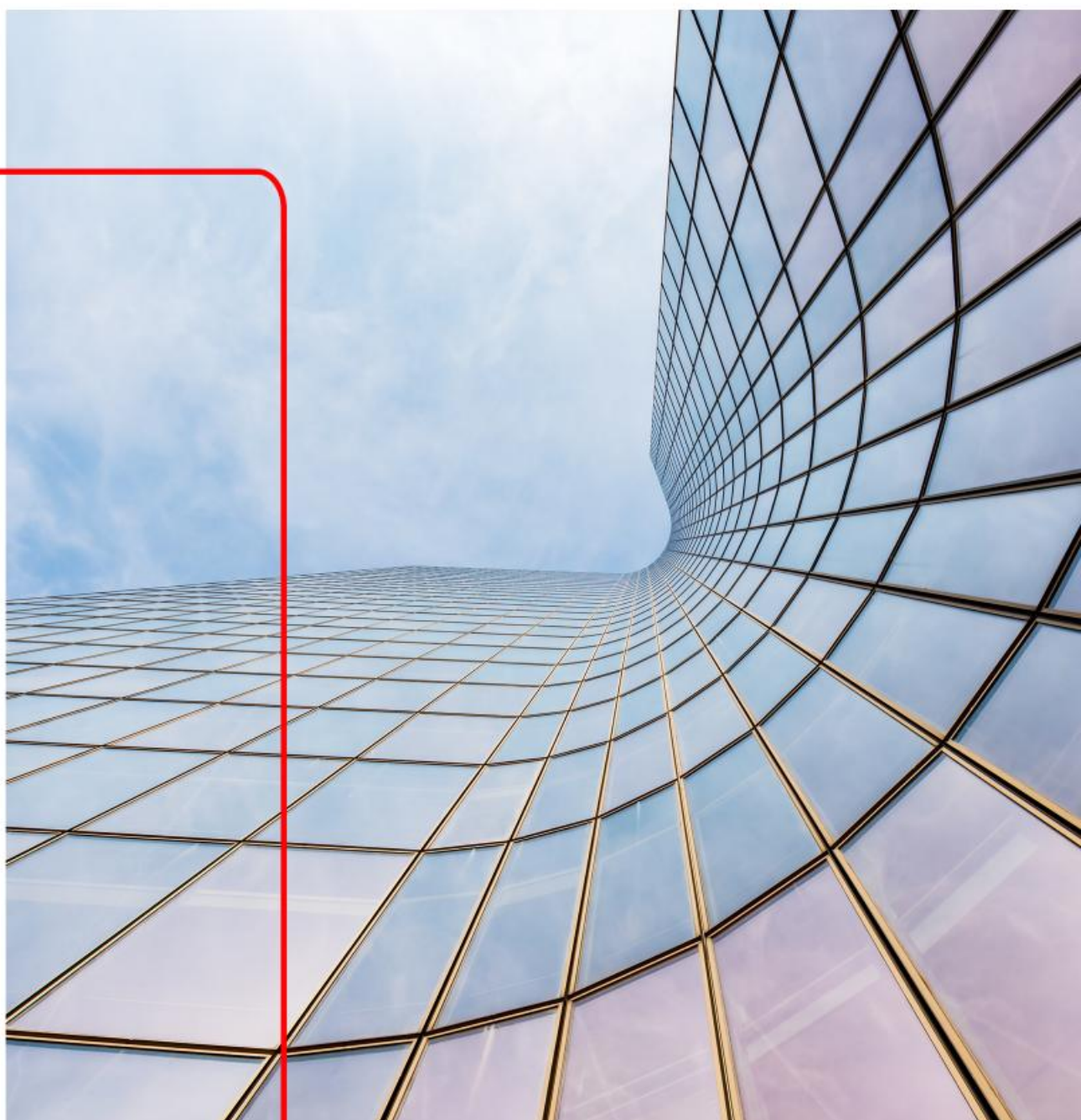




Second quarter and half year report 2026



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Highlights 2nd quarter 2026

- Elkem's transformation is ahead of target, with organisational streamlining completed and cost reductions progressing as planned.
- Balance sheet strengthening measures complete, including NOK 1.8 billion in new equity and refinancing of main bank facilities.
- Significant net debt reductions and improved leverage.
- Elkem is pursuing strategic portfolio options, Elkem Iceland reclassified as discontinued operations.
- Silicon Products remained affected by difficult market conditions, yet performance improved from the first quarter. Carbon Solutions sustained good performance despite soft markets.
- Dag Teigland has been appointed new CEO from 3 August 2026. Teigland has over two decades of industrial experience, including previous Elkem leadership roles.

Key figures⁽¹⁾

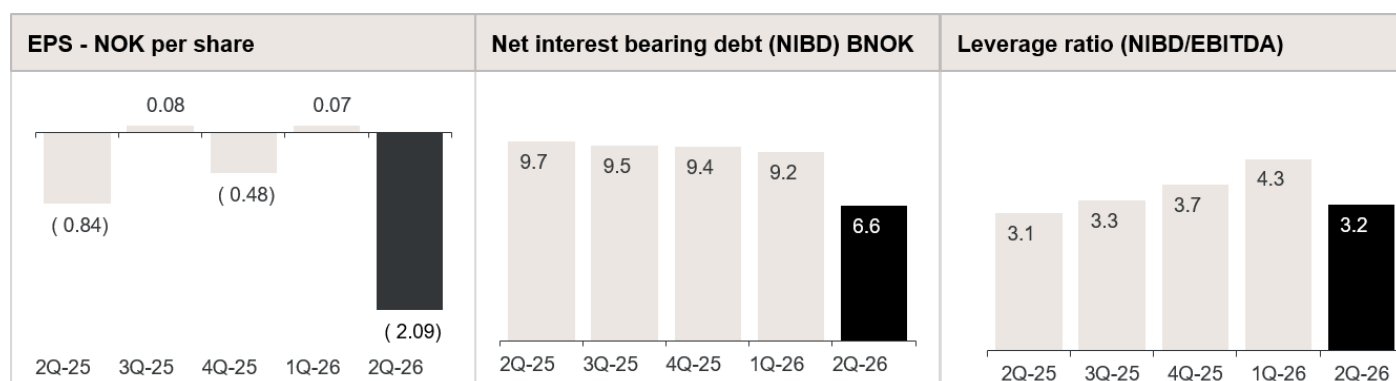
<i>(NOK million, except where specified)</i>	2Q 2026	2Q 2025	YTD 2026	YTD 2025	FY 2025
Total operating income	3 708	3 864	7 369	7 693	14 966
EBITDA	523	645	839	1 369	2 566
EBITDA margin (%)	14 %	17 %	11 %	18 %	17 %
EBIT ⁽²⁾	300	435	401	947	1 685
Profit (loss) for the period ⁽³⁾	(768)	(308)	(741)	(520)	(668)
Earning per share (EPS) (NOK per share) ⁽⁴⁾	(2.09)	(0.84)	(2.01)	(1.41)	(1.82)
Equity ratio (%)	44 %	50 %	44 %	50 %	51 %
Net interest-bearing debt (NIBD)	6 593	9 718	6 593	9 718	9 434
Cash flow from operations	733	325	947	424	1 311
ROCE - annualised (%)	8 %	8 %	4 %	11 %	9 %

1)The financial information is unaudited, and reflect Elkem's continued operations excluding Iceland, Roussillon, Yongdeng and India

2)Operating profit before other items and hedge adjustments

3)Owner's share of profit (loss) for the period

4)EPS is based on current number of issued shares



Second quarter 2026 – Driving cost improvements and deleveraging

Elkem reported an EBITDA of NOK 523 million for the second quarter 2026, a decline from NOK 645 million in the corresponding quarter last year. The reduction was mainly explained by lower sales prices for silicon. Elkem's transformation continues to build momentum. The organisational streamlining is completed and cost reductions are on track and ahead of target. Measures to strengthen the balance sheet have been successfully concluded. Elkem raised NOK 1.8 billion in new equity and refinanced its main bank facilities.

Elkem's total operating income for the second quarter 2026 was NOK 3 708 million, which was down 4 per cent from the second quarter 2025. Earnings before interest, taxes, depreciation and amortisation (EBITDA) was NOK 523 million, down 19 per cent from the corresponding quarter last year. Earnings per share (EPS) was NOK (2.09) based on the current number of issued shares. EPS YTD-June amounted to NOK (2.01) due to fair value adjustment related to discontinued operations. EPS for continued operations was NOK (0.15) in the quarter.

