Metso

H1

Half-Year Report

January – June 2025

Metso’s Half-Year Report January 1 – June 30, 2025

Figures in brackets refer to the corresponding period in 2024, unless otherwise stated.

Second-quarter 2025 in brief

- Overall market activity remained at the previous quarter's level
- Orders received increased 6% to EUR 1,234 million (EUR 1,162 million); Aggregates +5% and Minerals +7%
- Sales were flat at EUR 1,213 million (EUR 1,214 million); Aggregates -3% and Minerals +1%
- Adjusted EBITA was EUR 171 million, or 14.1% of sales (EUR 205 million, or 16.9%).
- Operating profit was EUR 173 million, or 14.2% of sales (EUR 195 million, or 16.1%)
- Cash flow from operations was EUR 147 million (EUR 152 million)

January-June 2025 in brief

- Orders received increased 5% to EUR 2,647 million (EUR 2,523 million)
- Sales declined 2% to EUR 2,385 million (EUR 2,431 million)
- Adjusted EBITA declined 10% to EUR 364 million and was 15.3% of sales (EUR 405 million, or 16.7%)
- Operating profit declined to EUR 343 million and was 14.4% of sales (EUR 383 million, or 15.8%)
- For continuing operations, earnings per share were EUR 0.26 (EUR 0.31). Earnings per share were EUR 0.22 (EUR 0.30)
- Cash flow from operations was EUR 343 million (EUR 309 million)

President and CEO Sami Takaluoma:

"Thanks to healthy market activity and a robust quotation pipeline, orders increased by 6 percent year-on-year, or 10 percent in constant currencies, to EUR 1,234 million in the second quarter. Aggregates orders grew 5 percent and Minerals orders 7 percent."

Market activity in the second quarter met expectations, and the positive trends observed from the beginning of the year continued in both the minerals and aggregates markets. To date, we have been able to manage the uncertainties related to tariffs and their impact on our business, demonstrating our strong global presence and resilience to evolving circumstances.

Thanks to healthy market activity and a robust quotation pipeline, orders increased by 6 percent year-on-year, or 10 percent in constant currencies, to EUR 1,234 million in the second quarter. The Aggregates segment achieved a 5 percent growth in orders, driven by a 14 percent increase in equipment orders. Both North American and European markets contributed to this growth. The Minerals segment achieved growth of 7 percent, supported by both the equipment and services business. Minerals equipment orders grew by 10 percent, thanks to a strong intake of small and mid-size orders. Services also saw overall healthy customer demand, and orders grew by 5 percent.

Sales are gradually accumulating from the backlog, resulting in flat year-on-year development in the second quarter, with a slight increase in Minerals and a small decline in Aggregates. Our profitability did not reach the levels we reported during the previous periods, as adjusted EBITA margins of the both segments were lower. This was largely due to sales mix and temporarily higher costs. The negative impact of the sales mix was greater than usual due to a decline in services sales. In addition, we successfully implemented a major ERP upgrade go-live, marking a significant milestone in a project, which is expected to deliver substantial long-term benefits. However, to finalize the implementation, we incurred additional costs that had a negative impact on our profitability in the second quarter. Our cash flow from operations remained healthy, amounting to EUR 147 million. We will continue to implement measures to further improve cash generation going forward.

During the second quarter, we agreed on the sale of our Ferrous business to SMS group. The Ferrous business has been reported as discontinued operations. We also advanced initiatives to strengthen our offerings and customer service. At the beginning of April, we completed the acquisition of Swiss Tower Mills Minerals, reinforcing our position as a leading provider of energy-efficient grinding solutions. In early July, we signed an agreement to acquire TL Solution, bolstering our mill lining recycling offerings, and closed the acquisition of a screen business in China. Additionally, we announced the construction of a new service center in Western Canada and a new screening plant in Romania. Both investments will enhance our position and service capabilities close to our customers.

As indicated earlier, we will complete our strategy review in the coming months and present it during the second half of the year. Metso is well-placed to grow and generate value for customers in both the aggregates and minerals markets, and I am confident that our future will be beneficial to all our stakeholders.

Market outlook

Metso expects that the market activity in both Minerals and Aggregates will remain at the current level. Tariff-related turbulence could potentially affect global economic growth and market activity.

In its previously published outlook, Metso expected the market activity in both Minerals and Aggregates to remain at the current level.

According to the company's disclosure policy, Metso's market outlook describes the expected sequential development of market activity, adjusting for seasonality, during the following six-month period using three categories: improve, remain at the current level, or decline.

Group review

Key figures

EUR million	Q2/2025	Q2/2024	Change %	Q1–Q2/2025	Q1–Q2/2024	Change %	2024
Orders received	1,234	1,162	6	2,647	2,523	5	5,140
Orders received by services business	719	701	3	1,517	1,516	0	2,881
% of orders received	58	60	–	57	60	–	56
Order backlog				3,089	3,091	0	3,046
Sales	1,213	1,214	0	2,385	2,431	-2	4,863
Sales by services business	668	690	-3	1,350	1,417	-5	2,824
% of sales	55	57	–	57	58	–	58
Adjusted EBITA	171	205	-16	364	405	-10	804
% of sales	14.1	16.9	–	15.3	16.7	–	16.5
Operating profit	173	195	-12	343	383	-11	727
% of sales	14.2	16.1	–	14.4	15.8	–	15.0
Earnings per share, continuing operations, EUR	0.12	0.16	-25	0.26	0.31	-16	0.59
Cash flow from operations	147	152	-3	343	309	11	576
Gearing, %				53.0	40.6	–	44.9
Net debt/EBITDA, last 12 months				1.5	1.1	–	1.3
Personnel at end of period				17,424	17,105	2	16,832

The Group's second-quarter financial performance

Market activity in both the Aggregates and Minerals segments remained consistent with the first quarter. However, customers continued to be cautious regarding major investment decisions, due to various uncertainties related to tariffs and their impact on the global economy and customer industries. Orders in the Minerals segment grew by 7%, driven by increases in both small and mid-size equipment and services orders. The Aggregates segment saw a 5% growth in orders, primarily due to a 14% rise in equipment orders. Overall, orders received increased by 6% year-on-year, totaling EUR 1,234 million (EUR 1,162 million). Equipment orders grew by 12%, and services orders increased by 3%.

