – 40% ownership

Cryoshelter BioLNG is an Austria-based company specialized in the development of cryogenic tank technology for liquified renewable natural gas (LNG). The company is still in its infant phases of serial production and is currently delivering its inaugural order to a large global package delivery company.

Hexagon's share of the losses in Cryoshelter BioLNG in 2024 amounted to NOK -46 (-21) million. See also note 12 for further details related to the equity method accounting of Cryoshelter BioLNG. In addition to its equity investment in the Company, Hexagon also has granted Cryoshelter with financial loans classified as net investment in the associate, which have been impaired by NOK 244 million to a value of zero as of 31 December 2024. See also note 12 for more information on the equity method accounting of Cryoshelter.

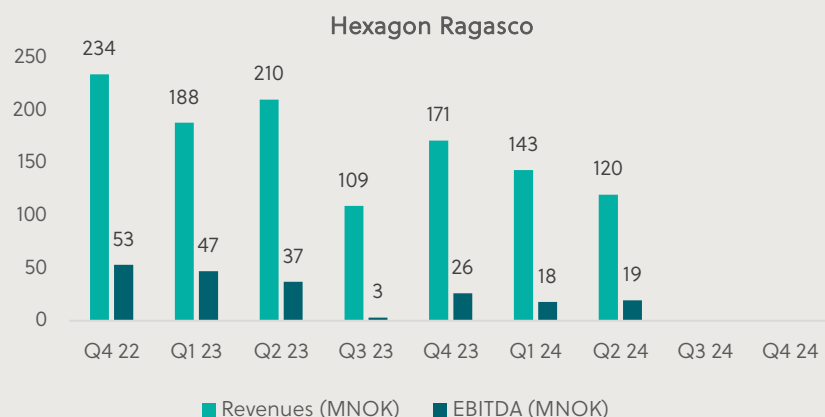
# Discontinued operations

Discontinued operations relate to Hexagon Ragasco which was sold to Worthington Enterprise on 3 June 2024 and Hexagon Purus which was deconsolidated as a subsidiary and operating entity on 29 June 2023.

As both Hexagon Ragasco and Hexagon Purus represented separate major lines of business and separate segments within the Hexagon Group prior to the divestments, both components represent discontinued operations and have thus been presented as such. See also note 14 for further information on discontinued operations.

## Hexagon Ragasco

As Hexagon Ragasco was sold on 3 June 2024, the financials for 2024 in the graph below shows Hexagon Ragasco's development until 3 June 2024 and there are thus no financial figures related to Hexagon Ragasco beyond Q2 2024.

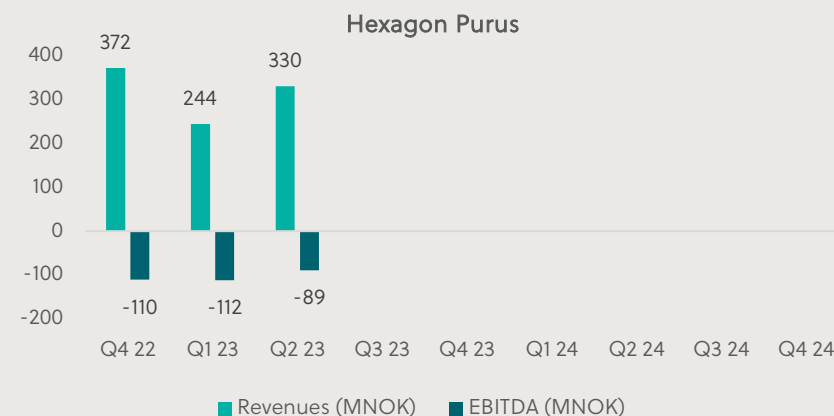


The sale of Hexagon Ragasco to Worthington Enterprises was concluded based on an enterprise value (EV) of NOK 1 050 million, including a contingent consideration of NOK 50 million. Depending on the financial performance of Hexagon Ragasco in FY2024, the total EV-consideration may increase to NOK 1 150 million. Following the sale, Hexagon Composites recognized a gain of NOK 675 million. The gain is presented as a part of discontinued operations on the face of the income statement.

See also note 13 for further information.

## Hexagon Purus

Effective 29 June 2023, Hexagon Purus was deconsolidated from the Hexagon Group and presented as discontinued operations, see also note 13 for further information pertaining to the deconsolidation. Since the same date, Hexagon's retained ownership of 38% in Hexagon Purus has been accounted for by use of the equity method. The figures below depict the operating financials for Hexagon Purus that were fully consolidated in the Hexagon Group until 29 June 2023, and which for presentation purposes have been presented as discontinued operations.



Due to the deconsolidation, there are no financial figures related to Hexagon Purus beyond Q2 2023. For further details pertaining to the operational and financial development of Hexagon Purus, please refer to Hexagon Purus' fourth quarter report published 10 February 2025 on [www.hexagonpurus.com/investors](http://www.hexagonpurus.com/investors)

# Outlook

Hexagon is focused on carbon negative and near-zero emission energy solutions, supported by world-class manufacturing and digitalization, enabling customers to reach their net-zero ambitions. Together with clients and partners, the Company is finding new ways to make alternative energy solutions available and affordable.

Global regulations continue to support the energy transition. In addition to far-reaching programs, such as REPower EU and the US Inflation Reduction Act, a number of federal and regional programs addressing transportation are also being implemented. Regulations previously targeted at promoting a tailpipe-only approach, tending to favor battery-electric and hydrogen technologies, are being revisited and/or scaled back, expected to be replaced with a technology-neutral approach. Hexagon is actively engaged with legislative and regulatory bodies in the EU and the US to promote a “well- to -wheel” approach to evaluating emissions, which supports the increased deployment of CO<sub>2</sub>-neutral fuels such as biomethane/renewable natural gas (RNG). Although the new Trump administration has created some uncertainty with respect to the direction and pace of the energy transition in the United States, on balance Hexagon does not consider this a significant risk for the natural gas space that Hexagon predominantly operates in.

## Hexagon Digital Wave

The demand for Hexagon Digital Wave’s Modal Acoustic Emission (MAE) requalification is to a large extent correlated with historical sales of gas distribution modules, including Hexagon Agility’s Mobile Pipeline business, and follows the 5-year period inspection requirements of the modules. As both 2015 and 2020 were historically low years for distribution modules, 2025 is expected to have a significant dip in inspection-driven revenues, before restoring to higher levels from the strong development in Mobile Pipeline in subsequent years. The Ultrasonic Examination (UE) machine business is expected to remain stable.

## Hexagon Agility

Hexagon Agility’s overall profitability has improved significantly in the second half of 2024 after a soft start to the year. The improvement is largely attributed to higher heavy-duty truck volumes, including the USD 60 million UPS order for RNG fuel systems in May 2024, as well as significant volumes in the Mobile Pipeline business following the strong order intake in 2023.

The first half of 2025, as per previous years, is expected to be seasonally soft for heavy-duty Truck, with a back-end loaded second half of 2025. The full year results are heavily dependent on volumes from the steadily increasing adoption of the new X15N engine. Other factors influencing this trend are: i.) increasingly large order sizes from new adopters of NG, ii.) the start of production of DTNA (Freightliner) trucks with the X15N engine sometime in mid-2025, allowing significantly more trucks to be available to equip with the X15N engine, iii.) expected improvements to freight rates after a historically low market, enabling higher customer capital allocations. So far to date, there have been orders for more than 250 trucks with fuel systems fitted with the X15N engine, based on the reduced availability of Truck platforms. We expect this figure to increase significantly with the addition of the Freightliner platforms.

Looking further out towards 2030, and with 3 of 6 major OEMs representing approximately two-thirds of the North American heavy-duty truck market equipped with the new engine, the route to 10x growth in heavy duty Truck by 2030 is achievable. Hexagon’s addressable market for Natural Gas driven heavy-duty trucks increases threefold due to the X15N engine, as it opens the long-haul segment served by diesel engines, while meeting required stringent NO<sub>x</sub> emissions reductions targets is pushing OEMs to increase their share of NG trucks within their product portfolios.

For the Mobile Pipeline business, volumes have been at a consistently high level throughout 2024. Although the backlog exiting the year is lower in 2024 compared to 2023, the order to delivery times have been reduced to more normal levels and with higher productivity and capacity, more business can be serviced in 2025.

Maintaining a high level of activity in 2025 depends somewhat on the expected increase in drilling/fracking activity in the US, any oversupply of capacity from 2024 and continued activity within RNG distribution. Despite the promise of new micro-grid markets opening up we expect a softer first half of the year. A stronger second-half of the year would be a result of the economic competitiveness of RNG/CNG relative to



conventional energy such as diesel, and customers' decarbonization targets.