The Silicon Products division was impacted by low prices for silicon and ferrosilicon, yet the EBITDA improved quarter-on-quarter, partly as a result of production resuming at the Elkem Rana and Elkem Salten plants. The EU safeguard measures introduced on imports of ferroalloys in November 2025 have so far had limited impact on prices, reflecting weak demand and continued substitution risk. Prices are expected to gain as ferroalloy supply may tighten following the EU's decision to decrease tariff-free steel quotas and double tariffs beyond the quotas as of 1 July 2026. Silicon Products reported a total operating income of NOK 2 946 million, a reduction of 4 per cent compared to the second quarter last year, while the EBITDA declined 28 per cent year-on-year. Carbon Solutions reported an EBITDA of NOK 172 million, down 29 per cent from the second quarter last year. The lower EBITDA was mainly due to lower sales volume and lower average sales prices.

Elkem Iceland's performance has been weak since 2024, driven by a structurally higher cost base compared to other Elkem plants. Strategic options are being assessed and Elkem Iceland has been reclassified as discontinued operations.

Elkem initiated significant cost-reduction measures as of March 2026, to improve productivity and maintain a strong cost position. The initial target was to reduce the global workforce by approximately 300 FTEs. Once completed, the programme will have exceeded the target, nearing a reduction of 400 FTEs. The target is to deliver annual savings of more than NOK 600 million. In addition, Elkem is targeting a working capital reduction of NOK 1 000 million. By the end of the second quarter, working capital reductions amounted to NOK 841 million from year-end 2025. Investments will be capped at a maximum of NOK 1 000 million for the year. Total investments YTD-June stood at NOK 304 million.

Elkem completed a NOK 1 800 million equity raise in the second quarter and refinanced its main bank facilities of EUR 1 000 million. In addition, Elkem has obtained a loan of NOK 750 million from the Nordic Investment Bank (NIB) on attractive conditions with a tenor of 10 years. Combined, these transactions have materially strengthened Elkem's financial position

Elkem equity as at 30 June 2026 amounted to NOK 12 628 million, which gave a ratio of equity to total assets of 44 per cent. Net interest-bearing debt was NOK 6 593 million, which gave a ratio of net interest-bearing debt to EBITDA of 3.2x. Elkem had cash and cash equivalents of NOK 4 876 million as at 30 June 2026, and undrawn credit lines of more than NOK 4 500 million.

In the second quarter, Elkem and Statkraft signed a new long-term power purchase agreement (PPA). The PPA is for the 2031-2037 period, and the total contract volume is 1 534 GWh. The agreement secures competitive and predictable electricity supply for Elkem's plant in Bjølvfossen, Norway. Elkem has a strong portfolio of long-term power contracts in Norway, and this agreement is a significant contribution to the extension of the portfolio.

On 2 July 2026, Elkem announced the appointment of Dag Teigland as CEO by the board of directors, effective 3 August 2026. Aasen will step down from his role as CEO and assume the position of chairman of the board. Teigland brings over two decades of industrial and investment experience, and also has prior experience from Elkem, where he held several leadership roles between 1998 and 2002. Teigland's annual base salary will be NOK 5 800 000. He will also be eligible for a short-term incentive of up to 50 per cent of base salary and a long-term incentive in line with the board of directors' guidelines on determination of salary and other remuneration for leading personnel.

Trade regulations and protective measures are expected to continue affecting Elkem's markets, and could support a recovery in demand and prices in the EU. Elkem's cost reduction programme will continue to contribute positively to the results from the third quarter and onwards. Silicon Products is still experiencing challenging market conditions. The underlying profitability is improving, but third quarter is expected to be impacted by seasonally lower activity. Carbon Solutions expects generally stable financial performance in the third quarter.

From the third quarter 2026, Elkem will report on the new divisional structure, i.e. Elkem Silicon, Elkem Foundry Alloys and Elkem Carbon.

Financial review

Group results

KEY FIGURES	2Q 2026	2Q 2025	YTD 2026	YTD 2025	FY 2025
<i>NOK million</i>					
Total operating income	3 708	3 864	7 369	7 693	14 966
EBITDA	523	645	839	1 369	2 566
EBIT	300	435	401	947	1 685
Other items	(89)	75	(76)	126	262
Net financial items	(227)	(452)	144	(611)	(769)
Profit (loss) before income tax	(45)	(5)	299	325	913
Income tax (expenses) benefits	(24)	25	(104)	(98)	(239)
Profit (loss) for the period from continued operations	(69)	20	194	227	674

Quarter

Elkem reported total operating income of NOK 3 708 million in 2Q-2026, representing a 4% reduction from NOK 3 864 million in the second quarter last year. Both Silicon Products and Carbon Solutions reported a reduction in operating income. For Silicon Products the decline was mainly driven by lower sales prices, which was partly offset by higher sales volumes. For Carbon Solutions the decline was mainly explained by lower sales volume and lower average sales prices.

The EBITDA for 2Q-2026 was NOK 523 million, which was down 19% from NOK 645 million in the corresponding quarter last year. Silicon Products reported lower EBITDA as the division was impacted by continued low prices for silicon and ferrosilicon. The EBITDA improved quarter-on-quarter, partly as a result of production resuming at the Elkem Rana and Elkem Salten plants. Carbon Solutions reported an EBITDA of NOK 172 million, down 29% from the second quarter last year, mainly due to lower sales volume and lower average sales prices, which was partly countered by cost reductions.

Elkem Iceland's performance has been weak since 2024, reflecting a structurally higher cost base compared to other Elkem plants. Strategic options are being assessed, including a potential sale. Elkem Iceland has therefore been reclassified as discontinued operations and assets held for sale.

EBIT for 2Q-2026 was NOK 300 million, which was a reduction from NOK 435 million in 2Q-2025.

Other items include fair value changes from commodity contracts, gains (losses) on embedded derivatives in power contracts, value changes from currency forward contracts and other income and expenses. Other items amounted to NOK (89) million in 2Q-2026, compared to NOK 75 million in 2Q-2025. Other items consisted of losses on power and currency derivatives NOK (50) million, currency gains of NOK 77 million, restructuring expenses of NOK (118) million and other items amounting to NOK 3 million.

Net financial items were NOK (227) million in 2Q-2026, compared to NOK (452) million in 2Q-2025. Net interest expenses amounted to NOK (86) million, a reduction from NOK (133) million in the same period last year. Losses on foreign exchange amounted to NOK (121) million, compared to a loss of NOK (316) million in 2Q-2025. Other financial items amounted to NOK (20) million.

The loss before income tax was NOK (45) million in 2Q-2026 compared to a loss of NOK (5) million in 2Q-2025.

Income tax expenses was NOK (24) million in the quarter consisting of various smaller items.

The loss for the period from continuing operations was NOK (69) million, compared to a profit of NOK 20 million in 2Q-2025. The loss for the period from discontinued operations was NOK (680) million. The owners of the parent's share of loss was NOK (768) million, which gave earnings per share (EPS) of NOK (2.09) in the quarter based on the on current number of issued shares. The EPS from continuing operations was NOK (0.15) in the quarter.

Year to date

The group's total operating income was NOK 7 369 million YTD-2026, which was down 4% from NOK 7 693 million YTD-2025. EBITDA YTD-2026 amounted to NOK 839 million, which was down 39% from NOK 1 369 million YTD-2025. Earnings per share (EPS) was NOK (2.01) YTD-June explained by fair value adjustment related to discontinued operations. The EPS from continuing operations was NOK 0.60 YTD-June.

Cash flow

CASH FLOW FROM OPERATIONS	2Q 2026	2Q 2025	YTD 2026	YTD 2025	FY 2025
<i>NOK million</i>					
EBIT	300	435	401	947	1 685
Amortisation, depreciation and impairment	223	210	438	421	880
Changes in working capital	386	(121)	377	(580)	(421)
Reinvestments	(171)	(203)	(271)	(373)	(848)
Equity accounted investments	(4)	4	2	8	15
Cash flow from operations	733	325	947	424	1 311
Other cash flow items	1 130	(405)	1 237	(1 735)	(2 601)
Change in cash and cash equivalents	1 863	(80)	2 184	(1 311)	(1 290)

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

Quarter

Cash flow from operations was NOK 733 million in 2Q-2026, compared to NOK 325 million in 2Q-2025. The improvement in cash flow from operations was mainly explained by working capital changes and lower reinvestments, which more than offset the reduction in EBIT.