Sales were flat at EUR 1,213 million (EUR 1,214 million), as Minerals sales grew and Aggregates sales declined slightly. Equipment sales increased by 4%, while services sales were 3% lower year-on-year.

Adjusted EBITA was EUR 171 million, with an adjusted EBITA margin of 14.1% (EUR 205 million and 16.9%). Both segments showed lower profitability, due to the sales mix and temporarily higher costs. Adjusted EBITA for Group items was EUR -17 million (EUR -3 million), impacted by costs related to the Group's ERP project go-live.

Operating profit (EBIT) was EUR 173 million and the EBIT margin 14.2% (EUR 195 million and 16.1%). Adjustments in the quarter were EUR 24 million (EUR 6 million). PPA amortization was EUR -19 million (EUR -13 million). Net financing expenses amounted to EUR -33 million (EUR -16 million). The increase was largely attributable to a higher amount of debt and costs related to the tender offer of the outstanding 2027 notes.

Profit before taxes was EUR 140 million (EUR 180 million). Earnings per share for continuing operations were EUR 0.12 (EUR 0.16).

Cash flow from operations amounted to EUR 147 million (EUR 152 million).

January–June in brief

Orders received grew by 5% to EUR 2,647 million (EUR 2,523 million). Equipment orders increased by 12%, while services orders were unchanged year-on-year. The timing of deliveries resulted in a slight decline in sales in both segments, resulting in a 2% decline in Group's total sales to EUR 2,385 million (EUR 2,431 million). The order backlog at the end of June was EUR 3,089 million (EUR 3,091 million).

The Group's adjusted EBITA declined to EUR 364 million from EUR 405 million, and the adjusted EBITA margin declined to 15.3% (16.7%). The weakening was due to the adverse sales mix and temporarily higher costs in the second quarter. Operating profit was EUR 343 million, or 14.4% of sales (EUR 383 million and 15.8%), including adjustments of EUR 18 million (EUR 10 million). Profit before taxes was EUR 294 million (EUR 345 million). The effective tax rate was 25% (25%). Earnings per share for continuing operations were EUR 0.26 (EUR 0.31).

Cash flow from operations increased to EUR 343 million (EUR 309 million), including a reduction in inventories.

Impacts of currencies and structural changes

	Orders received		Sales	
EUR million, %	Q2	Q1–Q2	Q2	Q1–Q2
2024	**1,162**	**2,523**	**1,214**	**2,431**
Organic growth in constant currencies, %	10	6	2	-1
Impact of changes in exchange rates, %	-5	-3	-4	-3
Structural changes, %	2	2	2	2
Total change, %	**6**	**5**	**0**	**-2**
2025	**1,234**	**2,647**	**1,213**	**2,385**

The Group's financial position

At the end of June, net interest-bearing liabilities were EUR 1,285 million (Dec 31, 2024: EUR 1,173 million). Gearing was 53.0% (Dec 31, 2024: 44.9%), debt-to-capital ratio 39.7% (Dec 31, 2024: 35.9%), and net debt-to-EBITDA ratio 1.5 (Dec 31, 2024: 1.3).

Liquidity position remained solid. Liquid funds, consisting of cash and cash equivalents, amounted to EUR 432 million (Dec 31, 2024: EUR 431 million). There were no deposits or securities with a maturity of more than three months (Dec 31, 2024: EUR 0 million).

During the second quarter, Metso signed a new EUR 700 million sustainability-linked revolving credit facility agreement to refinance the existing EUR 600 million facility. The syndicated five-year facility has two one-year extension options, subject to the lender's approval. At the end of June, the facility remained undrawn. In May, the company issued a new EUR 300 million seven-year bond and tendered EUR 130 million for its outstanding 2027 notes. The company operates a EUR 600 million Finnish commercial paper program, with EUR 60 million outstanding at the end of June.

At the end of June, Metso had bonds outstanding of EUR 1,061 million at carrying value (Dec 31, 2024: EUR 892 million).

The average interest rate of total loans and derivatives was 3.5% on June 30, 2025. The duration of total interest-bearing debt was 2.5 years and the average maturity 3.8 years.

At the end of June, Metso had a 'BBB' long-term issuer credit rating with stable outlook from S&P Global Ratings and a 'Baa2' long-term issuer rating with stable outlook from Moody's Investor Service.