The Board is pleased with the recovery of margins within the fuel systems business in the second half of 2024 after the macro shocks of the past two years, and especially in a period when the general freight market has been at a low level. The lower visibility of demand, especially for the back-end of 2025, is understandable given the link to the speed of X15N engine adoption and the return to normal backlog levels in Mobile pipeline. For 2025, the organization is prepared for a more meagre first-half versus the expectation of exiting the second-half strongly; with guided revenues of NOK 4.9 - 5.3 billion, and EBITDA NOK 640 – 740 million.

*These forward-looking statements reflect current views about future events and are, by their nature, subject to significant risks and uncertainties because they relate to events and depend on circumstances that will occur in the future. For further information please refer to the section "Forward-Looking Statements" at the end of this report.*

## Risks and uncertainties

The Hexagon Composites Group is active in sales and purchasing in many geographies and markets. Exports represent a considerable part of the Group's sales. Currency risk is the Group's largest financial risk factor, and the Company employs forward currency contracts in addition to natural hedges to mitigate these risks. In the Board's view there are no major changes to the risk composition for the Group compared with 2023. The Group is by nature exposed to the general macro climate factors, including those resulting in post-pandemic global supply chain disruptions, and how these directly or indirectly impact the business positively or negatively. For additional information about risks and uncertainties we refer to Hexagon Composites' 2023 annual report. It is not expected that the above exposures and risks will have a material effect on the Group or its financial position in the next reporting period.

## Statement from the Board and CEO

To the best of our knowledge, we confirm that:

- the consolidated financial statements for the period 1 January to 31 December 2024 have been prepared in accordance with "IAS 34 Interim Financial Reporting",
- the information provided in the financial statements gives a true and fair view of the Company's and Group's assets, liabilities, financial position and results for the period viewed in their entirety, and that;
- the information presented in the financial statements gives a true and fair view of important events of the period, financial position, material related party transactions and principal risks and uncertainties of the Group for the next quarter.

Oslo, 12 February 2025

The Board of Directors of Hexagon Composites ASA

**Knut Flakk**  
Chair

**Kristine Landmark**  
Deputy chair

**Takayuki Tsunashima**  
Board member

**Liv Astri Hovem**  
Board member

**Sam Gabbita**  
Board member

**Eva Sagemo**  
Board member

**Joachim Magnusson**  
Board member

**Philipp Schramm**  
Chief Executive Officer

# Condensed Interim Financial Statements for the Group

## Consolidated statement of income

(NOK 1000)

	Note	Q4 2024	Q4 2023	FY 2024	FY 2023
			Re-presented		Re-presented
Revenue from contracts with customers	3	1 531 175	1 270 053	4 869 948	4 516 666
Other operating income	3	504	764	1 945	5 066
Rental income	3	1 289	1 177	5 320	4 383
<b>Total revenue and other income</b>		<b>1 532 968</b>	<b>1 271 994</b>	<b>4 877 213</b>	<b>4 526 115</b>
Cost of materials		805 415	715 680	2 494 220	2 488 126
Payroll and social security expenses	11	297 171	311 548	1 123 997	1 122 652
Other operating expenses		173 629	145 401	622 102	549 812
<b>Operating profit before depreciation and amortization (EBITDA)</b>		<b>256 753</b>	<b>99 365</b>	<b>636 894</b>	<b>365 525</b>
Depreciation, amortization, and impairment	5, 6	76 858	58 691	266 765	219 942
<b>Operating profit (EBIT)</b>		<b>179 895</b>	<b>40 674</b>	<b>370 129</b>	<b>145 583</b>
Share of profit/loss of investments in associated companies	12, 13	- 257 231	- 78 396	- 520 951	-176 574
Impairment loss on associated companies	12	- 555 847	- 702 000	- 555 847	- 702 000
Other financial items (net)	4	- 56 507	- 65 245	- 199 470	- 282 768
<b>Profit/loss before taxes from continuing operations</b>		<b>- 689 690</b>	<b>- 804 968</b>	<b>- 906 139</b>	<b>- 1 015 759</b>
Income tax expenses		- 39 757	20 689	- 1 358	- 1 491
<b>Profit/loss after taxes from continuing operations</b>		<b>- 649 934</b>	<b>- 825 656</b>	<b>- 904 781</b>	<b>- 1 014 268</b>
Profit/loss after taxes from discontinued operations (Hexagon Ragasco)	13, 14	- 1 497	14 832	689 526	73 085
Profit/loss after taxes from discontinued operations (Hexagon Purus)	13, 14	0	0	0	2 049 703
<b>Total profit/loss before taxes</b>		<b>- 691 187</b>	<b>- 797 345</b>	<b>- 212 686</b>	<b>1 113 741</b>
<b>Total profit/loss after taxes</b>		<b>- 651 430</b>	<b>-810 824</b>	<b>- 215 255</b>	<b>1 108 520</b>
of which attributable to equity holders of the parent		- 651 430	-810 824	- 215 255	1 205 668
of which attributable to non-controlling interests		0	0	0	- 97 148
<b>Earnings per share in NOK</b>					
Basic		- 3.22	- 4.04	- 1.05	5.53
Diluted		- 3.12	- 3.93	- 1.05	5.33

## Consolidated statement of comprehensive income

(NOK 1000)

	Note	Q4 2024	Q4 2023	FY 2024	FY 2023
Profit/loss after taxes		- 651 430	- 810 824	- 215 255	1 108 520
<b>Other comprehensive income</b>					
Translation differences when translating foreign activities		146 488	- 65 704	200 054	141 639
Translation differences related to deconsolidated subsidiary reclassified to profit or loss	13	0	0	10 693	- 118 307
Share of other comprehensive income of associates	12	21 643	- 21 590	46 979	- 21 590
<b>Net total of items that may be reclassified to profit or loss in subsequent periods</b>		<b>168 130</b>	<b>- 87 294</b>	<b>257 726</b>	<b>1 741</b>
Actuarial gains/losses for the period (net after tax)		0	- 1 433	0	- 1 433
<b>Net total of items that will not be reclassified to profit or loss in subsequent periods</b>		<b>0</b>	<b>- 1 433</b>	<b>0</b>	<b>- 1 433</b>
<b>Total other comprehensive income</b>		<b>168 130</b>	<b>- 88 728</b>	<b>257 726</b>	<b>308</b>
Attributable to:					
Equity holders of the parent		168 130	- 88 728	257 726	- 33 267
Non-controlling interests		0	0	0	33 575
<b>Total comprehensive income</b>		<b>- 483 300</b>	<b>- 899 552</b>	<b>42 471</b>	<b>1 108 828</b>
Attributable to:					
Equity holders of the parent		- 483 300	- 899 552	42 471	1 172 401
Non-controlling interests		0	0	0	- 63 573



# Consolidated statement of financial position

(NOK 1000)	Note	31.12.2024	31.12.2023
		Unaudited	Audited
<b>ASSETS</b>			
Property, plant, and equipment	5	940 874	947 938
Right-of-use assets	5	502 214	365 624
Intangible assets	6	1 926 414	1 785 606
Investment in associated companies	12, 13	1 009 075	1 225 107
Other non-current financial assets	10	209 915	125 667
Other non-current assets		5 377	2 269
Deferred tax assets		97 072	19 013
<b>Total non-current assets</b>		<b>4 690 940</b>	<b>4 471 225</b>
Inventories		1 191 954	1 110 406
Trade receivables		763 884	551 356
Other current financial assets	13	120 000	0
Other current assets		67 316	140 760
Bank deposits, cash and similar		307 251	154 350
<b>Total current assets</b>		<b>2 450 405</b>	<b>1 956 872</b>
<b>Total assets</b>		<b>7 141 346</b>	<b>6 428 096</b>

(NOK 1000)	Note	31.12.2024 Unaudited	31.12.2023 Audited
<b>EQUITY AND LIABILITIES</b>			
Paid-in capital		1 017 198	726 568
Other equity		2 579 377	2 487 465
<b>Equity attributable to equity holders of the parent</b>		<b>3 596 574</b>	<b>3 214 033</b>
Non-controlling interests	13	0	0
<b>Total equity</b>		<b>3 596 574</b>	<b>3 214 033</b>
Interest-bearing liabilities (non-current)	9	1 091 773	0
Lease liabilities (non-current)	7	549 587	387 260
Other financial liabilities (non-current)	8	451 737	0
Pension liabilities		422	1 591
Deferred tax liabilities		163 782	131 018
Provisions (non-current)		19 297	8 594
<b>Total non-current liabilities</b>		<b>2 276 598</b>	<b>528 462</b>
Interest-bearing liabilities (current)	9	201 498	1 108 468
Lease liabilities (current)	7	51 994	61 867
Trade payables		389 300	384 015
Contract liabilities		164 289	332 658
Other financial liabilities (current)	8, 10	62 758	376 909
Income tax payable		6 146	65 835
Other current liabilities		294 150	287 840
Provisions (current)		98 038	68 011
<b>Total current liabilities</b>		<b>1 268 173</b>	<b>2 685 601</b>
<b>Total liabilities</b>		<b>3 544 771</b>	<b>3 214 063</b>
<b>Total equity and liabilities</b>		<b>7 141 346</b>	<b>6 428 096</b>