Reinvestments were NOK (171) million in 2Q-2026, which amounted to 75% of depreciation and amortisation (D&A). Strategic investments were included in other cash flow items and amounted to NOK (21) million, a reduction from NOK (44) million in 2Q-2025. Elkem raised NOK 1 800 million in new equity in the second quarter. In total, other cash flow items amounted to NOK 1 130 million, including new equity and net changes in borrowings.

Change in cash and cash equivalents was NOK 1 863 million in 2Q-2026. Currency exchange differences were NOK 78 million. As at 30 June 2026, the total cash and cash equivalents amounted to NOK 4 876 million

Year to date

Cash flow from operations amounted to NOK 947 million YTD-2026, up from NOK 424 million YTD-2025, mainly explained by improved working capital and lower investments. Elkem's reinvestment target is 80-90% of depreciation and amortisation (D&A). Reinvestments YTD-2026 were NOK (271) million, which amounted to 61% of D&A. Strategic investments amounted to NOK (33) million YTD-2026.

Financial position

FINANCIAL POSITION	YTD 2026	YTD 2025	FY 2025
Total equity (NOK million)	12 628	23 965	24 026
Equity ratio (%)	44 %	50 %	51 %
EPS (NOK per share) ⁽¹⁾	-2.01	-1.41	-1.82
Net interest bearing debt (NOK million) ⁽²⁾	6 593	9 718	9 434
Leverage ratio based on LTMEBITDA (ratio)	3.2	3.1	3.7

(1) EPS is based on current number of issued shares

(2) Excluding receivables from related parties, loans to external parties, accrued interest income and non-current other restricted deposits

Quarter and year to date

Elkem's equity as at 30 June 2026 was NOK 12 628 million, which gave an equity ratio of 44%. The reduction in equity and equity ratio from 31. December 2025 was mainly explained by the deconsolidation of the Silicones division and the subsequent cancelation of Bluestar's shares.

Loss for the period YTD 2026 was NOK (748 million). Other changes in equity were NOK (362) million, mainly consisting of effects recognised through other comprehensive income. Elkem completed a NOK 1 800 million equity raise in the second quarter of which NOK 1 500 million was placed on 6 May through a bookbuilding process, followed by NOK 300 million in subsequent rights offering on 29 May.

Net-interest bearing debt as at 30 June was 6 593, which gave a leverage ratio of 3.2x. On 22 June, Elkem signed a new EUR 1 000 million loan facilities agreement with 10 relationship banks. The agreement comprises a EUR 600 million term loan and a EUR 400 million revolving credit facility (RCF), both with five-year tenors. The agreement includes two financial covenants: 1) equity ratio of minimum 30%, and 2) leverage ratio not to exceed 4.75x from 2Q-2026 to 1Q-2027 and 4.25x from 2Q-2027 onwards. Elkem has also obtained a NOK 750 million loan from the Nordic Investment Bank (NIB) on attractive terms and a tenor of 10 years. The loan will be disbursed in July 2026.

Segments

Silicon Products

KEY FIGURES	2Q 2026	2Q 2025	YTD 2026	YTD 2025	FY 2025
<i>MNOK except where indicated otherwise</i>					
Total operating income	2 946	3 066	5 864	6 054	11 836
EBITDA	319	443	506	953	1 764
EBITDA margin	11 %	14 %	9 %	16 %	15 %
Sales volume (thousand mt)	96	88	191	167	338

1) Excluding Microsilica and quartz

Quarter

Silicon Products reported total operating income of NOK 2 946 million in 2Q-2026, a reduction of 4% from NOK 3 066 in 2Q-2025. The decline was mainly driven by lower sales prices for silicon, partly offset by higher sales volumes.

The EBITDA was NOK 319 million, down 28% from the second quarter last year. The EBITDA was negatively impacted by lower sales prices, particularly for silicon metal. Elkem Iceland has been reclassified as discontinued operations.

Sales volume increased by 9% from the second quarter last year, with growth across all product lines and the strongest increase in silicon.

Year to date

The Silicon Products division reported total operating income of NOK 5 864 million YTD-2026, which was 3% lower than YTD-2025. The division reported an EBITDA of NOK 506 million, down 47% from NOK 943 million YTD-2025, mainly due to lower sales prices.

Carbon Solutions

KEY FIGURES	2Q 2026	2Q 2025	YTD 2026	YTD 2025	FY 2025
<i>MNOK except where indicated otherwise</i>					
Total operating income	741	854	1 463	1 715	3 272
EBITDA	172	242	336	503	908
EBITDA margin	23 %	28 %	23 %	29 %	28 %
Sales volume (thousand mt)	65	68	130	133	261

Quarter and year to date

Carbon Solutions reported total operating income NOK 741 million, down 13% from NOK 854 million in 2Q-2025. Lower operating income was mainly explained by lower sales volume and lower average sales prices.

The EBITDA was NOK 172 million, a reduction by 29% from NOK 242 million in the second quarter last year. The decline in EBITDA was mainly due to lower sales volume and lower average sales prices, partly countered by cost reductions.

Sales volume was down 4% compared to second quarter last year. Market conditions remain challenging due to continued idled capacity and low demand.

Year to date

Carbon Solutions reported total operating income of NOK 1 453 million YTD-2026, which was down 15% compared to YTD-2025. EBITDA YTD-2026 was NOK 336 million, down 33% from NOK 503 million YTD-2025. The reduction was mainly due to lower average sales prices and lower sales volume.

Outlook for the third quarter 2026

Trade regulations and protective measures are expected to continue affecting Elkem's markets, and could support a recovery in demand and prices in the EU. Elkem's cost reduction programme will continue to contribute positively to the results from the third quarter and onwards. Silicon Products is still experiencing challenging market conditions. The underlying profitability is improving, but third quarter is expected to be impacted by seasonally lower activity. Carbon Solutions expects generally stable financial performance in the third quarter.

From the third quarter 2026, Elkem will report on the new divisional structure, i.e. Elkem Silicon, Elkem Foundry Alloys and Elkem Carbon.

Responsibility statement from the board of directors and CEO

We confirm to the best of our knowledge, that the unaudited, condensed half-year financial statements for the period January 1 to June 30, 2026, have been prepared in accordance with IAS 34 Interim Financial Reporting, and gives a true and fair view of the Elkem Group's assets, liabilities, financial position, and result for the period. We also confirm to the best of our knowledge that the interim report for the first half of 2026 includes a true and fair view of important events that have occurred during the period and their impact on the condensed consolidated interim financial statements, the principal risks and uncertainties for the remaining half of 2026, and major related party transactions.

Oslo, 9 July 2026

Marianne E. Johnsen
Chair

Christian Must
Board member

Richard Olav Aa
Board member

Astrid Margrethe Hilde
Board member

Marianne Færøyvik
Board member

Terje Andre Hanssen
Board member

Helge Aasen
CEO, Elkem ASA

Interim financial statements

Condensed consolidated statement of profit or loss (unaudited)

Amounts in NOK million	Note	Second quarter		Year to date		Year
		2026	2025	2026	2025	2025
Revenue	2	3 551	3 841	7 160	7 620	14 847
Other operating income	2	147	18	203	64	99
Share of profit (loss) from equity accounted investments	2	9	5	7	9	21
Total operating income		3 708	3 864	7 369	7 693	14 966
Raw materials and energy		(1 750)	(1 709)	(3 745)	(3 324)	(6 469)
Employee benefit expenses		(629)	(668)	(1 281)	(1 347)	(2 604)
Other operating expenses		(836)	(906)	(1 676)	(1 791)	(3 592)
Amortisation and depreciation	3	(228)	(208)	(442)	(418)	(873)
Impairment loss	3	5	(2)	5	(4)	(7)
Other items	4	(89)	75	(76)	126	262
Operating profit (loss)		182	446	155	936	1 682
Finance Income	5	22	10	31	25	58
Foreign exchange gains (losses)	5	(121)	(316)	350	(332)	(285)
Finance expenses	5	(128)	(146)	(237)	(304)	(542)
Profit (loss) before income tax		(45)	(5)	299	325	913
Income tax (expenses) benefits		(24)	25	(104)	(98)	(239)
Profit (loss) for the period from continuing operations		(69)	20	194	227	674
Profit (loss) for the period from discontinued operations		(680)	(304)	(900)	(702)	(1 258)
Profit (loss) for the period		(748)	(285)	(706)	(474)	(584)
Attributable to:						
Non-controlling interests' share of profit (loss)		19	23	35	46	84
Owners of the parent's share of profit (loss)		(768)	(308)	(741)	(520)	(668)