Aggregates

- **Strong equipment orders**
- **Services sales declined**
- **Mix and higher costs had an impact on profitability**

	Orders received		Sales	
EUR million, %	Q2	Q1–Q2	Q2	Q1–Q2
2024	**314**	**679**	**331**	**634**
Organic growth in constant currencies, %	5	3	-5	-4
Impact of changes in exchange rates, %	-5	-2	-3	-2
Structural changes, %	5	6	5	5
Total change, %	**5**	**8**	**-3**	**-1**
2025	**331**	**731**	**320**	**627**

Second quarter

- Market activity remained steady compared to the end of the first quarter, with the strongest performance observed in North America and Europe. The 5% increase in order intake was driven by the growth of equipment orders in these regions, bolstered by acquisitions made in the US during the second half of 2024. Overall, orders for new equipment rose by 14% year-on-year, while services orders declined by 12% due to the low utilization of equipment in Europe in particular.
- Sales totaled EUR 320 million, representing a 3% year-on-year decline. Equipment sales decreased by 1%, while services sales fell by 7%.
- Adjusted EBITA was EUR 45 million (EUR 55 million), with an adjusted EBITA margin of 14.1% (16.6%). The weaker margin was due to the sales mix and higher costs.

January–June in brief

- Improved market activity resulted in an 8% growth in orders received to EUR 731 million. The growth was attributed to the North American and European markets. Orders in North America were supported by acquisitions, while Europe has seen activity improving from the earlier low levels in Central Europe in particular.
- The segment's sales declined by 1%. Equipment sales grew by 2%, while services sales were 6% lower year-on-year.
- Adjusted EBITA was EUR 94 million (EUR 106 million), corresponding to a margin of 15.0% (16.8%). The lower profitability was due to the sales mix and temporarily higher costs in the second quarter.

Key figures

EUR million	**Q2/2025**	Q2/2024	Change %	**Q1–Q2/2025**	Q1–Q2/2024	Change %	2024
Orders received	331	314	5	731	679	8	1,231
Orders received by services business	93	105	-12	209	225	-7	431
% of orders received	28	33	–	29	33	–	35
Order backlog				491	471	4	439
Sales	320	331	-3	627	634	-1	1,207
Sales by services business	101	109	-7	203	217	-6	419
% of sales	31	33	–	32	34	–	35
Adjusted EBITA	45	55	-18	94	106	-12	198
% of sales	14.1	16.6	–	15.0	16.8	–	16.4
Operating profit	39	51	-24	82	99	-17	179
% of sales	12.2	15.5	–	13.1	15.5	–	14.8

Segment review

Minerals

- **Healthy order growth in both equipment and services**
- **Equipment sales increased**
- **Profitability negatively impacted by mix and higher costs**

EUR million, %	Orders received Q2	Orders received Q1–Q2	Sales Q2	Sales Q1–Q2
2024	**847**	**1,844**	**883**	**1,797**
Organic growth in constant currencies, %	12	7	5	0
Impact of changes in exchange rates, %	-5	-3	-5	-3
Structural changes, %	0	0	1	1
Total change, %	**7**	**4**	**1**	**-2**
2025	**903**	**1,916**	**892**	**1,758**

Second quarter

- Market activity remained steady compared to the first quarter. Customer decision-making continued to be slow particularly regarding large investments. However, small and mid-sized orders increased year-on-year. Copper and gold saw the strongest activity in investment planning and requests for quotations, which have remained robust. In the services business, demand for spare parts and consumables continued to be strong, and customer activity related to rebuilds and modernizations was higher year-on-year.
- Equipment orders grew by 10%, while services orders increased by 5% year-on-year.
- Equipment sales increased by 8% year-on-year. Services sales declined by 3% due to timing and represented 64% (66%) of the segment's sales. The segment's total sales grew by 1% to EUR 892 million (EUR 883 million).
- Adjusted EBITA was EUR 143 million (EUR 152 million), and the adjusted EBITA margin declined to 16.0% (17.3%). The decrease in EBITA and profitability was attributed to the adverse sales mix and temporarily higher costs.

January–June in brief

- Orders received increased by 4% year-on-year, thanks to higher small and mid-sized equipment orders year-on-year. Services orders increased by 1%, as activity related to rebuilds and modernizations has gradually started to come back.
- Sales declined by 2% to EUR 1,758 million as a result of lower deliveries in the beginning of the year. Equipment sales grew by 3%, while services sales declined by 4%.
- Adjusted EBITA was EUR 296 million, with an adjusted EBITA margin of 16.9% (EUR 312 million and 17.4%). The decline was due to the adverse sales mix and temporarily higher costs in the second quarter.

Key figures

EUR million	**Q2/2025**	Q2/2024	Change %	**Q1–Q2/2025**	Q1–Q2/2024	Change %	2024
Orders received	903	847	7	1,916	1,844	4	3,909
Orders received by services business	627	595	5	1,307	1,291	1	2,450
% of orders received	69	70	–	68	70	–	63
Order backlog				2,598	2,620	-1	2,607
Sales	892	883	1	1,758	1,797	-2	3,656
Sales by services business	567	582	-3	1,147	1,200	-4	2,405
% of sales	64	66	–	65	67	–	66
Adjusted EBITA	143	152	-6	296	312	-5	640
% of sales	16.0	17.3	–	16.9	17.4	–	17.5
Operating profit	152	133	14	289	274	6	548
% of sales	17.0	15.1	–	16.4	15.2	–	15.0

Sustainability and culture

- **Risk observations and safety conversations tracking well as leading safety indicators**
- **All-time high employee engagement**
- **Share of suppliers with sustainability targets increasing**

Sustainability KPI	Target	H1/2025	2024
Lost time injury frequency rate (LTIF)	Zero harm	1.0	1.4
Total recordable injury frequency rate (TRIF)	Zero harm	2.5	2.7
Employee Net Promoter Score (eNPS)	Top 10% of industry benchmark	Top 5%	Top 5%
Inclusion score	Top 10% of industry benchmark	Top 5%	Top 5%
Metso Plus sales (EUR million)*	To grow faster than overall Group sales	1,244	1,261
Reduction of CO_2 emissions: own operations (scope 1 and 2)**	Net zero by 2030	-70%	-72%
Reduction of CO_2 emissions: logistics**	-20% by 2025	-9%	-13%
Spend with direct suppliers having set Science Based Targets***	30% by 2025	37.1%	31.6%

*Rolling 12 months as of end of May 2025. Discontinued operations excluded. **Baseline 2019. ***Calculated from direct procurement spend excluding equivalent targets validated by Metso.