# Consolidated statement of cash flows

(NOK 1000)

	Note	Q4 2024	Q4 2023	FY 2024	FY 2023
<b>Operating cash flows</b>					
Profit before taxes from continuing operations		- 689 690	- 804 968	- 906 139	- 1 015 759
Profit before taxes from discontinued operations	14	- 1 497	7 263	693 453	2 129 500
<b>Profit before taxes</b>		<b>- 691 187</b>	<b>- 797 345</b>	<b>- 212 686</b>	<b>1 113 741</b>
Gain from sale / deconsolidation of subsidiary	13	0	0	- 675 240	- 2 351 302
Depreciation, amortization and impairment	5, 6	76 858	68 621	284 454	317 331
Share of profit/loss of investments in associated companies	12	257 231	78 397	520 951	176 574
Impairment loss on associated companies	12	555 847	702 000	555 847	702 000
Net interest expense		40 905	34 617	161 095	189 791
Share based payment expenses (non-cash)	11	12 295	15 725	45 998	57 919
Changes in net operating working capital <sup>1)</sup>		- 107 646	61 837	- 633 830	88 431
Other working capital items and adjustments to operating cash flow		120 073	29 954	94 090	88 607
<b>Net cash flow from operating activities</b>		<b>264 376</b>	<b>193 954</b>	<b>140 680</b>	<b>383 090</b>
- of which from continuing operations		264 376	202 107	170 781	640 453
- of which from discontinued operations - Hexagon Purus		0	0	0	- 290 914
- of which from discontinued operations - Hexagon Ragasco		0	- 8 302	- 30 101	33 551
<b>Investing cash flows</b>					
Purchase of property, plant & equipment	5	- 43 467	- 62 646	- 253 509	- 424 045
Purchase of intangible assets	6	- 20 482	- 8 051	- 30 161	- 43 195
Interest received		4 676	5 700	21 606	32 017
Settlement of contingent considerations related to acquisitions		0	0	0	- 85 963
Total return swap cash collateral payments		- 137 015	0	- 137 015	0
Acquisition of subsidiaries		- 18 246	0	- 18 246	0
Proceeds from sale of shares in subsidiary	13	- 1 497	0	942 703	0
Other proceeds from sale of subsidiary (repayment of intercompany debt)		0	0	128 973	0
Proceeds from sale of shares in associated companies	12	0	0	0	274 029
Purchase of shares in associated companies	12	- 383 278	0	- 505 497	- 29 305
Other investments in associates (convertible bond investment in Hexagon Purus)	10	0	0	- 200 000	0
Other investments	10	- 35 482	- 31 480	- 173 967	- 78 320
<b>Net cash flow from investing activities</b>		<b>- 634 790</b>	<b>- 96 476</b>	<b>- 225 112</b>	<b>- 354 781</b>
- of which from continuing operations		- 634 790	- 69 618	- 204 398	66 111
- of which from discontinued operations – Hexagon Purus		0	0	0	- 369 949
- of which from discontinued operations – Hexagon Ragasco		0	- 26 858	- 20 714	- 50 943

<sup>1)</sup> Changes in net operating working capital consist of net changes in inventories, trade receivables, contract assets, trade payables and contract liabilities.

## Consolidated statement of cash flows (cont.)

(NOK 1000)

	Note	Q4 2024	Q4 2023	FY 2024	FY 2023
<b>Financing cash flows</b>					
Net repayment (-) / proceeds (+) from interest bearing loans	9	200 157	- 41 868	188 902	189 073
Interest payments on interest-bearing liabilities		- 34 111	- 32 372	- 145 770	- 170 964
Repayment of lease liabilities (incl. Interests)	7	- 22 928	- 21 887	- 98 642	- 101 052
Net proceeds from share capital increase		0	0	290 531	0
Net proceeds from share capital increase in subsidiary		0	0	0	576 180
Net proceeds from purchase (-) and sale (+) of treasury shares		0	0	0	- 63 722
<b>Net cash flow from financing activities</b>		<b>143 119</b>	<b>- 96 127</b>	<b>235 021</b>	<b>429 516</b>
- of which from continuing operations		143 119	- 91 747	207 926	- 844 842
- of which from discontinued operations – Hexagon Purus		0	0	0	1 299 708
- of which from discontinued operations – Hexagon Ragasco		0	- 4 380	27 095	- 25 350
<b>Net change in cash and cash equivalents</b>		<b>- 227 296</b>	<b>1 202</b>	<b>150 589</b>	<b>457 825</b>
Net currency exchange differences		17 654	- 10 458	26 185	- 43 609
Cash and cash equivalents derecognized due to deconsolidation of subsidiary	13	0	0	- 23 872	-973 413
Cash and cash equivalents at start of period		516 894	163 606	154 350	713 547
<b>Cash and cash equivalents at end of period</b>		<b>307 251</b>	<b>154 350</b>	<b>307 251</b>	<b>154 350</b>
<b>Liquidity overview</b>					
Cash and cash equivalents at end of period		307 251	154 350	307 251	154 350
Available unused credit facilities		898 502	588 745	898 502	588 745
<b>Liquidity reserve</b>		<b>1 205 754</b>	<b>743 095</b>	<b>1 205 754</b>	<b>743 095</b>



## Consolidated statement of changes in equity

(NOK 1 000)	Note	Share capital	Treasury shares	Share premium	Other capital reserves	Foreign currency translation reserve	Other equity	Equity - holders of parent	Non-controlling interests	Total equity
<b>As of 1 January 2023</b>		<b>20 162</b>	<b>- 65</b>	<b>2 075 999</b>	<b>132 346</b>	<b>281 136</b>	<b>482 327</b>	<b>2 991 905</b>	<b>476 901</b>	<b>3 468 806</b>
Profit/loss after tax for the period							1 205 668	1 205 668	- 97 148	1 108 520
Other comprehensive income for the period	13					- 10 244	- 23 024	- 33 267	33 575	308
<b>Total comprehensive income</b>						<b>-10 244</b>	<b>1 182 644</b>	<b>1 172 401</b>	<b>- 63 573</b>	<b>1 108 828</b>
Share-based payments					48 328		6 559	54 887	3 032	57 919
Movement in treasury shares etc.			- 73				- 63 649	- 63 722		- 63 722
Share capital increase in subsidiary							260 942	260 942	239 058	500 000
Transaction cost related to capital increase in subsidiary							- 17 793	- 17 793	- 8 224	- 26 018
Share capital increase in other subsidiaries									102 198	102 198
Convertible bonds – equity component	9						190 363	190 363	87 989	278 352
Convertible bonds – transaction cost equity component	9						- 5 495	- 5 495	- 2 540	- 8 034
Dividend in kind	13			- 1 369 455				- 1 369 455		- 1 369 455
Derecognition of non-controlling interests related to deconsolidation of subsidiary	13								- 834 841	- 834 841
<b>As of 31 December 2023</b>		<b>20 162</b>	<b>- 138</b>	<b>706 544</b>	<b>180 674</b>	<b>270 893</b>	<b>2 035 899</b>	<b>3 214 033</b>	<b>0</b>	<b>3 214 033</b>

(NOK 1 000)	Note	Share capital	Treasury shares	Share premium	Other capital reserves	Foreign currency translation reserve	Other equity	Equity - holders of parent	Non-controlling interests	Total equity
<b>As of 1 January 2024</b>		<b>20 162</b>	<b>- 138</b>	<b>706 544</b>	<b>180 674</b>	<b>270 893</b>	<b>2 035 899</b>	<b>3 214 033</b>	<b>0</b>	<b>3 214 033</b>
Profit/loss after tax for the period							- 215 255	- 215 255	0	- 215 255
Other comprehensive income for the period	13					210 747	46 979	257 726	0	257 726
<b>Total comprehensive income</b>						<b>210 747</b>	<b>- 168 276</b>	<b>42 471</b>	<b>0</b>	<b>42 471</b>
Share-based payments					45 998			45 998		45 998
Share capital increase		845		299 155				300 000		300 000
Transaction cost related to capital increase				- 9 469				- 9 469		- 9 469
Movement in treasury shares etc.			98				3 442	3 540		3 540
<b>As of 31 December 2024</b>		<b>21 007</b>	<b>- 40</b>	<b>996 230</b>	<b>226 672</b>	<b>481 640</b>	<b>1 871 065</b>	<b>3 596 574</b>	<b>0</b>	<b>3 596 574</b>

## Note 1: General information and basis for preparation

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The condensed consolidated interim financial statements for the fourth quarter of 2024, which ended 31 December 2024, comprise Hexagon Composites ASA and its subsidiaries (together referred to as "the Group"). The company's headquarters are at Korsegata 4B, 6002 Aalesund, Norway. Hexagon Composites ASA is listed on the Oslo Stock Exchange under the ticker HEX.