Earnings per share		Second quarter		Year to date		Year
		2026	2025	2026	2025	2025
Basic earnings per share in NOK		(1.75)	(0.49)	(1.38)	(0.82)	(1.05)
Diluted earnings per share in NOK		(1.75)	(0.48)	(1.38)	(0.82)	(1.05)
Weighted average number of outstanding shares (million)	8	438	634	537	634	634
Weighted average number of outstanding shares diluted (million)	8	439	634	538	634	635

Condensed consolidated statement of comprehensive income (unaudited)

Amounts in NOK million	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Profit (loss) for the period	(748)	(285)	(706)	(474)	(584)
Remeasurement of defined benefit pension plans	-	-	-	-	24
Tax effects on remeasurements of defined benefit pension plans	-	-	-	-	(2)
Changes in fair value of equity instruments	-	-	-	-	8
Total items that will not be reclassified to profit or loss	-	-	-	-	30
Currency translation differences	(190)	(137)	(877)	(1 310)	(1 214)
Hedging of net investment in foreign operations	(20)	(85)	106	(9)	(9)
Tax effects hedging of net investment in foreign operations	4	19	(23)	2	2
Cash flow hedges	(202)	(250)	252	(61)	68
Tax effects on cash flow hedges	44	55	(56)	13	(15)
Share of other comprehensive income (loss) from equity accounted investments	1	(13)	(2)	(4)	(4)
Total items that may be reclassified to profit or loss	(362)	(412)	(600)	(1 369)	(1 172)
Other comprehensive income (loss), net of tax	(362)	(412)	(600)	(1 369)	(1 142)
Total comprehensive income	(1 110)	(697)	(1 306)	(1 843)	(1 726)
Attributable to:					
Non-controlling interests' share of comprehensive income	20	23	33	40	81
Owners of the parent's share of comprehensive income	(1 130)	(720)	(1 338)	(1 884)	(1 807)
Total comprehensive income	(1 110)	(697)	(1 306)	(1 843)	(1 726)

Condensed consolidated statement of financial position (unaudited)

Amounts in NOK million	Note	30 June 2026	30 June 2025	31 December 2025
ASSETS				
Property, plant and equipment	3	7 557	8 389	8 568
Right-of-use assets	3	354	415	402
Other intangible assets	3	145	191	164
Goodwill	3	300	305	305
Deferred tax assets		951	928	942
Equity accounted investments		240	217	210
Derivatives	7	855	905	981
Other assets		998	988	1 011
Total non-current assets		11 400	12 337	12 583
Inventories		4 459	5 807	5 959
Trade receivables		2 187	2 139	1 852
Derivatives	7	469	296	285
Other assets		932	930	1 231
Restricted deposits		1	4	1
Cash and cash equivalents		4 876	2 902	2 694
Total current assets		12 924	12 078	12 021
Assets classified as held for sale	9	4 475	23 859	22 878
TOTAL ASSETS		28 798	48 274	47 481
EQUITY AND LIABILITIES				
Paid-in capital	8	3 572	3 502	3 508
Retained earnings		8 941	20 336	20 413
Non-controlling interests		115	127	104
Total equity		12 628	23 965	24 026
Interest-bearing liabilities	6	9 520	11 359	9 648
Deferred tax liabilities		126	235	129
Employee benefit obligations		231	238	238
Derivatives	7	232	449	350
Provisions and other liabilities		290	262	275
Total non-current liabilities		10 398	12 542	10 640
Trade payables		1 658	1 633	1 818
Income tax payables		107	48	43
Interest-bearing liabilities	6	1 950	899	2 322
Employee benefit obligations		416	479	482
Derivatives	7	48	138	115
Provisions and other liabilities		603	826	588
Total current liabilities		4 783	4 024	5 368
Liabilities classified as held for sale	9	989	7 742	7 447
TOTAL EQUITY AND LIABILITIES		28 798	48 274	47 481

Condensed consolidated statement of cash flows (unaudited)

Amounts in NOK million	Note	Second quarter		Year to date		Year
		2026	2025	2026	2025	2025
Operating profit (loss)		182	446	155	936	1 682
Operating profit (loss) - discontinued operations		(697)	(262)	(870)	(618)	(1 157)
Amortisation, depreciation and impairment	3	889	629	1 524	1 346	2 741
Changes in working capital		634	(99)	562	(542)	(138)
Equity accounted investments		(4)	4	2	8	13
Changes fair value of derivatives		53	(90)	161	(69)	(107)
Changes in provisions, bills and other		656	638	704	264	(821)
Interest payments received		23	16	39	37	84
Interest payments made		(197)	(209)	(322)	(381)	(684)
Income taxes paid		(73)	(144)	(223)	(280)	(436)
Cash flow from operating activities		1 465	930	1 732	701	1 176
Investments in property, plant and equipment and intangible assets	3	(287)	(679)	(600)	(1 318)	(2 319)
Disposal of subsidiaries, net of cash		(1 673)	-	(1 673)	-	-
Other investments / sales		43	10	47	43	72
Cash flow from investing activities		(1 917)	(669)	(2 225)	(1 275)	(2 248)
Dividends paid to non-controlling interests		(22)	(23)	(22)	(23)	(85)
Dividends paid to owners		-	(190)	-	(190)	(190)
Capital increase		1 744	-	1 744	-	-
Net sale (purchase) of treasury shares	8	-	-	-	1	1
Payment of lease liabilities		(19)	(44)	(63)	(82)	(151)
New interest-bearing loans and borrowings		6 809	21	8 218	244	691
Payment of interest-bearing loans and borrowings		(7 505)	(277)	(8 035)	(1 029)	(1 186)
Cash flow from financing activities		1 007	(513)	1 841	(1 079)	(921)
Change in cash and cash equivalents		555	(252)	1 348	(1 653)	(1 993)
Currency exchange differences		78	(36)	(68)	(278)	(271)
Cash and cash equivalents opening balance		4 453	4 427	3 806	6 070	6 070
Cash and cash equivalents closing balance		5 087	4 139	5 087	4 139	3 806
Of which cash and cash equivalents in assets held for sale at the end of the period	9	210	1 237	210	1 237	1 112
Of which cash and cash equivalents in continuing operations at the end of the period		4 876	2 902	4 876	2 902	2 694

Condensed consolidated statement of changes in equity (unaudited)

Amounts in NOK million	Total paid-in capital	Total retained earnings	Total owners share	Non-controlling interests	Total
Closing balance 31 December 2025	3 508	20 413	23 922	104	24 026
Profit (loss) for the period	-	(741)	(741)	35	(706)
Other comprehensive income	-	(597)	(597)	(2)	(600)
Total comprehensive income	-	(1 338)	(1 338)	33	(1 306)
Capital decrease (note 8 and 9)	(1 692)	(10 134)	(11 826)	-	(11 826)
Capital increase (note 8)	1 756	-	1 756	-	1 756
Dividends to equity holders	-	-	-	(22)	(22)
Closing balance 30 June 2026	3 572	8 941	12 514	115	12 628

Amounts in NOK million	Total paid-in capital	Total retained earnings	Total owners share	Non-controlling interests	Total
Closing balance 31 December 2024	3 502	22 410	25 911	109	26 020
Profit (loss) for the period	-	(520)	(520)	46	(474)
Other comprehensive income	-	(1 364)	(1 364)	(5)	(1 369)
Total comprehensive income	-	(1 884)	(1 884)	40	(1 843)
Share-based payments	0	-	0	-	0
Net movement in treasury shares (note 8)	0	1	1	-	1
Dividends to equity holders	-	(190)	(190)	(23)	(213)
Closing balance 30 June 2025	3 502	20 336	23 838	127	23 965

Amounts in NOK million	Total paid-in capital	Total retained earnings	Total owners share	Non-controlling interests	Total
Closing balance 31 December 2024	3 502	22 410	25 911	109	26 020
Profit (loss) for the period	-	(668)	(668)	84	(584)
Other comprehensive income	-	(1 139)	(1 139)	(4)	(1 142)
Total comprehensive income	-	(1 807)	(1 807)	81	(1 726)
Share-based payments	6	-	6	-	6
Net movement in treasury shares (note 8)	0	1	1	-	1
Dividends to equity holders	-	(190)	(190)	(85)	(276)
Closing balance 31 December 2025	3 508	20 413	23 922	104	24 026

Notes to the condensed consolidated financial statements

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

Elkem ASA is a limited liability company located in Norway and whose shares are publicly traded at Oslo Stock Exchange. Elkem ASA's condensed consolidated interim financial statements for the second quarter 2026 were approved at the meeting of the board of directors on 9 July 2026.