Health and safety. A slight improvement in injury rates was observed in the first half of the year, with the LTIF at 1.0 and the TRIF at 2.5. The primary causes of injuries, such as hand tools and lifting, were actively addressed. During this period, employees recorded nearly 60,000 risk observations and over 50,000 safety conversations as part of their personal yearly targets. To further enhance safety performance, the Metso Leadership Team adopted a new approach in June, focusing on specific sites. These sites are reviewed based on the impact of their best practice programs or safety improvement plans. The annual safety theme, "Humanizing Safety," was launched at an internal event in June, which saw participation from over 2,200 employees.

People and culture. In the second quarter, Metso’s employee engagement score (eNPS) reached an all-time high in the full engagement survey, scoring 59 compared to 58 in the previous full survey conducted in the fourth quarter of 2024. The global participation rate for the survey was 86%, with scores for inclusion, health, and well-being remaining strong, placing Metso in the top 5% of the industry benchmark.

In May, Mental Health Month was celebrated, highlighting actions to protect emotional and psychological well-being. Metso also demonstrated its commitment to diversity and inclusion by celebrating Pride month, organizing global psychological safety training sessions, and hosting a Women's Leadership Forum networking event. To enhance employees’ influencing and communication skills, two global training sessions were held, focusing on making a meaningful impact. In addition, Metso continued its commitment to leadership development by concluding the fourth cohort of its strategic leadership program. Moreover, Metso established a global virtual training session and an e-learning course on effectively leading hybrid teams.

Metso Plus. Rolling 12-month sales for Metso Plus amounted to EUR 1,244 million, with the growth rate still below the target level. During the quarter, Metso introduced the market to the OKTOP® pCAM demo unit, which enables scaling up from small-scale to industrial-scale production and media handling systems for cost-effectively facilitating the fast and safe handling of stirred mill media during shutdowns. Metso Plus orders received during the quarter included key process equipment for high-grade gold projects in both the Co-operative Republic of Guyana in South America and in Namibia, Africa. Other orders included key process equipment for a greenfield iron ore concentrator plant in Oman, sustainable tailings filtration technology for a laterite nickel mine project in Indonesia, and filtration technology for a steel and power plant in India.

Environmental footprint. Renewable energy generation from solar panels increased by over 10%, and nearly 10 smaller environmental initiatives were completed during the second quarter. Waste management saw the highest number of initiatives completed. The supplier engagement program continued to yield excellent results. In the first half of the year, over 70 new suppliers committed to science-based emissions targets, resulting in 37.1% of direct procurement spend being with suppliers who have validated their emission reduction targets through the Science-Based Targets initiative (SBTi). More broadly, 36.2 % of total procurement spend was with suppliers committed to SBTi or equivalent ambitious climate targets validated by Metso. Nearly 60 supplier audits were performed during the first half in high-risk areas.

Capital expenditure and investments

Gross capital expenditure, excluding right-of-use assets, was EUR 78 million in January–June 2025 (EUR 101 million). This included investments in the new Aggregates Technology Center in Finland, as well as in new service centers in North America.

Research and development

Research and development (R&D) expenses and investments were EUR 61 million, or 2.6% of sales, in January–June 2025 (EUR 54 million, or 2.2% of sales). Copper and battery minerals play a significant role in the current R&D and customer raw material test work.

Personnel

Metso had 17,424 (17,105) employees at the end of June 2025.

Personnel by area on June 30, 2025

	Share, %
Europe	33
North and Central America	13
South America	25
Asia Pacific and Greater China	14
Africa, Middle East and India	15
Total	100

Shares and share trading

Metso has a total of 828,972,440 shares and its share capital is EUR 107,186,442.52. In March 2025, a total of 409,427 treasury shares were conveyed to participants of the company's long-term incentive plans, after which treasury shares totaled 1,211,683.

Share performance on Nasdaq Helsinki

EUR	January 1–June 30, 2025
Closing price	10.98
Highest share price	11.34
Lowest share price	7.57
Volume-weighted average trading price	9.94

Annual General Meeting 2025

The Annual General Meeting (AGM) was held on April 24, 2025, in Helsinki. The AGM decided on a dividend of EUR 0.38 per share in two EUR 0.19 installments for the financial year 2024. The first payment was made on May 6 and the second is scheduled for October 31, 2025.

In addition, the AGM agreed on all other items on the agenda in line with the proposals made by the Board of Directors and the Shareholders' Nomination Board. More information on the AGM can be found on metso.com.

Other main events between January 1 and June 30, 2025

Acquisition of screening business in China

On February 10, Metso announced the acquisition of the screening business, operations and key assets of the privately owned Selm (Beijing) Technology Co., Ltd. By combining the new offering with its existing expertise, Metso will strengthen its services for mining and aggregates customers in China. Selm's offering consists of mining and aggregate screens and technologies including micro-sizing screening solutions. It has around 180 employees and its operations are located in Shenyang, Northeast China. The acquisition closed in July.

Share-based payments related to Metso’s long-term incentive plans

On March 20, a total of 409,427 of Metso's treasury shares were conveyed without consideration to 163 key persons based on the Performance Share Plan 2022–2024 and Restricted Share Plan 2022–2024. The transfer of shares was based on the authorization given to the Board by the Annual General Meeting held on April 25, 2024.