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of The Group for the year which ended 31 December 2023.

For a more detailed description of accounting principles see the consolidated financial statements for 2023, available on the Company's website [www.hexagongroup.com/investors](http://www.hexagongroup.com/investors)

The accounting principles used in the preparation of these interim accounts are the same as those applied to the consolidated financial statements for 2023.

The Group has not early-adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

These condensed consolidated interim financial statements were approved by the Board of Directors on 12 February 2025.

## Note 2: Estimates

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The preparation of the interim accounts entails the use of valuations, estimates and assumptions that affect the application of the accounting policies and the amounts recognized as assets and liabilities, income, and expenses. The actual results may deviate from these estimates. The material assessments underlying the application of the Group's accounting policy and the main sources of uncertainty are the same as for the consolidated accounts for 2023.

## Note 3: Business segment data

(NOK 1000)

	Q4 2024 Unaudited	Q4 2023 Unaudited	YTD 2024 Unaudited	FY 2023 Audited
<b>Hexagon Agility</b>				
Sale of cylinders, systems, and equipment (at point in time)	1 404 683	1 099 367	4 227 033	3 885 528
Sale of systems, services, and funded development (transferred over time)	0	0	0	0
Sales of cylinders, systems, and equipment to group- and associated companies	83 284	107 038	483 192	428 174
Other operating income	0	0	0	2 700
<b>Total revenue from contract with customers</b>	<b>1 487 966</b>	<b>1 206 405</b>	<b>4 710 225</b>	<b>4 316 402</b>
Rental income	1 289	1 163	5 315	4 102
<b>Total revenue and other operating income</b>	<b>1 489 256</b>	<b>1 207 569</b>	<b>4 715 540</b>	<b>4 320 503</b>
Segment operating profit before depreciation (EBITDA)	254 825	110 183	662 408	380 903
Segment operating profit (EBIT)	187 782	56 628	425 193	181 586
Segment assets			5 262 143	4 166 566
Segment liabilities			2 172 042	1 596 489
<b>Hexagon Digital Wave</b>				
Sale of cylinders, systems, and equipment (at point in time)	48 799	54 292	168 252	160 893
Sale of systems, services, and funded development (transferred over time)	0	0	0	0
Sales of cylinders, systems, and equipment to group- and associated companies	4 511	3 156	9 135	15 485
Other operating income	488	764	1 628	2 340
<b>Total revenue and other operating income</b>	<b>53 798</b>	<b>58 212</b>	<b>179 015</b>	<b>178 718</b>
Rental income	0	0	0	0
<b>Total revenue</b>	<b>53 798</b>	<b>58 212</b>	<b>179 015</b>	<b>178 718</b>
Segment operating profit before depreciation (EBITDA)	13 661	10 060	14 059	7 813
Segment operating profit (EBIT)	7 629	8 310	- 416	1 044
Segment assets			159 752	122 689
Segment liabilities			88 767	57 427

Following the sale of Hexagon Ragasco to Worthington Enterprises on 3 June 2024, the Group consists of Hexagon Agility and Hexagon Digital Wave as operating segments. Hexagon Ragasco financials are presented as discontinued operations in note 14. See also note 13 for further information related to the sale of Hexagon Ragasco.

## Note 4: Other financial items (net)

(NOK 1000)	Q4 2024	Q4 2023	YTD 2024	FY 2023
Interest income	25 193	7 195	56 904	25 055
Interest expenses	- 38 178	- 35 154	- 149 521	- 157 546
Interest expenses on lease liabilities (IFRS 16)	- 8 937	- 5 318	- 35 095	- 20 443
Net interest expenses	- 21 922	- 33 277	- 127 712	- 152 934
TRS derivative gain/loss	- 83 458	- 33 453	- 75 163	- 124 609
Other derivatives gains/losses	- 11 913	- 7 980	- 62 456	1 396
Foreign exchange gains/losses	- 9 890	9 414	-3 859	- 7 132
Change in fair value of contingent considerations (earn-out re sale of Ragasco) <sup>1)</sup>	71 000	0	71 000	0
Other financial expenses/income (net)	- 325	50	- 1 279	512
<b>Other financial items (net)</b>	<b>- 56 507</b>	<b>- 65 245</b>	<b>- 199 470</b>	<b>- 282 768</b>

1) Earn-out of NOK 71 million relates to NOK 75 million in additional estimated earn-out payable from Worthington from the sale of Hexagon Ragasco, offset by NOK 4 million in additional estimated earn-out payable to Hexagon Ragasco management

## Note 5: Tangible assets

(NOK 1000)	2024			2023		
	Property, plant, and equipment	Right of use assets	Total 2024	Property, plant, and equipment	Right of use assets	Total 2023
<b>Carrying value as of 1 January</b>	<b>947 938</b>	<b>365 624</b>	<b>1 313 562</b>	<b>1 336 307</b>	<b>473 233</b>	<b>1 809 539</b>
Additions continuing operations	231 590	235 164	466 754	173 832	92 469	266 300
Additions discount. operations – Hexagon Purus	0	0	0	196 535	9 270	205 805
Additions discount. operations – Hexagon Ragasco	21 919	3 569	25 488	53 678	13 529	67 207
Disposals / expirations	0	0	0	- 16 217	0	- 16 217
Depreciations from continuing operations	- 124 591	- 69 675	- 194 266	- 96 620	- 60 152	- 156 772
Depreciations from discount. operations - Hexagon Purus (note 14)	0	0	0	- 21 103	- 13 881	- 34 984
Depreciations from discount. operations - Hexagon Ragasco (note 14)	- 13 336	- 4 215	- 17 551	- 29 481	- 9 152	- 38 632
Impairments from continuing operations	- 8 618	0	- 8 618	0	0	0
Currency translation differences	79 920	37 920	117 841	76 786	19 600	96 386
Derecognition from deconsolidation of Hexagon Purus (note 13)	0	0	0	- 725 778	- 159 292	- 885 070
Derecognition from deconsolidation of Hexagon Ragasco (note 13)	- 193 948	- 66 174	- 260 122	0	0	0
<b>Carrying value as of 31 December</b>	<b>940 874</b>	<b>502 214</b>	<b>1 443 088</b>	<b>947 938</b>	<b>365 624</b>	<b>1 313 562</b>



## Note 6: Intangible assets

(NOK 1000)	2024				2023			
	Goodwill	Customer relationships	Other intangible assets <sup>1)</sup>	Total intangibles	Goodwill	Customer relationships	Other intangible assets <sup>1)</sup>	Total intangibles
<b>Carrying value as of 1 January</b>	<b>1 232 880</b>	<b>252 447</b>	<b>300 279</b>	<b>1 785 606</b>	<b>1 717 097</b>	<b>363 924</b>	<b>489 833</b>	<b>2 570 853</b>
Additions continuing operations	0	0	30 161	30 161	0	0	24 392	24 392
Additions from acquisition of companies	8 162	8 228	0	16 390	0	0	0	0
Additions discount. operations - Hexagon Purus	0	0	0	0	0	0	18 803	18 803
Additions discount. operations - Hexagon Ragasco	0	0	0	0	0	0	0	0
Amortizations from continuing operations	0	- 26 712	- 37 169	- 63 881	0	- 30 152	- 33 020	- 63 172
Amortizations from discount. operations - Hexagon Purus (note 14)	0	0	0	0	0	- 10 737	- 13 035	- 23 772
Amortizations from discount. operations - Hexagon Ragasco (note 14)	0	0	- 138	- 138	0	0	0	0
Currency translation differences	129 465	19 456	43 882	192 803	98 814	19 965	14 268	133 047
Derecognition from deconsolidation of Hexagon Purus (note 13)	0	0	0	0	- 583 031	- 90 553	- 200 962	- 874 545
Derecognition from deconsolidation of Hexagon Ragasco (note 13)	- 32 350	0	- 2 179	- 34 529	0	0	0	0
<b>Carrying value as of 31 December</b>	<b>1 338 158</b>	<b>253 420</b>	<b>334 836</b>	<b>1 926 414</b>	<b>1 232 880</b>	<b>252 447</b>	<b>300 279</b>	<b>1 785 606</b>

1) Other intangible assets consist of technology and development, patents and licenses and other rights