Basis for preparation

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

Elkem's interim financial statements are prepared in accordance with International Financial Accounting Standards (IFRS®) as endorsed by the European Union. The condensed interim statements are prepared in compliance with the International Accounting Standard (IAS) 34 Interim Financial Reporting and should be read in conjunction with the consolidated financial statements in Elkem's Annual Report for 2025. The accounting policies applied are consistent with those applied in the annual consolidated financial statements for 2025.

Elkem has assets and liabilities classified as "Held for sale" and business activities classified as "Discontinued operations" in accordance with IFRS 5 - Non-current Assets Held for Sale and Discontinued Operations. For more information, see note 9 Held for sale and discontinued operations.

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

Judgements, estimates and assumptions

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

The main judgements, estimates and assumptions are described in the annual consolidated financial statements for 2025.

Note 2 Operating segments

Elkem has currently two reportable segments; Silicon Products and Carbon Solutions. After the agreement to sell the majority of Elkem's Silicones division was made in February 2026, Silicones is no longer considered a separate operating segment. Continuing operations include internal transactions with the Silicones division that are expected to continue after the sale and are presented as transactions with an external party. Comparable figures have been restated. Please refer to note 9 Held for sale and discontinued operations for more information.

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

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

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

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

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

	Silicon Products	Carbon Solutions	Other	Elimi- nations	Total
Second quarter 2026					
Revenue from sale of goods	2 750	678	12	-	3 439
Other revenue	14	2	95	-	112
Other operating income	143	1	4	-	147
Share of profit from equity accounted investments	-	-	9	-	9
Total operating income from external customers	2 907	681	120	-	3 708
Operating income from other segments	39	60	112	(212)	-
Total operating income	2 946	741	233	(212)	3 708
Operating expenses	(2 627)	(569)	(208)	219	(3 185)
EBITDA	319	172	24	8	523
EBIT	148	129	15	8	300

	Silicon Products	Carbon Solutions	Other	Elimi- nations	Total
Second quarter 2025					
Revenue from sale of goods	2 946	778	(36)	-	3 688
Other revenue	19	1	133	-	154
Other operating income	9	5	5	-	18
Share of profit from equity accounted investments	-	-	5	-	5
Total operating income from external customers	2 973	784	107	-	3 864
Operating income from other segments	93	71	97	(260)	-
Total operating income	3 066	854	204	(260)	3 864
Operating expenses	(2 623)	(612)	(265)	281	(3 219)
EBITDA	443	242	(61)	21	645
EBIT	282	211	(80)	21	435

	Silicon Products	Carbon Solutions	Other	Elimi- nations	Total
Year to date 30 June 2026					
Revenue from sale of goods	5 541	1 333	0	-	6 874
Other revenue	38	5	242	-	286
Other operating income	194	2	8	-	203
Share of profit from equity accounted investments	-	-	7	-	7
Total operating income from external customers	5 773	1 339	257	-	7 369
Operating income from other segments	91	123	257	(471)	-
Total operating income	5 864	1 463	514	(471)	7 369
Operating expenses	(5 358)	(1 127)	(517)	472	(6 530)
EBITDA	506	336	(4)	0	839
EBIT	179	250	(28)	0	401

Year to date 30 June 2025	Silicon Products	Carbon Solutions	Other	Eliminations	Total
Revenue from sale of goods	5 860	1 557	(76)	-	7 341
Other revenue	40	5	234	-	279
Other operating income	45	14	6	-	64
Share of profit from equity accounted investments	-	-	9	-	9
Total operating income from external customers	5 945	1 576	173	-	7 693
Operating income from other segments	110	139	181	(429)	-
Total operating income	6 054	1 715	354	(429)	7 693
Operating expenses	(5 101)	(1 212)	(485)	473	(6 325)
EBITDA	953	503	(131)	44	1 369
EBIT	634	440	(171)	44	947

Year 2025	Silicon Products	Carbon Solutions	Other	Eliminations	Total
Revenue from sale of goods	11 449	2 949	(142)	-	14 257
Other revenue	83	12	494	-	590
Other operating income	65	14	20	-	99
Share of profit from equity accounted investments	-	(0)	21	-	21
Total operating income from external customers	11 597	2 976	393	-	14 966
Operating income from other segments	238	296	459	(993)	-
Total operating income	11 836	3 272	852	(993)	14 966
Operating expenses	(10 072)	(2 364)	(1 010)	1 046	(12 400)
EBITDA	1 764	908	(159)	53	2 566
EBIT	1 099	765	(231)	53	1 685

Note 3 Fixed assets, right-of-use assets, goodwill and intangible assets

30 June 2026	Property, plant and equipment	Right-of-use assets	Other intangible assets	Goodwill
Cost				
Opening balance	19 342	660	676	305
Additions	339	10	2	-
Assets classified as held for sale	(2 977)	(45)	(8)	-
Disposals	(29)	(12)	(110)	-
Currency translation differences	(31)	(8)	(24)	(6)
Closing balance	16 643	605	536	300
Accumulated depreciation				
Opening balance	(10 539)	(258)	(388)	-
Addition	(406)	(26)	(10)	-
Additions from discontinued operations	(67)	(4)	(1)	-
Assets classified as held for sale	2 092	23	5	-
Disposals	22	11	1	-
Currency translation differences	11	3	5	-
Closing balance	(8 888)	(251)	(389)	-
Impairment losses				
Opening balance	(234)	-	(124)	-
Addition	(0)	-	-	-
Reversal of impairment losses	-	-	5	-
Assets classified as held for sale	34	-	-	-
Disposals	0	-	109	-
Currency translation differences	2	-	8	-
Closing balance	(198)	-	(2)	-
Net book value 30 June 2026	7 557	354	145	300

30 June 2025	Property, plant and equipment	Right-of-use assets	Other intangible assets	Goodwill
Cost				
Opening balance	18 468	619	732	329
Additions	545	55	10	-
Disposals	(54)	(24)	(23)	-
Currency translation differences	(216)	(7)	(29)	(24)
Closing balance	18 743	642	690	305
Accumulated depreciation				
Opening balance	(9 827)	(216)	(385)	
Additions	(370)	(35)	(12)	
Additions from discontinued operations	(58)	(4)	(1)	
Disposals	31	24	21	
Currency translation differences	101	4	3	
Closing balance	(10 123)	(228)	(374)	
Impairment losses				
Opening balance	(235)	-	(131)	-
Additions	(4)	-	-	-
Disposals	4	-	-	-
Currency translation differences	4	-	6	-
Closing balance	(231)	-	(125)	-
Net book value 30 June 2025	8 389	415	191	305

31 December 2025	Property, plant and equipment	Right-of-use assets	Other intangible assets	Goodwill
Cost				
Opening balance	18 468	619	732	329
Additions	1 195	97	25	-
Disposals	(112)	(48)	(30)	-
Currency translation differences	(209)	(8)	(51)	(24)
Closing balance	19 342	660	676	305
Accumulated depreciation				
Opening balance	(9 827)	(216)	(385)	
Additions	(769)	(75)	(30)	
Additions from discontinued operations	(125)	(7)	(2)	
Disposals	83	36	25	
Currency translation differences	99	4	4	
Closing balance	(10 539)	(258)	(388)	
Impairment losses				
Opening balance	(235)	-	(131)	-
Additions	(5)	-	(2)	-
Disposals	5	-	2	-
Currency translation differences	1	-	6	-
Closing balance	(234)	-	(124)	-
Net book value 31 December 2025	8 568	402	164	305

Note 4 Other items

	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Changes in fair value commodity contracts	0	0	(1)	2	3
Net gains (losses) on embedded EUR derivatives power contracts	(18)	49	(26)	82	127
Ineffectiveness and discontinuation on cash flow hedges	(20)	115	39	95	223
Net foreign exchange gains (losses) - forward currency contracts	(13)	(26)	(21)	(3)	19
Operating foreign exchange gains (losses)	77	(64)	48	(42)	(82)
Total other gains (losses)	27	75	38	134	290
Dividends from other shares	2	4	2	4	6
Change in fair value from other shares measured at fair value through profit or loss	4	6	7	7	10
Restructuring expenses	(118)	0	(118)	0	(18)
Dismantling and environmental expenses	(1)	-	(1)	-	(26)
Other	(3)	(9)	(4)	(19)	(0)
Total other income (expenses)	(116)	0	(114)	(8)	(28)
Total other items	(89)	75	(76)	126	262