Annual Report 2024

On March 26, Metso published its Annual Report for 2024. The report consists of four sections: Business Overview, Financial Review, Corporate Governance Statement and Remuneration Report.

Acquisition of Swiss Tower Mills Minerals

On April 2, Metso completed the acquisition of its long-time partner Swiss Tower Mills Minerals AG (STM), of which it previously had a 15% minority ownership. The acquisition further strengthened Metso's position as a leading provider of crushing and grinding solutions for the mining industry.

New EUR 700 million revolving credit facility

On April 29, Metso signed a new EUR 700 million sustainability-linked revolving credit facility (RCF) agreement to refinance the existing EUR 600 million facility. The syndicated five-year facility has two one-year extension options, subject to the lender’s approval, and it will be used as a backup for general corporate purposes.

Issuance of EUR 300 million bond

On May 21, Metso issued a senior unsecured bond under its EMTN (Euro Medium Term Note) program. The EUR 300 million bond, which will mature in May 2032, pays a fixed coupon of 3.750%. The bond is listed on the Luxembourg Stock Exchange. Proceeds were used to repay some of Metso’s existing indebtedness in connection with a tender offer for its outstanding EUR 300 million 4.875% notes due 2027, announced on May 19, 2025, to refinance existing debt and for general corporate purposes.

Divestment of the Ferrous business

On May 30, Metso signed an agreement to sell its Ferrous business to SMS group, a global company providing technology and services in plant construction and mechanical engineering for the metals industry. Approximately 180 employees, primarily based in Germany, India and China, are planned to join the SMS group at the closing of the transaction, which is subject to regulatory approvals, and is expected to take place in the first quarter of 2026. The result of discontinued operations for the second quarter includes an impairment charge related to the divestment.

New service center in Western Canada

On June 6, Metso announced the construction of a new service center in Western Canada. The center is expected to be fully operational by early 2026.

Events after the reporting period

New screen manufacturing center in Romania

On July 3, Metso announced that it is expanding its stationary screen production footprint by establishing a new manufacturing center in Oradea, Romania. This investment will ensure screening business' growth strategy by increasing capacity and enhancing customer proximity and service capabilities for customers located in Europe, Central East Asia, and the Middle East.

Acquisition of TL Solution

On July 4, Metso announced that it is enhancing its innovative mill lining recycling technology development and customer service capabilities by signing an agreement to acquire TL Solution's recycling operations and induction heating technology development capabilities. TL Solution, a privately owned company based in Oulu, Finland, has previously worked with Metso to develop recycling technology.

Short-term business risks and market uncertainties

The uncertainty in the global markets may affect Metso's market environment. Trade restrictions and tariffs pose risks for global economic growth and may affect both Metso's customers and suppliers. Metso has actively mitigated the impact of tariffs on its operations through its extensive geographical footprint, passing tariffs on to customer prices and optimizing its sourcing and supply chain. However, higher uncertainty may have a negative impact on customers' capex decision-making. There are also other market and customer-related risks that could cause on-going projects to be postponed, delayed, discontinued or terminated.

Geopolitical tensions and related trade barriers may impact global supply chains and may affect Metso's ability to deliver on time and/or on budget. The financial position of suppliers may be at risk, due to working capital requirements and funding costs, which could also lead to challenges with on-time deliveries. If suppliers are unable to deliver and the company is unable to find alternative sources in the time required, it may lead to contractual penalties and/or obligations.

Uncertain market conditions could adversely affect our customers' payment behavior and increase the risk of lawsuits, claims and disputes taken against Metso in various countries related to, among other things, Metso's products, projects and other operations.

Even though currency exposure of firm delivery and purchase agreements is hedged, exchange rate fluctuations may impact the company's financial position.

Information security and cyber threats could disturb or disrupt Metso's businesses and operations.

Disputes related to delivery execution are a risk for Metso and can result in extra costs and/or penalties. In contracts related to the delivery of major projects, the liquidated damages attributable to, for instance, delayed delivery or non-performance may be significant. Even though provisions are made in accordance with accounting principles, the possibility of additional liabilities materializing cannot be excluded.

Metso is and may become involved in some disputes that may lead to or are in litigation and arbitration. Differing interpretations of international contracts and laws may cause uncertainties on the outcome of these disputes, including the legal basis and amounts of claims or liabilities relating to pending and past projects. The enforceability of contracts in certain market areas may be challenging or difficult to foresee.

Market outlook

Metso expects that the market activity in both Minerals and Aggregates will remain at the current level. Tariff-related turbulence could potentially affect global economic growth and market activity.

In its previously published outlook, Metso expected the market activity in both Minerals and Aggregates to remain at the current level.

According to the company's disclosure policy, Metso's market outlook describes the expected sequential development of market activity, adjusting for seasonality, during the following six-month period using three categories: improve, remain at the current level, or decline.