## Note 7: Lease liabilities

(NOK 1000)	2024	2023
<b>Carrying value as of 1 January</b>	<b>449 127</b>	<b>551 592</b>
New lease liabilities recognized in the period - continuing operations	235 164	85 390
New lease liabilities recognized in the period - discount. operations - Hexagon Purus	0	9 270
New lease liabilities recognized in the period - discount. operations - Hexagon Ragasco	3 569	13 529
Cash payments for the principal portion of the lease liability	- 62 495	- 71 375
Cash payments for the interest portion of the lease liability	- 36 147	- 29 678
Interest on lease liabilities - continuing operations	35 095	20 443
Interest on lease liabilities - discontinued operations - Hexagon Purus	0	6 828
Interest on lease liabilities - discontinued operations - Hexagon Ragasco	1 052	2 407
Currency translation differences	46 581	24 528
Derecognition from deconsolidation of Hexagon Purus (note 13)	0	- 163 807
Derecognition from deconsolidation of Hexagon Ragasco (note 13)	- 70 366	0
<b>Carrying value as of 31 December</b>	<b>601 581</b>	<b>449 127</b>

## Note 8: Other financial liabilities

(NOK 1000)	Carrying value 1 January 2024	Fair value adjustment	Additions in the period	Settlements /payments in the period	Reclass. from non- current to current	Currency translation	Derecognition from deconsolidation of Hexagon Purus	Carrying value 31 Dec. 2024
Cross currency swap (fair value)	0	92 168	0	0	359 569	0	0	451 737
<b>Total non-current other financial liabilities</b>	<b>0</b>	<b>92 168</b>	<b>0</b>	<b>0</b>	<b>359 569</b>	<b>0</b>	<b>0</b>	<b>451 737</b>
Cross currency swap (fair value)	252 299	107 270	0	0	- 359 569	0	0	0
Other current financial liabilities (TRS)	124 609	75 163	0	- 137 015	0	0	0	62 758
<b>Total current other financial liabilities</b>	<b>376 909</b>	<b>182 433</b>	<b>0</b>	<b>- 137 015</b>	<b>- 359 569</b>	<b>0</b>	<b>0</b>	<b>62 758</b>

The table above and below shows the movements of current and non-current other financial liabilities in the period. As Hexagon Purus was fully consolidated as a subsidiary up until 29 June 2023, the comparable table for 2023 below includes thus movements related to Hexagon Purus.

(NOK 1000)	Carrying value 1 January 2023	Fair value adjustment	Additions in the period	Settlements /payments in the period	Reclass. from non- current to current	Currency translation	Derecognition from deconsolidation of Hexagon Purus	Carrying value 31 Dec. 2023
Cross currency swap (fair value)	216 885	35 414	0	0	- 252 299	0	0	0
Contingent liabilities from business combinations (fair value)	39 789	0	0	0	- 39 789	0	0	0
<b>Total non-current other financial liabilities</b>	<b>256 675</b>	<b>35 414</b>	<b>0</b>	<b>0</b>	<b>- 39 789</b>	<b>0</b>	<b>0</b>	<b>0</b>
Cross currency swap (fair value)	0	0	0	0	252 299	0	0	252 299
Deferred payment from business combination (amortized cost)	45 776	0	0	- 52 267	0	6 491	0	0
Contingent liabilities from business combinations (fair value)	29 275	0	0	- 33 426	39 789	8 655	- 44 294	0
Other current financial liabilities (TRS)	0	124 609	0	0	0	0	0	124 609
<b>Total current other financial liabilities</b>	<b>75 051</b>	<b>124 609</b>	<b>0</b>	<b>- 85 693</b>	<b>292 088</b>	<b>15 146</b>	<b>- 44 294</b>	<b>376 909</b>

Deferred payments and contingent liabilities are related to the acquisition of Wystrach in 2021 within the Hexagon Purus Group. The remaining liabilities related to this acquisition were derecognized from the Hexagon Group accounts following the deconsolidation of Hexagon Purus as of 29 June 2023.

## Note 9: Interest-bearing liabilities

(NOK 1000)	2024			2023			
	Non-current bank loans	Current bank loans	Total 2024	Non-current bond loans	Non-current bank loans	Current bank loans	Total 2023
<b>Liabilities as of 1 January</b>	<b>0</b>	<b>1 108 468</b>	<b>1 108 468</b>	<b>0</b>	<b>1 482 140</b>	<b>234 674</b>	<b>1 716 814</b>
<i><b>Financing activities with cash settlement:</b></i>							
- New liabilities		810 178	810 178	800 000	0	0	800 000
- Transaction costs		- 9 750	- 9 750	- 23 091	0	0	- 23 091
- Repayment of liabilities		- 619 935	- 619 935	0	- 365 398	- 222 437	- 587 835
<i><b>Financing activities without cash settlement:</b></i>							
- Reclassification 1st year`s instalments	0	0	0	0	0	0	0
- Reclassifications <sup>1)</sup>	1 088 735	- 1 088 735	0	0	- 1 097 213	1 097 213	0
- Equity component of convertible bond (less transaction costs)			0	- 270 318	0	0	- 270 318
- Currency translation differences			0		5 421	0	5 421
- Other transactions without cash settlement	3 039	1 272	4 311	21 024	5 604	0	26 628
- Derecognition from deconsolidation of Hexagon Purus <sup>2)</sup>			0	- 527 615	- 30 554	- 982	- 559 151
<b>Liabilities as of 31 December</b>	<b>1 091 773</b>	<b>201 498</b>	<b>1 293 271</b>	<b>0</b>	<b>0</b>	<b>1 108 468</b>	<b>1 108 468</b>

1) Hexagon's debt facilities with its banking partners, DNB and Danske Bank, were due to its less-than-12-month maturity, classified and presented as current as of 31 December 2023. On 30 April 2024, Hexagon renewed its debt facilities, and the bank loans have thus been reclassified and presented as non-current since then.

The principal loan financing facility in Hexagon Composites ASA is a Senior Secured bilateral facility with DNB Bank and Danske Bank. Following the renewal of the debt facilities on 30 April, the overall size of the committed facility increased by NOK 500 million, to NOK 2 200 million, comprising a term loan of NOK 1 100 million, an overdraft facility of NOK 250 million, and a multi-currency revolving credit facility (RCF) of NOK 850 million. The main tenor is for 3 years with extension of 1 +1 years available in relation to the term loan and RCF. As of quarter-end, total drawings amounted to NOK 1 100 million excluding amortized transaction costs of 9.8 million. Unused credit facilities were NOK 899 million.

All financial covenants related to the financing facility agreement were compliant per quarter-end.

2) As a result of the deconsolidation of Hexagon Purus as described in note 13, Hexagon Purus' interest-bearing debt as of 29 June 2023, consisting mainly of the debt component of a NOK 800 million convertible bond, was derecognized from the group accounts of Hexagon Composites, and is thus only present in the comparable table for 2023.

## Note 10: Financial instruments

For financial instruments that are recognized at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by reassessing categorization at the end of each reporting period.

### Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

**Level 1:** Quoted (unadjusted) prices in active markets for identical assets or liabilities

**Level 2:** Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

**Level 3:** Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data

There were no transfers from one level to another in the measurement hierarchy from 2023 to the end of the current quarter of 2024. Hexagon Group has no items defined as level 1. Set out below is a comparison of the carrying amount and the fair value of financial instruments as of the current balance sheet date and 31 December 2023.

(NOK 1000)	Level	31 December 2024		31 December 2023	
		Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets:</b>					
Other non-current financial assets <sup>1)</sup>	2	209 915	209 915	125 667	125 667
Other current financial assets <sup>2)</sup>	2	120 000	120 000	0	0
<b>Total financial assets</b>		<b>329 915</b>	<b>329 915</b>	<b>125 667</b>	<b>125 667</b>
<b>Financial liabilities:</b>					
Non-current contingent liabilities	3	1 091 773	1 100 000	0	0
Other non-current financial liabilities (cross currency swap)	3	451 737	451 737	0	0
Current interest-bearing liabilities	2	201 498	201 498	1 108 468	1 111 255
Other current financial liabilities <sup>3)</sup>	2	62 758	62 758	376 909	376 909
<b>Total financial liabilities</b>		<b>1 807 766</b>	<b>1 815 992</b>	<b>1 485 376</b>	<b>1 488 164</b>

*1) Other non-current financial assets of NOK 209.9 million relate largely to convertible bond investment in Hexagon Purus of NOK 177.1, fair value on interest rate swaps of NOK 26.8 million and other minor investments of NOK 6.0 million.*

*2) Other current financial assets of NOK 120 million relate to contingent consideration related to the sale of Hexagon Ragasco.*

*3) Other current financial liabilities of NOK 62.8 million relate to the negative fair value of a total return swap (TRS) of NOK 199.8 million net of margin payments of NOK 137.0 million*

On 29 June 2023, Hexagon Composites entered into a total return swap (TRS) with financial exposure to 13 839 872 shares in Hexagon Purus ASA, representing 5% of the total outstanding shares in Hexagon Purus ASA. The total return swap gives Hexagon Composites financial exposure to any change in the fair value of the underlying 13 839 872 shares from the initial amount of NOK 19.80 per share. The TRS is classified as a financial derivative with changes in fair value to be recognized through profit or loss. At the end of the quarter, the fair value of the TRS was NOK -199.8 million.