Note 5 Finance income and expenses

	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Interest income on loans and receivables	21	9	31	25	56
Other financial income	0	0	1	1	1
Total finance income	22	10	31	25	58
Change in fair value derivatives	(20)	(49)	151	(49)	(30)
Net foreign exchange gains (losses)	(100)	(266)	199	(283)	(255)
Total foreign exchange gains (losses)	(121)	(316)	350	(332)	(285)
Interest expenses on interest-bearing liabilities measured at amortised cost	(95)	(127)	(192)	(269)	(476)
Interest expenses on lease liabilities	(3)	(7)	(7)	(10)	(21)
Interest expenses from other items measured at amortised cost	(0)	(1)	(1)	(2)	(4)
Interest expenses on factoring agreements	(9)	(8)	(15)	(16)	(30)
Unwinding of discounted liabilities	(0)	(0)	(1)	(1)	(2)
Interest on net pension liabilities	(2)	(2)	(3)	(5)	(6)
Other financial expenses	(18)	(1)	(19)	(1)	(3)
Total finance expenses	(128)	(146)	(237)	(304)	(542)
Net Finance income (expenses)	(227)	(452)	144	(611)	(769)

Note 6 Interest-bearing assets and liabilities

	30 June 2026	30 June 2025	31 December 2025
Lease liabilities	303	344	342
Loan agreements, bank	6 716	5 885	5 892
Loan agreements, bonds	2 500	3 000	3 000
Loan agreements, other than bank	0	2 131	415
Total non-current interest-bearing liabilities	9 520	11 359	9 648
Lease liabilities	57	70	71
Loan agreements, bank	0	21	20
Loan agreements, bonds	500	500	500
Loan agreements, other than bank	1 382	297	1 718
Accrued interest	10	11	12
Total current interest-bearing liabilities	1 950	899	2 322

On 22 June 2026, Elkem refinanced its existing bank loans and entered into a new EUR 1 000 million financing facility comprising a EUR 600 million drawn term loan and a EUR 400 million undrawn revolving credit facility. The new facilities mature on 22 June 2031. The facilities bear floating interest rates. The margin on the term loan is adjusted quarterly and ranges from 1.25% to 2.30%, depending on Elkem's reported leverage ratio.

The new agreement includes financial covenant requirements relating to the equity ratio and leverage ratio. The equity ratio must be at least 30%, while the leverage ratio must not exceed 4.75 up to and including 31 March 2027 and 4.25 thereafter. The financial covenants are tested quarterly, based on the results from continuing operations for the preceding 12-month period.

Note 7 Cash flow hedging

Hedge Accounting

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

Derivatives as at 30 June 2026

	Nominal value	Fair value	Hereof recognised in OCI	Effects to be recycled from OCI			
				Within 1 year	Within 2 years	Within 3 years	After 3 years
Purchase contracts							
Forward currency contracts	924	50	62	62	-	-	-
Power contracts	1 814	1 051	396	113	77	62	144
Embedded EUR derivatives	7 827	(197)	(229)	(79)	(43)	(24)	(83)
Interest rate swap	180	139	34	15	8	8	2
Total derivatives		1 043	263	111	42	46	64

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

	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Realised effects hedge accounting, recycled from OCI					
Realised effects from forward currency contracts, Revenue	40	12	64	11	26
Realised effects from embedded derivatives EUR, Revenue	(18)	(35)	(42)	(67)	(137)
Realised effects from power contracts, Raw materials and energy for production	85	0	71	2	31
Realised effects hedge discontinuation, Other items	(18)	4	98	49	61
Realised effect interest rate swap, Finance expenses	24	9	47	14	59
Total realised hedging effects recycled from OCI	112	(9)	238	8	41

Note 8 Number of shares

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

<i>Number of shares in whole numbers</i>	Shares outstanding	Treasury shares	Total issued shares
Opening balance at 1 January 2026	634 219 478	5 221 900	639 441 378
Share capital decrease	(338 338 536)	-	(338 338 536)
Share capital increase	66 666 666	-	66 666 666
Closing balance 30 June 2026	362 547 608	5 221 900	367 769 508

<i>Number of shares in whole numbers</i>	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Weighted average number of shares outstanding	438 154 738	634 197 568	537 276 357	634 197 568	634 197 568
Effects of dilution from share-based payment	612 640	111 086	606 022	160 137	387 716
Weighted average number of outstanding shares diluted	438 767 378	634 308 653	537 882 379	634 357 705	634 585 284

On 13 February 2026, Elkem signed an agreement to transfer the majority of its Silicones division to Bluestar. The Transaction was settled 30 April with all Elkem shares held by Bluestar through Bluestar Elkem Int.Co.LTD S.A, 338 338 536 shares, see note 9 Discontinued operations

The share capital was increased with the issuance of 55 555 555 new shares on 8 May 2026 with proceeds of NOK 1 500 million. On 8 June 2026 the share capital was increased by issuing 11 111 111 new shares raising proceeds of NOK 300 million. Net expenses after tax related to the capital increases amount to NOK 44 million resulting in total share capital increase of NOK 1,756 million.

In the annual general meeting held on 30 April 2026, the board of directors was granted an authorisation to repurchase the company's own shares within a total nominal value of up to NOK 150 551 421. The maximum amount that can be paid for each share is NOK 150 and the minimum is NOK 1. The authorisation is valid until the annual general meeting in 2027, but not later than 30 June 2027. The authorisation can be used to acquire shares as the board of directors deems appropriate, provided however, that acquisition of shares shall not be by subscription. Shares acquired under the authorisation may either be used to fulfil Elkem's obligations in connection with acquisitions, incentive arrangements for employees, fulfilment of earn-out arrangements, sale of shares to strengthen Elkem's equity or deletion of shares.

In the annual general meeting held on 30 April 2026, the board of directors was granted an authorisation to increase the company's share capital with an amount up to NOK 181 273 804 - corresponding to 10 % of the current share capital. The authorisation is valid until the annual general meeting in 2027, but not later than 30 June 2027. The authorisation can be used to cover share capital increases against contribution in kind and in connection with mergers.

Note 9 Asset held for sale and discontinued operations

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

Amounts in NOK million	Year to date 2026	second quarter 2025	Year 2025
Revenue	6 067	8 228	15 750
Other operating income	26	78	84
Share of profit (loss) from equity accounted investments	-	-	7
Total operating income	6 093	8 305	15 840
Raw materials and energy	(3 817)	(5 223)	(9 798)
Employee benefit expenses	(949)	(1 363)	(2 597)
Other operating expenses	(957)	(1 368)	(2 571)
Amortisation, depreciation and impairment losses	(1 087)	(924)	(1 861)
Other items	(153)	(45)	(171)
Operating profit (loss)	(870)	(618)	(1 157)
Share of profit (loss) from equity accounted investments	-	-	0
Finance Income	9	12	28
Foreign exchange gains (losses)	0	(0)	1
Finance expenses	(63)	(81)	(165)
Profit (loss) before income tax	(924)	(687)	(1 294)
Income tax (expenses) benefits	24	(15)	36
Profit (loss) for the year from discontinued operations	(900)	(702)	(1 258)

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

Amounts in NOK million	Year to date 2026	second quarter 2025	Year 2025
Exchange differences on translation of discontinued operations	142	1 272	1 388

	Year to date 2026	second quarter 2025	Year 2025
Earnings per share - discontinued operations			
Basic earnings per share in NOK	(1.68)	(1.11)	(1.98)
Diluted earnings per share in NOK	(1.67)	(1.11)	(1.98)

Cash flows from discontinued operations

Cash flows from internal transactions are eliminated in discontinued operations.