Helsinki, July 23, 2025

Metso Corporation's Board of Directors

Metso Half-Year Report January 1–June 30, 2025: Tables

Consolidated statement of income, IFRS

EUR million	**4–6/2025**	4–6/2024	**1–6/2025**	1–6/2024	1–12/2024
Sales	1,213	1,214	2,385	2,431	4,863
Cost of sales	-829	-791	-1,615	-1,591	-3,237
Gross profit	384	423	771	840	1,626
Selling and marketing expenses	-122	-113	-236	-217	-426
Administrative expenses	-96	-80	-181	-174	-356
Research and development expenses	-27	-24	-51	-48	-103
Other operating income and expenses, net	33	-10	40	-18	-14
Share of results of associated companies	0	0	0	0	0
Operating profit	173	195	343	383	727
Finance income	3	5	7	11	22
Foreign exchange gains/losses	0	0	2	3	4
Finance expenses	-36	-21	-58	-52	-105
Finance income and expenses, net	-33	-16	-49	-38	-80
Profit before taxes	140	180	294	345	648
Income taxes	-34	-45	-74	-86	-162
Profit for the period from continuing operations	106	134	220	259	486
Profit from discontinued operations	-44	-5	-39	-9	-156
Profit for the period	63	129	181	250	330
Profit attributable to					
Shareholders of the Parent company	61	128	180	249	329
Non-controlling interest	1	1	2	1	1
Profit from continuing operations attributable to					
Shareholders of the Parent company	105	134	218	258	485
Non-controlling interest	2	1	2	1	1
Profit from discontinued operations attributable to					
Shareholders of the Parent company	-43	-5	-38	-9	-156
Non-controlling interest	0	0	0	0	0
Earnings per share, EUR	0.08	0.16	0.22	0.30	0.40
Earnings per share, diluted, EUR	0.08	0.16	0.22	0.30	0.40
Earnings per share, continuing operations, EUR	0.12	0.16	0.26	0.31	0.59
Earnings per share, discontinued operations, EUR	-0.04	0.00	-0.04	-0.01	-0.19

More information under "Key figures, IFRS".

Consolidated statement of comprehensive income, IFRS

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Profit for the period	63	129	181	250	330
Other comprehensive income					
Cash flow hedges, net of tax	-5	0	-5	3	4
Currency translation on subsidiary net investment	-36	-8	-50	-13	-37
Items that may be reclassified to profit or loss in subsequent periods	-40	-8	-55	-10	-34
Defined benefit plan actuarial gains and losses, net of tax	–	–	–	–	0
Items that will not be reclassified to profit or loss	–	–	–	–	0
Other comprehensive income	-40	-8	-55	-10	-34
Total comprehensive income	22	121	126	240	296
Total comprehensive income attributable to					
Parent company shareholders	21	120	125	239	294
Non-controlling interest	1	1	2	1	1
Total comprehensive income attributable to, continuing operations					
Parent company shareholders	64	125	163	248	450
Non-controlling interest	2	1	2	1	1
Total comprehensive income attributable to, discontinued operations					
Parent company shareholders	-43	-5	-38	-9	-156
Non-controlling interest	0	0	0	0	0

Consolidated balance sheet – Assets, IFRS

EUR million	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Non-current assets			
Goodwill and intangible assets			
Goodwill	1,223	1,095	1,123
Other intangible assets	833	778	803
Total goodwill and intangible assets	2,056	1,873	1,927
Property, plant and equipment			
Land and water areas	39	39	38
Buildings and structures	152	138	159
Machinery and equipment	227	215	228
Assets under construction	131	120	124
Total property, plant and equipment	549	511	549
Right-of-use assets	118	109	136
Other non-current assets			
Investments in associated companies	3	3	3
Non-current financial assets	1	2	2
Loan receivables	1	–	0
Derivative financial instruments	11	4	9
Deferred tax assets	229	224	259
Other non-current receivables	30	21	27
Total other non-current assets	274	254	300
Total non-current assets	2,998	2,748	2,913
Current assets			
Inventories	1,834	1,978	1,900
Trade receivables	910	853	900
Customer contract assets	426	195	255
Loan receivables	2	3	2
Derivative financial instruments	63	9	34
Income tax receivables	86	98	61
Other current receivables	264	298	245
Liquid funds	432	348	431
Total current assets	4,017	3,783	3,826
Assets held for sale	216	236	276
TOTAL ASSETS	7,231	6,766	7,015

Consolidated balance sheet – Equity and liabilities, IFRS

EUR million	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Equity			
Share capital	107	107	107
Share premium fund	20	20	20
Cumulative translation adjustments	-264	-190	-215
Fair value and other reserves	1,134	1,136	1,137
Retained earnings	1,416	1,472	1,551
Equity attributable to shareholders	2,413	2,544	2,601
Non-controlling interests	11	10	10
Total equity	2,424	2,554	2,611
Liabilities			
Non-current liabilities			
Borrowings	1,507	1,111	1,300
Lease liabilities	84	81	99
Post-employment benefit obligations	86	89	88
Provisions	85	65	62
Derivative financial instruments	10	19	13
Deferred tax liability	174	185	172
Other non-current liabilities	6	8	5
Total non-current liabilities	1,952	1,559	1,739
Current liabilities			
Borrowings	90	163	165
Lease liabilities	39	32	42
Trade payables	557	602	581
Provisions	200	209	201
Advances received	533	339	495
Customer contract liabilities	408	178	232
Derivative financial instruments	24	19	68
Income tax liabilities	102	142	79
Other current liabilities	745	811	587
Total current liabilities	2,699	2,495	2,451
Liabilities held for sale	156	159	214
TOTAL EQUITY AND LIABILITIES	7,231	6,766	7,015

Consolidated statement of changes in shareholders' equity, IFRS

EUR million	Share capital	Share premium fund	Cumulative translation adjustments	Fair value and other reserves	Retained earnings	**Equity attributable to shareholders**	Non-controlling interests	**Total equity**
Jan 1, 2025	107	20	-215	1,137	1,551	2,601	10	2,611
Profit for the period	–	–	–	–	180	180	2	181
Other comprehensive income								
Cash flow hedges, net of tax	–	–	–	-5	–	-5	–	-5
Currency translation on subsidiary net investments	–	–	-50	–	–	-50	–	-50
Total comprehensive income	–	–	-50	-5	180	125	2	126
Dividends	–	–	–	–	-315	-315	0	-315
Share-based payments, net of tax	–	–	–	2	-2	0	–	0
Other items	–	–	–	–	1	1	0	1
Changes in non-controlling interests	–	–	–	–	1	1	-1	–
Jun 30, 2025	107	20	-264	1,134	1,416	2,413	11	2,424