## Note 11: Share-based payment

### Share-based payment in Hexagon Composites ASA

The Company has a performance share units program (PSUs) and a restricted share units program (RSUs) covering certain employees in senior positions.

### Performance share unit programs (PSUs)

All PSUs are non-transferable and will vest subject to satisfaction of the applicable vesting conditions (fulfilling revenue, group EBITDA and share price targets). The actual number of PSUs vested will depend on performance and vary from minimum zero to the maximum awarded PSUs in each program. Each vested PSU will give the holder the right to receive one share in the Company at an exercise price corresponding to the par value of the shares being NOK 0.10.

### Restricted share unit programs (RSUs)

The RSUs are subject to continued employment three years after date of grant, and each participant will at such time receive such number of Hexagon shares as corresponds to the number of RSUs allocated to them.

Share-based payment programs	PSUs (maximum)	RSUs
<b>Outstanding 1 January 2024</b>	<b>8 476 437</b>	<b>524 527</b>
Granted during the year	5 480 154	157 000
Instruments exercised	- 1 024 375	- 91 132
Instruments lapsed/cancelled/adjusted	- 2 825 801	- 156 841
<b>Outstanding 31 December 2024</b>	<b>10 106 415</b>	<b>433 554</b>
Exercise price (NOK) (in the case of new shares issued)	0.10	0.10
Expected lifetime (years)	3 years	3 years
Weighted average exercised share price (NOK) during the year	18.46	39.15

The fair value of the PSUs and RSUs was calculated on the grant date, based on the Black-Scholes model, and the cost is recognized over the service period. Cost associated with the programs were NOK 49.2 million YTD per 31 December 2024. The cost in the fourth quarter was NOK 13.5 million. The fair value of all outstanding PSUs (maximum 10,106,415) and RSUs (433,554) is estimated to NOK 68.9 million per 31 December 2024.

In addition to the above-mentioned instruments, the Company has issued bonus arrangements to certain executives within the Group. The bonus arrangements are dependent upon the share price development of Hexagon Purus ASA and is converted to a given number of cash settlement options in Hexagon Purus ASA, for the purpose of calculating quarterly fair values using the Black-Scholes model. These cash settlement arrangements involved total expenses of NOK -4.0 million YTD 31 December 2024. Expenses in the fourth quarter were NOK - 1.8 million. Remaining unamortized accrual is estimated to MNOK 0.1 as of 31 December 2024.

## Note 12: Investments in associates

List of associated companies	Country	Business segment	Acquisition / recognition	Ownership 31.12.2023	Ownership 31.12.2024	Accounting method
Hexagon Purus ASA	Norway	Other	20 June 2023	38.4%	38.4%	Equity method
Worthington Cylinders Austria GmbH ("SES")	Austria	Other	29 May 2024	n/a	49.0%	Equity method
Cryoshelter BioLNG GmbH ("Cryoshelter")	Austria	Agility	1 August 2022	40.0%	40.0%	Equity method

### Income statement reconciliation

	Hexagon Purus		Sustainable Energy Solutions (SES)		Cryoshelter		Total	
(NOK 1000)	2024	2023	2024	2023	2024	2023	2024	2023
Share of profit after tax	- 426 161	- 143 520	- 23 405		- 43 785	- 17 949	- 493 351	- 161 469
PPA amortizations	- 24 896	- 12 448	0		- 2 704	- 2 657	- 27 600	- 15 105
Impairment	- 312 000	- 702 000			- 243 847		- 555 847	- 702 000
<b>Total profits/losses and other gains/losses from investments in associates per 31 December</b>	<b>- 763 057</b>	<b>- 857 968</b>	<b>- 23 405</b>	<b>0</b>	<b>-290 336</b>	<b>- 20 606</b>	<b>- 1 076 798</b>	<b>- 878 574</b>

### Balance sheet reconciliation

	Hexagon Purus		Sustainable Energy Solutions (SES)		Cryoshelter		Other associates <sup>1)</sup>		Total	
(NOK 1000)	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
<b>Carrying value as of 1 January</b>	<b>1 225 107</b>	<b>0</b>	<b>0</b>		<b>0</b>	<b>20 243</b>	<b>0</b>	<b>33 029</b>	<b>1 225 107</b>	<b>53 272</b>
Purchase of shares	398 542		125 037						523 579	0
Share capital contributions							29 305		0	29 305
Reclassification of loans classified as net investment in the associate					100 102				101 102	0
Loans classified as net investment in the associate provided in the period					190 234				190 234	0
Fair value recognition of remaining shareholding		2 378 695							0	2 378 695
Sale of shares		- 274 029							0	- 274 029
Share of profit after tax incl. PPA amortizations	- 451 057	- 155 968	- 23 405		- 46 489	- 20 606	- 4 402		- 520 951	- 180 976
Share of other comprehensive income	46 979	- 21 590							46 979	- 21 590
Derecognition following deconsolidation							- 57 804		0	- 57 804
Impairment	- 312 000	- 702 000			- 243 847				- 555 847	- 702 000
Currency translation effects			- 128			363	- 128		- 128	235
<b>Carrying value as of 31 December</b>	<b>907 571</b>	<b>1 225 107</b>	<b>101 505</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1 009 075</b>	<b>1 225 107</b>
<i>Fair value (if there is a quoted market) as of 31 Dec</i>	<i>921 641</i>	<i>1 184 171</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>		

1) Other associates relate to associated companies of Hexagon Purus, which due to the deconsolidation in June 2023, were derecognized in full.



### Cryoshelter BioLNG

In addition to its equity investment in Cryoshelter BioLNG of NOK 24 million made in August 2022, Hexagon has provided the company with loans and convertible loans, which as of 31 December 2024 amounted to NOK 290.3 (100.1) million including accumulated interests. These loans have, due to an amendment to the loan agreement made in 2024 with effect from 1 January 2024, been considered in substance a part of Hexagon's net investment in the associate. Consequently, the loan balance as of 1 January 2024 of NOK 100.1 million was reclassified from being classified as a separate financial asset to being classified and accounted for as a net investment in the associate, while loans provided in 2024 have been recognized as increased net investments in the associate. Hexagon's share of losses in Cryoshelter BioLNG amounted to NOK 46.5 million in 2024 with a pre-impairment carrying amount of the net investment in Cryoshelter BioLNG of NOK 243.8 million. Due to the prevailing uncertainty related to the market outlook and the regulatory environment (especially in Europe) for Cryoshelter's technology and product offering, Hexagon has concluded to impair its investment in Cryoshelter to zero as of 31 December 2024.

### Sustainable Energy Solutions (SES)

On 29 May 2024, Hexagon acquired 49% of the shares in Worthington Cylinders Austria GmbH (parent company of the SES business), a leading European supplier of high-pressure cylinders and systems for storage and distribution of compressed natural gas, hydrogen and industrial gases, with production facilities in Austria, Poland and Germany. Following the transaction, Worthington Enterprises as seller retained 49% of the shares while senior executives of SES hold the remaining 2%. Based on the substance of the share-purchase agreement and the shareholders' agreement entered into as a part of the transaction, no single shareholder will have control over the company, nor will the shareholders have joint control over the company. Consequently, Hexagon has concluded it has significant influence over the company and has accounted for the investment as an associate by use of the equity method.

The acquisition of SES was concluded based on an enterprise value of SES of EUR 18.4 million on a 100% basis, which, after adjusting for net debt and net working capital items, translated to an equity value of EUR 20.8 million. HEX' investment amounted to EUR 10.2 million for 49% of the shares, equating to NOK 116.9 million excluding transaction costs. Transaction costs directly associated with the acquisition of the shares amounted to NOK 8.1 million. These transaction costs have been capitalized and added to the carrying amount of the investment.

In accounting for the acquisition of SES, Hexagon performed a "notional" purchase price allocation (PPA) whereby assets and liabilities of the associate were identified and valued. The PPA showed that Hexagon's share in the fair value of identifiable net assets exceeded the cost of the investment, i.e., a bargain purchase gain. As the carrying amount of the investment would be stated at an amount greater than its cost after the recognition of the bargain purchase gain, the investment was immediately tested for impairment. Hexagon concluded that its purchase price represented the recoverable amount of the investment and consequently adjusted the carrying amount at the time of initial recognition to the purchase price. As these impacts offset each other, they have consequently been netted in the statement of income and effectively eliminated the bargain purchase gain.