Amounts in NOK million	Year to date 2026	second quarter 2025	Year 2025
Net cash inflow from operating activities	512	(70)	125
Net cash inflow from investing activities	(1 804)	(737)	(1 232)
Net cash outflow from financing activities	(7)	93	403
Net increase (decrease) in cash generated from discontinued operations	(1 298)	(714)	(703)

Assets and liabilities reclassified as held for sale in relation to the discontinued operation as at:

Amounts in NOK million	30 June 2026	31 December 2025
Assets classified as held for sale		
Property, plant and equipment	2 528	14 320
Right of use assets	60	428
Other intangible assets	91	970
Goodwill	0	705
Deferred tax assets	0	25
Investments in equity accounted companies	49	155
Other assets	40	201
Total non-current assets	2 768	16 805
Inventories	946	2 896
Trade receivables	431	1 567
Other assets	120	403
Restricted deposits	-	95
Cash and cash equivalents	210	1 112
Total current assets	1 707	6 073
TOTAL ASSETS	4 475	22 878
Liabilities directly associated with assets classified as held for sale	30 June 2026	31 December 2025
Interest-bearing liabilities	43	3 071
Deferred tax liabilities	11	117
Employee benefit obligations	59	253
Provisions and other liabilities	3	14
Total non-current liabilities	116	3 454
Trade payable	412	1 738
Income tax payables	1	50
Interest-bearing liabilities	19	648
Bills payable	-	657
Employee benefit obligations	87	472
Provisions and other liabilities	353	427
Total current liabilities	873	3 992
TOTAL LIABILITIES	989	7 447

Silicones Division

At 13 February 2026, Elkem signed an agreement to transfer the majority of its Silicones division to Bluestar (the "Transaction"). In the Transaction, Elkem transferred all its shares in Elkem Siliconas España S.A.U, Elkem Silicones (UK) Ltd., Elkem Silicones Brasil Ltda., Elkem Silicones Canada Corp., Elkem Silicones Czech Republic, s.r.o., Elkem Silicones Finland OY, Elkem Silicones Germany GmbH, Elkem Silicones Hong Kong Co., Ltd., Elkem Silicones Korea Co., Ltd., Elkem Korea Co., LTD. , Elkem Silicones México S. De R.L. De C.V., Elkem Silicones Poland sp. z o.o., Elkem Silicones Scandinavia AS, Elkem Silicones Services S.à r.l., Elkem Silicones USA Corp., Elkem Siliconi Italia S.r.l., Elkem Silicones Shanghai Co., Ltd., Jiangxi Bluestar Xinghuo Silicone Co., Ltd., Elkem Silicones Guangdong Co., Ltd, Elkem Silicones Material Zhongshan Co., Ltd. and Elkem Silicones France SAS (collectively, the "Transferred silicones assets") to Bluestar. The Transaction was approved by the EGM on 9 March 2026 and was closed on 30 April 2026. These collective assets and the operations have been presented as discontinued in Elkem's interim financial statements throughout 2025 and until closing 30 April 2026.

The transaction was structured as a distribution of non-cash assets to owners, where the non-cash assets were ultimately controlled by the same party before and after the distribution. At 30 April, the book value of the Transferred silicones assets NOK 11 826 million was derecognised and adjusted against equity, representing the cancellation of all Elkem shares held by Bluestar through Bluestar Elkem Int.Co.LTD S.A, 338 338 536 shares. No gains or losses were recognised in the statement of profit or loss related to the derecognition of the Transferred silicones assets. The closing balance of the transaction is currently unaudited and can be adjusted due to audit performed by the parties' auditors.

At 6 February 2026, Elkem Silicones France SAS carved out its operations at the Roussillon plant (upstream Silicones) into a new legal entity, Elkem Testvirksomhet III SAS (Roussillon). Roussillon is owned by Elkem ASA and were together with the shares in Elkem Silicon Materials (Lanzhou) Co., Ltd. (Yongdeng) and the Silicones operation in India, a division of Elkem South Asia Private Limited, not included in the Transaction (collectively, the "Retained silicones assets"). These Retained silicones assets are

continued to be presented as held for sale and are classified as discontinued in the second quarter of 2026. The strategic review regarding these assets have not yet been completed, but this is expected during the second half of 2026.

Elkem Iceland

During the second quarter of 2026, management has decided to explore strategic opportunities for Elkem's long-term ownership in Elkem Ísland ehf. (Elkem Iceland), and a process has been started to identify potential long-term investors. As such, the assets and liabilities of Elkem Iceland have been reclassified to held for sale, and as Elkem Iceland represents a separate major geographical area of operations and a significant portion of the Elkem Silicon products division, the operations are presented as discontinued in the consolidated statement of profit or loss. Comparable numbers have been restated.

Measurement

Assets classified as held for sale shall be measured at the lower of its carrying amount and fair value less cost to sell. During 2026, management has identified the need to remeasure the assets related to our operations in China, as the fair value less cost to sell is expected to be lower than the carrying value. An impairment loss has been recognised within discontinued operations. Immediately before the classification of Elkem Iceland as discontinued operations, an impairment assessment was performed, and no impairment loss was identified. Subsequent to the reclassification, the disposal group classified as held for sale shall be measured at the lower of its carrying amount and fair value less costs to sell. An estimate of fair value less cost to sell of the disposal group has been prepared, and no loss was recognised. In estimating fair value less cost to sell, the income approach (discounted cash flow method) is used. Future cash flows are estimated using a combination of external and internal sources. In estimating future cash flows the following assumptions are used:

Key assumptions for fair value less cost to sell estimate for Elkem Iceland

Elkem Iceland has experienced a prolonged period of weak FeSi market conditions. Current FeSi pricing is below the level required to generate sustainable returns for higher-cost European producers. FeSi pricing declined after the peak in 2021–2022 and has subsequently fluctuated around a lower-cycle range through 2024–2025.

EU introduced safeguard measures on imports of certain ferroalloys, including ferro-silicon on 18 November 2025. So far, EU safeguard measures have had less positive market price impact than expected, reflecting weak demand and continued substitution risk. The safeguard mechanism is designed to improve the competitive position of EU ferroalloy producers by limiting the volume of low-priced imports entering the EU duty-free. In such a framework, market prices would normally be expected to move toward the cost level required to keep the marginal EU producer economically viable and Elkem Iceland would under normal conditions be competitive.

Given an overall assessment of historic and current market conditions in addition to historic financial performance of Elkem Iceland, Management considers that significant judgement and estimation uncertainty is involved when estimating fair value less costs to sell. Under normal conditions, an EBITDA margin of approximately 11% is reasonable for Elkem Iceland.

Financial forecasts 2027-2031

Management has prepared forecasts for 2027-2031 based on a range of both external and internal sources. External sources include market reports and price indexes. Internal sources include agreed sales volumes for the period, the effect of implemented cost saving initiatives and planned investments and maintenance.

EBITDA level represents the operating profit (loss) before depreciation and amortisation. The key assumptions used in reaching the forecast figures are sales prices, total volume and product mix, operating costs, and productivity targets. See Note 2 Operating segments for Elkem's definition of EBITDA.

Other operating costs

These are estimated based on the current level and adjusted for expected inflation in the respective locations where the business is situated. Operating costs are also impacted by ongoing operational efficiency programmes. Changes to the outcome of these initiatives may affect future EBITDA levels.

Capital expenditure ("Capex")

A normalised capex is assumed in the long run and are based on today's maintenance level and technology.

Discount rate

A weighted average cost of capital is used to discount the cash flows. The WACC is calculate by using a target capital structure of 50:50. The WACC is based on 10-year risk-free interest rate. Cash inflows and outflows in different currencies are translated to NOK and a NOK 10-year risk-free interest rate is used in the WACC. The discount rate also considers the debt premium, market risk premium, corporate tax rate and asset beta. For Elkem Iceland, the cash flows have been discounted with a pre-tax rate of 9.8 per cent, derived from a WACC of 8.1 per cent.

Growth rates and inflation

The expected growth rates converge from its current level to the long-term growth level in the markets in which the entity operates. The growth rates used to extrapolate cash flow projections in the terminal value are based on expected inflation in relevant markets, assumptions in terms of market share and expectations for the market development in which the entity operates.

Currency rates

The fair value calculation is performed in the presentation currency for Elkem Iceland which is NOK. The currency rates used to translate future incomes and expenses in other currencies than the functional currency is based the currency rates used in the strategic planning process.

Steady state 2032 and onwards

After the forecast period 2027-2031, the cash flows from operations are expected to reach a steady state. The steady state cash flows in 2032 are used to calculate the terminal value. An EBITDA-margin of 11.4 per cent and a growth rate of 1.5 per cent is estimated in the steady state.