EUR million	Share capital	Share premium fund	Cumulative translation adjustments	Fair value and other reserves	Retained earnings	**Equity attributable to shareholders**	Non-controlling interests	**Total equity**
Jan 1, 2024	107	20	-177	1,131	1,527	2,608	10	2,618
Profit for the period	–	–	–	–	249	249	1	250
Other comprehensive income								
Cash flow hedges, net of tax	–	–	–	3	–	3	–	3
Currency translation on subsidiary net investments	–	–	-13	–	–	-13	–	-13
Total comprehensive income	–	–	-13	3	249	239	1	240
Dividends	–	–	–	–	-298	-298	0	-298
Share-based payments, net of tax	–	–	–	2	-8	-6	–	-6
Other items	–	–	–	–	0	0	0	0
Changes in non-controlling interests	–	–	–	–	1	1	-1	–
Jun 30, 2024	107	20	-190	1,136	1,472	2,544	10	2,554

Condensed consolidated statement of cash flow, IFRS

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Operating activities					
Profit for the period	63	129	181	250	330
Adjustments:					
Depreciation and amortization	47	40	92	82	165
Financial expenses, net	33	16	49	38	80
Income taxes	32	48	69	91	88
Other items	8	21	26	15	33
Change in net working capital	-36	-102	-73	-166	-119
Net cash flow from operating activities before financial items and taxes	147	152	343	309	576
Financial income and expenses paid, net	21	-42	9	-46	-62
Income taxes paid	-36	-61	-69	-118	-183
Net cash flow from operating activities	132	49	283	145	332
Investing activities					
Capital expenditures on non-current assets	-24	-67	-56	-101	-188
Proceeds from sale of non-current assets	1	3	1	7	28
Business acquisitions, net of cash acquired	-129	–	-129	–	-60
Proceeds from sale of businesses, net of cash sold	0	–	0	–	-4
Change in loan receivables, net	0	0	0	0	1
Net cash flow from investing activities	-152	-64	-184	-93	-224
Financing activities					
Dividends paid	-157	-149	-157	-149	-298
Proceeds from increases in non-current debt	298	0	373	0	379
Repayment of non-current debt	-259	-197	-299	-197	-342
Proceeds from and repayments of current debt, net	73	39	37	25	-16
Repayment of lease liabilities	-11	-10	-23	-19	-38
Net cash flow from financing activities	-56	-317	-69	-340	-315
Net change in liquid funds	-76	-332	30	-289	-207
Effect from changes in exchange rates	-26	0	-29	-1	0
Liquid funds at beginning of period	533	680	431	638	638
Liquid funds at end of period	432	348	432	348	431

Key figures, IFRS

EUR million	**Jun 30, 2025**	Jun 30, 2024	Dec 31, 2024
Profit for the period from continuing operations	220	259	486
Earnings per share from continuing operations, EUR	0.26	0.31	0.59
Profit for the period from discontinued operations	-39	-9	-156
Earnings per share from discontinued operations, EUR	-0.04	-0.01	-0.19
Profit for the period	181	250	330
Earnings per share, EUR	0.22	0.30	0.40
Equity/share at end of period, EUR	2.92	3.08	3.14
Total number of shares at end of period (thousands)	828,972	828,972	828,972
Own shares held by Parent Company (thousands)	1,212	1,660	1,621
Number of outstanding shares at end of period (thousands)	827,761	827,312	827,351
Average number of outstanding shares (thousands)	827,582	826,880	827,101

EUR million	**Jun 30, 2025**	Jun 30, 2024	Dec 31, 2024
Net debt	1,285	1,036	1,173
Net debt/EBITDA, last 12 months	1.5	1.1	1.3
Gearing, %	53.0%	40.6%	44.9%
Equity-to-asset ratio, %	38.5%	40.9%	41.5%
Debt to capital, %	39.7%	33.3%	35.9%
Debt to equity, %	65.9%	49.9%	56.1%
Net working capital (NWC)	1,053	1,184	1,045
Net debt and gearing			
Borrowings	1,597	1,274	1,465
Lease liabilities	123	113	141
Gross debt	1,720	1,388	1,606
Loan receivables	3	3	2
Liquid funds	432	348	431
Net debt	1,285	1,036	1,173
Gearing, %	53.0%	40.6%	44.9%
Operating profit, last 12 months	687	761	727
Depreciation and amortization, last 12 months	172	154	160
EBITDA, last 12 months	859	915	887
Net debt/EBITDA, last 12 months	1.5	1.1	1.3