### Hexagon Purus

#### Initial recognition as associated company on 29 June 2023

Following loss of control and deconsolidation of Hexagon Purus as a subsidiary effective from 29 June 2023, Hexagon Composites' investment in Hexagon Purus has been accounted for as an associated company applying the equity method. On 29 June 2023, following the dividend-in-kind decision, Hexagon Composites' ownership in Hexagon Purus was effectively reduced to 43.4%. The initial recognition and measurement of Hexagon Purus under the equity method amounted to NOK 2 379 million, representing 43.4% of the fair market value of Hexagon Purus on 29 June. Furthermore, on 29 June, Hexagon Composites sold 13.8 million Hexagon Purus shares and simultaneously entered into a total return swap (TRS) representing 5% of the total outstanding shares in Hexagon Purus. The transaction was closed at NOK 19.80 per share for a total consideration of NOK 274 million. Based on the substance of the agreements and the circumstances for the sale, the sale of shares associated with the TRS agreements was accounted for as a reduction in ownership of an associate. Since the sale of shares under the TRS agreement was made subsequently on the same date as the loss-of-control event, the sale represented a zero-gain transaction. From 29 June and onwards, Hexagon Composites accounts for 38.4% of the profits/losses in Hexagon Purus via the equity method in addition to amortizations of fair value/PPA-adjustments. See also note 13 for further information related to the deconsolidation of Hexagon Purus. The table below shows the purchase price allocation of Hexagon Purus as of 29 June 2023.

	(NOK 1000)	Hexagon Purus 100% basis	Hexagon share		
	Ownership %		38.4%		
	Number of shares	276 797 456	106 296 223		
	Share price (NOK / share)	19.80	19.80		
<b>a</b>	<b>Market value of equity as of 29 June 2023</b>	<b>5 480 590</b>	<b>2 104 665</b>		
	Book values as of initial recognition 29 June 2023				
	Non-current assets	1 917 324	736 294		
	Current assets	1 900 183	729 712		
	Non-current liabilities	738 189	283 481		
	Current liabilities	731 115	280 764		
<b>b</b>	<b>Book value of equity as of 29 June 2023</b>	<b>2 348 204</b>	<b>901 761</b>		
<b>a – b</b>	<b>Fair value adjustments / PPA-adjustments:</b>	<b>3 132 386</b>	<b>1 202 904</b>		
	- hereof intangible assets	778 206	298 848	25%	Lifetime: 7 – 15 years
	- hereof goodwill	2 354 180	904 056	75%	Lifetime: Indefinite

#### Impairment testing of Hexagon Purus

During the last one and a half years, Hexagon Purus has experienced a significant decline in its market value. As of 31 December 2024, the Hexagon Purus share price closed at NOK 5.60 per share, translating to a fair value of Hexagon's share in Hexagon Purus of NOK 922 million. Compared to the share price as of the date of Hexagon's initial fair value recognition of Hexagon Purus as an associated company (29 June 2023) of NOK 19.8/share, this represents more than 70 per cent decline. Comparable peer companies within the hydrogen and battery sector have experienced similar share price developments in the same period.

In the fourth quarter of 2023, Hexagon performed an impairment test of its investment in Hexagon Purus which, based on a value-in-use-calculation, resulted in an impairment of NOK 702 million and an adjusted carrying value of NOK 1 225 million (equating to NOK 11.5 per share) as of 31 December 2023. Considering Hexagon's equity method accounting of Hexagon Purus during 2024, and Hexagon's pro-rata participation in Hexagon Purus equity raise in November 2024, the carrying value of the investment as of 31 December 2024 ended at NOK 1 220 million pre impairment. Due to the adverse share price development in Hexagon Purus particularly in the fourth quarter of 2024, and into 2025, Hexagon performed an impairment test of its investment as of 31 December 2024 which resulted in a recoverable amount of NOK 908 million (approximately NOK 5.60 per share), based on the market value of Hexagon Purus as of 31 December 2024, and an impairment charge of NOK 312 million.

## Note 13: Changes to the Group structure

### Sale and deconsolidation of Hexagon Ragasco on 3 June 2024

On 29 May 2024, Hexagon announced an agreement with Worthington Enterprises for the sale of 100% of the shares in Hexagon Ragasco - the Group's LPG composite cylinder business. The sale transaction closed on 3 June 2024, representing the date when control was lost. The transaction was settled based on an enterprise value of NOK 1 050 million and depending on the full year 2024 EBITDA performance of Hexagon Ragasco, the enterprise value may be adjusted between minus NOK 50 million to plus NOK 100 million. These potential adjustments represent contingent considerations which have been assessed and accounted for by using management's best estimates. Based on the EBITDA criteria for the contingent considerations, Hexagon management concluded to base the consideration at closing of NOK 1 050 in enterprise value, equating to an estimated purchase price for the shares, after adjusting for net debt and net working capital (post-closing adjustments), of NOK 987 million.

The sale transaction yielded a net accounting gain of NOK 675 million, which is further depicted below.

#### Gain from sale of Hexagon Ragasco as of 3 June 2024

(NOK 1000)

	Fair value of consideration paid in cash at closing	944 200
	Fair value of subsequent consideration post-closing	- 7 685
	Fair value of contingent consideration <sup>1)</sup>	50 000
<b>a)</b>	<b>Total consideration for the shares in Hexagon Ragasco</b>	<b>986 515</b>
<b>b)</b>	<b>Derecognition book value of net assets (equity) in Hexagon Ragasco</b>	<b>260 475</b>
<b>c)</b>	<b>Reclassification of negative FX translation differences from OCI to profit/loss related to Hexagon Ragasco</b>	<b>- 10 693</b>
<b>a-b+c)</b>	<b>Gross gain from sale of Hexagon Ragasco</b>	<b>715 347</b>
	Income tax from sale of Hexagon Ragasco	0
	Transaction costs <sup>2)</sup>	- 40 107
	<b>Net gain from deconsolidation of Hexagon Ragasco (as reported)</b>	<b>675 240</b>

<sup>1)</sup> The contingent consideration is payable in March 2025 subject to Hexagon Ragasco meeting the associated EBITDA target for 2024.

<sup>2)</sup> Transaction costs include fees to financial and legal advisors of NOK 24.4 million as well as cash settlements of share-based payment instruments and bonuses to management and employees of Hexagon Ragasco of NOK 15.7 million.

### Deconsolidation of Hexagon Purus on 29 June 2023

On 29 June 2023, the Board of Hexagon Composites decided to use its mandate from the extraordinary general meeting on 28 June 2023, to distribute 69,2 million shares in Hexagon Purus ASA ("Hexagon Purus") as dividend in kind to its shareholders. The distribution represented 25% of the total outstanding shares in Hexagon Purus and effectively reduced Hexagon's ownership in Hexagon Purus from 68,4% to 43,4%. On the same day and subsequent of the Board meeting, Hexagon sold and entered into total return swap (TRS) agreements with its Nordic Banking Partners, representing 5% of the total outstanding shares in Hexagon Purus, or 13,8 million shares. Since 29 June 2023, Hexagon has held 38,4% of the voting rights (106,3 million shares) in Hexagon Purus and a total return swap of 5% (13.8 million shares).

Following the above-mentioned events, Hexagon management made a reassessment of its control consideration in Hexagon Purus, and after considering all relevant facts and circumstances, management concluded that control was lost as of 29 June 2023. Key factors pertaining to this conclusion were the reduced voting right in itself coupled with an irrevocable public statement from the Board of Hexagon Composites which effectively limits Hexagon's Board influence and power in the Board of Purus to a non-controlling party for the foreseeable future. See the full statement from the Board of Hexagon Composites in the stock exchange announcement from 29 June, <https://newsweb.oslobors.no/message/594467>

As a result of the loss of control in Hexagon Purus on 29 June 2023, Hexagon derecognized all assets and liabilities, including non-controlling interests, associated with Hexagon Purus as of 29 June 2023. The table below shows the one-off accounting gain resulting from the deconsolidation.

<b>Gain from deconsolidation of Hexagon Purus as of 29 June 2023</b>	
<b>(NOK 1000)</b>	
Fair value of Hexagon Purus shares distributed as dividend in kind (69 164 402 shares x NOK 19.80 per share)	1 369 455
Fair value recognition of retained Hexagon Purus shares as associated company (120 136 095 shares x NOK 19.80 per share)	2 378 695
<b>a) Total consideration of Hexagon Composites' share in Hexagon Purus</b>	<b>3 748 150</b>
Derecognition book value of net assets equity) in Hexagon Purus	2 348 204
Derecognition book value of non-controlling interests related to Hexagon Purus	- 834 841
<b>b) Total book values related to Hexagon Purus derecognized</b>	<b>1 513 363</b>
<b>c) Reclassification of positive FX translation differences from OCI to profit/loss related to Hexagon Purus</b>	<b>118 307</b>
<b>a-b+c) Gross gain from deconsolidation of Hexagon Purus</b>	<b>2 353 094</b>
Income tax from deconsolidation of Hexagon Purus	0
Transaction costs	1 792
<b>Net gain from deconsolidation of Hexagon Purus (as reported)</b>	<b>2 351 302</b>

Since 29 June 2023, Hexagon Purus has been classified as an associated company and accounted for by use of the equity method. See note 12 for further details on the equity method accounting of Hexagon Purus.