The fair value less cost to sell for Elkem Iceland is estimated at approximately equal to the net carrying value of the entity's assets and liabilities held for sale of NOK 1.5 billion at 30.06.2026 and therefore no reduction of the carrying amount to fair value less cost to sell is recognised. There is significant uncertainty regarding the sales value of Elkem Iceland and therefore a range of fair values are presented to illustrate the sensitivity in the fair value. In estimating the range of values, the same underlying cash flows have been used for the forecast period 2027-2031. However, different assumptions for EBITDA-margins and discount rates are applied in calculation of value in use. The range can be summarized in the following matrix:

	Alternative EBITDA-margin in steady state		
	6 %	11 %	16 %
Calculated estimated fair value less cost to sell (NOK billion)	0	1.5	3.0
	Alternative WACC after tax		
	8.8 %	9.8 %	10.8 %
Calculated estimated fair value less cost to sell (NOK billion)	1.8	1.5	1.2
	Change in sales prices		
	-5%	+5%	
Calculated effect on estimated fair value less cost to sell (NOK billion)	(1.4)	+1.4	
	Change in price of raw materials		
	+5%	-5%	
Calculated effect on estimated fair value less cost to sell (NOK billion)	(0.8)	+ 0.8	

Appendix - Alternative performance measures (APMs)

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

The APMs presented herein are not measurements of performance under IFRS or other generally accepted accounting principles and should not be considered as a substitute for measures of performance in accordance with IFRS. Because companies calculate the APMs presented herein differently, Elkem's presentation of these APMs may not be comparable to similarly titled measures used by other companies. Silicones division is excluded from Elkem's segment reporting and APM's from 1st quarter 2026, comparative figures are restated.

Elkem's financial APMs, EBITDA and EBIT

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

Below is a reconciliation of EBIT and EBITDA

Second quarter 2026	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the period					(69)
Income tax (expense) benefit					24
Finance expenses					128
Foreign exchange gains (losses)					121
Finance income					(22)
Other items					89
Derivative adjustments					30
EBIT	148	129	15	8	300
Impairment losses					(5)
Amortisations and depreciations					228
EBITDA	319	172	24	8	523

Second quarter 2025	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the period					20
Income tax (expense) benefit					(25)
Finance expenses					146
Foreign exchange gains (losses)					316
Finance income					(10)
Other items					(75)
Derivative adjustments					64
EBIT	282	211	(80)	21	435
Impairment losses					2
Amortisations and depreciations					208
EBITDA	443	242	(61)	21	645

Year to date 30 June 2026	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the year					194
Income tax (expense) benefit					104
Finance expenses					237
Foreign exchange gains (losses)					(350)
Finance income					(31)
Other items					76
Derivative adjustments					171
EBIT	179	250	(28)	0	401
Impairment losses					(5)
Amortisations and depreciations					442
EBITDA	506	336	(4)	0	839

Year to date 30 June 2025	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the year					227
Income tax (expense) benefit					98
Finance expenses					304
Foreign exchange gains (losses)					332
Finance income					(25)
Share of profit from equity accounted financial investments					-
Other items					(126)
Derivative adjustments					138
EBIT	634	440	(171)	44	947
Impairment losses					4
Amortisations and depreciations					418
EBITDA	953	503	(131)	44	1 369

Year 2025	Silicon Products	Carbon Solutions	Other	Eliminations	Elkem
Profit (loss) for the year					674
Income tax (expense) benefit					239
Finance expenses					542
Foreign exchange gains (losses)					285
Finance income					(58)
Share of profit from equity accounted financial investments					-
Other items					(262)
Derivative adjustments					266
EBIT	634	440	(171)	44	1 685
Impairment losses					7
Amortisations and depreciations					873
EBITDA	953	503	(131)	44	2 566

Elkem's financial APMs, Cash flow from operations

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

- Strategic investments generally consist of investments which result in capacity increases at Elkem's existing plants or that involve an investment made to meet demand in a new geographic or product area. Strategic investments generally consist of investments which result in capacity increases at Elkem's existing plants or that involve an investment made to meet demand in a new geographic or product area.

	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Reinvestments	(171)	(203)	(271)	(373)	(848)
Strategic investments	(21)	(44)	(33)	(61)	(185)
Reinvestment and strategic investments discontinued operations	(83)	(218)	(183)	(444)	(831)
Periodisation ¹⁾	(13)	(214)	(115)	(440)	(455)
Investments in property, plant and equipment and intangible assets	(289)	(679)	(602)	(1 318)	(2 319)

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

	Second quarter		Year to date		Year
	2026	2025	2026	2025	2025
Cash flow from operating activities	1 465	930	1 732	701	1 176
Income taxes paid	73	144	223	280	436
Interest payments made	214	209	339	381	684
Interest payments received	(23)	(16)	(39)	(37)	(84)
Changes in provisions, bills and other	(674)	(638)	(722)	(264)	821
Changes in fair value of derivatives	(53)	90	(161)	69	107
Other items	89	(75)	76	(126)	(262)
Other items from discontinued operations	96	1	153	45	171
Derivative adjustments	30	64	171	138	266
Reinvestments	(171)	(203)	(271)	(373)	(848)
EBIT discontinued operations	601	261	717	573	986
Amortisation, depreciation and impairment discontinued operations	(666)	(419)	(1 087)	(924)	(1 861)
Changes in working capital discontinued operations	(248)	(22)	(184)	(38)	(284)
Equity accounted investments discontinued operations	-	-	-	-	2
Cash flow from operations	733	325	947	424	1 311

Elkem's financial APMs, Leverage ratio

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

	30 June 2026	30 June 2025	31 December 2025
Interest-bearing liabilities	11 470	12 259	11 970
Cash and cash equivalents	(4 876)	(2 902)	(2 694)
Net interest-bearing debt	6 593	9 356	9 277
EBITDA (LTM)	2 036	3 184	2 566
Leverage ratio	(3.2)	(2.9)	(3.6)

Elkem's financial APMs, ROCE

- ROCE, Return on capital employed, is defined as EBIT divided by the average capital employed.
- Working capital is defined as accounts receivable, inventories, other current assets, accounts payable, current employee benefit obligations and other current liabilities. Accounts receivable are defined as trade receivables less bills receivable. Other current assets are defined as other current assets less current receivables from related parties, current interest-bearing receivables, tax receivables, grants receivable, assets at fair value through profit or loss and accrued interest income. Accounts payable are defined as trade payables less trade payables related to purchase of non-current assets. Other current liabilities are defined as provisions and other current liabilities less current provisions, contingent considerations, contract obligations and liabilities to related parties.

- Working capital continuing operations is impacted by elimination effects of intercompany balances between continuing and discontinued operations. Working capital elements against discontinuing operations represent effects of eliminations between continuing and discontinued operations. Adjusted working capital continuing operations, represent working capital from continuing operations before eliminations.
- Capital employed consists of working capital as defined above, property, plant and equipment, right-of-use assets, other intangible assets, goodwill, equity accounted investments, grants payable, trade payables and prepayments related to purchase of non-current assets.
- Average capital employed is defined as the average of the opening and ending balance of capital employed for the relevant reporting period.

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

Working capital bridge from statutory accounts to company definition

	30 June 2026	30 June 2025	31 December 2025
Inventories	4 459	5 807	5 959
Trade receivables	2 187	2 139	1 852
Bills receivable	(247)	(227)	(283)
Accounts receivable	1 940	1 912	1 569
Other assets, current	932	930	1 231
Grants receivables	(344)	(364)	(774)
Tax receivables	(201)	(185)	(86)
Accrued interest	(1)	(0)	(0)
Other current assets included in working capital	386	380	370
Trade payables	1 658	1 633	1 818
Trade payables related to purchase of non-current assets	(57)	(45)	(149)
Accounts payable included in working capital	1 601	1 589	1 668
Employee benefit obligations	416	479	482
Provisions and other liabilities, current	603	826	588
Provisions, contingent considerations and contract obligations	(125)	(23)	(35)
Other current liabilities included in working capital	478	803	553
Working capital continuing operations	4 290	5 229	5 194
Working capital elements against discontinuing operations	(247)	428	432
Adjusted working capital continuing operations	4 043	5 657	5 626

	30 June 2026	30 June 2025	31 December 2025
Working capital continuing operations	4 290	5 229	5 194
Property, plant and equipment	7 557	8 389	8 568
Right-of-use assets	354	415	402
Other Intangible assets	145	191	164
Goodwill	300	305	305
Equity accounted investments	240	217	210
Grants payable	(15)	(16)	(16)
Trade payables- and prepayments related to purchase of non-current assets	(51)	(42)	(143)
Capital employed continuing operations	12 819	14 688	14 684