## Note 14: Discontinued operations

The after-tax profit or loss from discontinued operations relate to Hexagon Ragasco which was sold to Worthington Enterprises on 3 June 2024 and Hexagon Purus which was deconsolidated as a subsidiary and operating entity on 29 June 2023. See also note 13 for further information. As both Hexagon Ragasco and Hexagon Purus represented separate major lines of business and separate segments within the Hexagon Group prior to the divestments, both components represent discontinued operations and have thus been presented as such.

The profit or loss from discontinued operations as presented in the statement of income are shown in the tables below. As Hexagon Ragasco was sold on 3 June 2024, the financials for 2024 in the tables below show only Hexagon Ragasco's financials up to 3 June 2024. Hence, the year-to-date figures for 2024 are not comparable with the same periods in 2023 and there are thus no quarterly figures for Hexagon Ragasco in Q3 2024. Similarly, as Hexagon Purus was deconsolidated as a subsidiary on 29 June 2023, there are no quarterly or year-to-date financials for Hexagon Purus in 2024. The financials for Hexagon Purus in the tables below show Hexagon Purus' figures up to 29 June 2023 only. Reference is made Hexagon Purus' quarterly financial reports for further information.

(NOK 1000)	Q4 2024 (n/a)			Q4 2023		
	Hexagon Ragasco	Hexagon Purus	Total disc. operations	Hexagon Ragasco	Hexagon Purus	Total disc. operations
<b>Total revenue and other operating income</b>				<b>170 509</b>		<b>170 509</b>
Cost of materials				69 950		69 950
Payroll and social security expenses				40 706		40 706
Other operating expenses				33 462		33 462
<b>Total operating expenses before depreciation</b>				<b>144 118</b>		<b>144 118</b>
<b>Operating profit before depr. and amort. (EBITDA)</b>				<b>26 391</b>		<b>26 391</b>
Depreciation, amortization, and impairment				9 930		9 930
<b>Operating profit (EBIT)</b>				<b>16 461</b>		<b>16 461</b>
Profit/loss from investments in associated companies				0		0
Other financial items (net)				- 8 838		- 8 838
<b>Profit/loss before taxes from discontinued operations</b>				<b>7 623</b>		<b>7 623</b>
Income tax expenses				- 7 209		- 7 209
<b>Profit/loss after taxes from discontinued operations</b>				<b>14 832</b>		<b>14 832</b>
Gain from sale/deconsolidation before taxes (note 13)	- 1 497	0	- 1 497	0		0
Income tax on gain from sale/deconsolidation				0		0
<b>Gain from sale/deconsolidation after taxes</b>	<b>- 1 497</b>	<b>0</b>	<b>- 1 497</b>	<b>0</b>		<b>0</b>
<b>Profit/loss after taxes from disc. operations reconciled to the income statement</b>	<b>- 1 497</b>	<b>0</b>	<b>- 1 497</b>	<b>14 832</b>		<b>14 832</b>

(NOK 1000)	FY 2024			FY 2023		
	Hexagon Ragasco	Hexagon Purus	Total disc. operations	Hexagon Ragasco	Hexagon Purus	Total disc. operations
<b>Total revenue and other operating income</b>	<b>263 111</b>		<b>263 111</b>	<b>678 703</b>	<b>573 544</b>	<b>1 252 246</b>
Cost of materials	98 433		98 433	268 229	334 830	603 059
Payroll and social security expenses	72 007		72 007	158 513	295 899	454 411
Other operating expenses	55 672		55 672	137 752	143 846	281 599
<b>Total operating expenses before depreciation</b>	<b>226 112</b>		<b>226 112</b>	<b>564 494</b>	<b>774 575</b>	<b>1 339 069</b>
<b>Operating profit before depr. and amort. (EBITDA)</b>	<b>37 000</b>		<b>37 000</b>	<b>114 209</b>	<b>- 201 031</b>	<b>- 86 823</b>
Depreciation, amortization, and impairment	17 690		17 690	38 632	58 756	97 388
<b>Operating profit (EBIT)</b>	<b>19 310</b>		<b>19 310</b>	<b>75 576</b>	<b>- 259 787</b>	<b>- 184 211</b>
Profit/loss from investments in associated companies	0		0	0	- 4 402	- 4 402
Other financial items (net)	- 1 096		- 1 096	7 206	- 40 395	- 33 189
<b>Profit/loss before taxes from discontinued operations</b>	<b>18 214</b>		<b>18 214</b>	<b>82 782</b>	<b>- 304 584</b>	<b>- 221 802</b>
Income tax expenses	3 927		3 927	9 697	- 2 984	6 712
<b>Profit/loss after taxes from discontinued operations</b>	<b>14 286</b>		<b>14 286</b>	<b>73 085</b>	<b>- 301 600</b>	<b>- 228 514</b>
Gain from sale/deconsolidation before taxes (note 13)	675 240		675 240	0	2 351 302	2 351 302
Income tax on gain from sale/deconsolidation	0		0	0	0	0
<b>Gain from sale/deconsolidation after taxes</b>	<b>675 240</b>		<b>675 240</b>	<b>0</b>	<b>2 351 302</b>	<b>2 351 302</b>
<b>Profit/loss after taxes from disc. operations reconciled to the income statement</b>	<b>689 526</b>		<b>689 526</b>	<b>73 085</b>	<b>2 049 703</b>	<b>2 122 788</b>



## Note 15: Events after the balance sheet date

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There were no significant events after the balance sheet date

## Share information

A total of 32,403,999 shares (Q3'24: 47,101,838 shares) in Hexagon Composites ASA were traded on the Oslo Stock exchange during the fourth quarter of 2024. In the quarter, the share price moved between NOK 38.10 (NOK 27.25) and NOK 48.80 (NOK 44.90), ending the quarter at NOK 45.50, giving a market capitalization of NOK 9.6 billion (NOK 9.3 billion) for the Company. For further investor information, refer to the investor section on [www.hexagongroup.com](http://www.hexagongroup.com).

# Terminology

## BAR

Unit of pressure. 1 millibar = 100 N/m<sup>2</sup>

## BIOGAS

Produced from raw materials such as agricultural waste, manure, municipal waste, plant material, sewage, green waste, or food waste

## BIO-LPG

Propane produced from renewable feedstocks such as plant and vegetable waste material

## BEV

Battery Electric Vehicle

## CHASSIS

The base frame of a car, carriage, or other wheeled vehicle

## CHG

Compressed Hydrogen Gas

## CNG

Compressed Natural Gas

## CO<sub>2</sub>

Carbon Dioxide

## COMPOSITE

Combination of glass/carbon fiber and thermosetting plastic, exploiting the malleability of the plastic and the stiffness and strength of the glass/ carbon fiber

## EBIT

Earnings before interests and taxes

## EBITDA

Earnings before interest, taxes, depreciation, and amortization

## EV

Electric Vehicle

## FCEV

Fuel Cell Electric Vehicle

## GHG

Greenhouse Gas

## GVW

Gross Vehicle Weight

## HDV

Heavy-Duty Vehicle

## H<sub>2</sub>

Hydrogen, light, colorless gas (Symbol H), produced on an industrial scale

## JOINT VENTURE

Legally signed contractual agreement whereby two or more parties undertake an economic activity

## LDV

Light-Duty Vehicle

## LNG

Liquefied Natural Gas

## LPG

Liquefied Petroleum Gas (propane gas)

## MOBILE PIPELINE®

Gas distribution products

## NGV

Natural Gas Vehicle

## OEM

Original Equipment Manufacturer

## X-STORE®

High-pressure composite cylinder for bulk transportation and storage of CNG

#### RNG

Renewable Natural Gas Pipeline compatible gaseous fuel derived from biogenic or other renewable sources that has lower lifecycle carbon dioxide equivalent (CO<sub>2</sub>- eq) emissions than geological natural gas

#### SCBA CYLINDER

Self-contained breathing apparatus

#### SCM3

Standard cubic meters. Unit for volumetric measurement of oil, natural gas and natural gas condensate at standard conditions defined in the ISO standard ISO 13443

#### TITAN®

High-pressure composite cylinder for bulk transportation and storage of CNG

#### TUFFSHELL®

High-pressure CNG cylinder for heavy duty vehicles

#### TYPE 1

Steel cylinder

#### TYPE 2

Steel cylinder, composite-reinforced

#### TYPE 3

Composite cylinder with metal liner

#### TYPE 4

Composite cylinder with polymer liner

#### U.S. DOT

U.S. Department of Transportation

## Forward looking statements

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Hexagon Composites ASA  
Korsegata 4B, 6002 Ålesund, Norway  
[www.hexagongroup.com](http://www.hexagongroup.com)