Formulas for key figures

Earnings before finance expenses, net, taxes, and amortization, adjusted (adjusted EBITA)	=	Operating profit + adjustment items + amortization
Earnings before finance expenses, net, taxes, depreciation and amortization (EBITDA)	=	Operating profit + depreciation + amortization
Earnings per share, basic	=	$\frac{\text{Profit attributable to shareholders}}{\text{Average number of outstanding shares during the period}}$
Earnings per share, diluted	=	$\frac{\text{Profit attributable to shareholders}}{\text{Average number of diluted shares during the period}}$
Equity/share	=	$\frac{\text{Equity attributable to shareholders}}{\text{Number of outstanding shares at the end of the period}}$
Gearing, %	=	$\frac{\text{Net interest-bearing liabilities}}{\text{Total equity}} \times 100$
Debt to capital, %	=	$\frac{\text{Interest-bearing liabilities - lease liabilities}}{\text{Total equity + interest-bearing liabilities - lease liabilities}} \times 100$
Debt to equity, %	=	$\frac{\text{Interest-bearing liabilities - lease liabilities}}{\text{Total equity}} \times 100$
Equity-to-asset ratio, %		$\frac{\text{Total equity}}{\text{Balance sheet total - advances received}} \times 100$
Interest-bearing liabilities (Gross debt)	=	Interest-bearing liabilities, non-current and current + lease liabilities, non-current and current
Net interest-bearing liabilities (Net debt)	=	Interest-bearing liabilities - loan and other interest-bearing receivables (current and non-current) - liquid funds
Net debt / EBITDA, last 12 months	=	$\frac{\text{Interest-bearing liabilities - loan and other interest-bearing receivables (current and non-current) - liquid funds}}{\text{Operating profit + depreciation + amortization, last 12 months}}$
Net working capital (NWC)	=	Inventories + trade receivables + other non-interest-bearing receivables + customer contract assets and liabilities, net - trade payables - advances received - other non-interest-bearing liabilities

Alternative performance measures

Metso presents certain key figures (alternative performance measures) as additional information to the financial measures presented in the consolidated statements of comprehensive income and the consolidated balance sheet and cash flows prepared in accordance with IFRS. In Metso’s view, alternative performance measures provide meaningful supplemental information on its operational results, financial position and cash flows and are widely used by analysts, investors and other parties.

To improve the comparability between periods, Metso presents adjusted EBITA, being earnings before interest, tax, and amortization, adjusted by capacity adjustment costs, acquisition costs and gains and losses on business disposals. Their nature and net effect on cost of goods sold, selling, general and administrative expenses, as well as other income and expenses are presented in the segment information. Net debt, gearing, equity-to-asset ratio, debt-to-capital ratio, and debt-to-equity ratio are presented as complementing measures because, in Metso’s view, they are useful measures of Metso’s ability to obtain financing and to service its debts. Net working capital provides additional information concerning the cash flow needs of Metso’s operations.

Alternative performance measures should not be viewed in isolation or as a substitute to the IFRS financial measures. All companies do not calculate alternative performance measures in a uniform manner, and therefore Metso’s alternative performance measures may not be comparable with similarly named measures presented by other companies.

Notes to the Half-Year Report

Contents

1. Basis of preparation

This Half-Year Report has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’, applying the accounting policies of Metso, which are consistent with the accounting policies of Metso Financial Statements 2024. New accounting standards have been adopted, as described in Note 2. This Half-Year Report is unaudited.

All figures presented have been rounded; consequently, the sum of individual figures might differ from the presented total figures.

On March 29, 2023, Metso announced its decision to initiate the divestment of the Metals & Chemical Processing and Ferrous & Heat Transfer businesses. Starting from September 30, 2023, these businesses have been classified as discontinued operations. Consequently, figures related to the consolidated statement of income are presented separately from continuing operations. The assets and liabilities held for sale have been transferred to separate lines in the consolidated balance sheet.

On September 4, 2024, Metso announced the termination of the Waste-to-energy business. The result of discontinued operations includes the income statement items related to the Waste-to-energy business, which has been reported as part of discontinued operations in Outotec since December 2019 and in Metso from 2020 following the merger of Metso Minerals and Outotec. More information is disclosed under Note 10. Discontinued operations.

Reporting segments

Metso Group is a global supplier of sustainable technologies, end-to-end solutions, and services for the minerals processing and aggregates industries. Metso has a broad offering in terms of equipment, solutions and various types of aftermarket services. Reportable segments of Metso are based on end-customer groups, which are differentiated both by offering and business model.

The segments are reported in a manner consistent with the internal reporting provided to the Board of Directors, Metso’s chief operating decision-maker with responsibility for allocating resources and assessing the performance of the segments, deciding on strategy, selecting key employees, as well as deciding on major development projects, business acquisitions, investments, organizational structure, and financing. The accounting principles applied to the segment reporting are the same as those used in preparing the consolidated financial statements.

Aggregates offers a wide range of equipment, aftermarket parts, and services for quarries, aggregates contractors and construction companies. Minerals supplies a wide portfolio of process solutions, equipment, and aftermarket services, as well as plant delivery capability for minerals operations. The Group Head Office and other is comprised of the Parent Company with centralized Group functions, such as treasury, tax, legal and compliance, as well as global business service center and holding companies.

Segment performance is measured with operating profit/loss (EBIT). In addition, Metso uses alternative performance measures to reflect the underlying business performance and to improve comparability between financial periods: earnings before interest, tax and amortization (EBITA), and adjusted net working capital. Alternative performance measures, however, should not be considered as a substitute for measures of performance in accordance with the IFRS.

2. New accounting standards

Metso has applied the IFRS revisions that have been effective since January 1, 2025. These amendments have not had a material impact on the reported figures.

3. Disaggregation of sales

SALES BY SEGMENT

EUR million	**4–6/2025**	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Aggregates	320	331	627	634	1,207
Minerals	892	883	1,758	1,797	3,656
Sales, continuing operations	**1,213**	**1,214**	**2,385**	**2,431**	**4,863**

SALES BY SEGMENT

EUR million	**4–6/2025**	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Services	**668**	**690**	**1,350**	**1,417**	**2,824**
Aggregates	101	109	203	217	419
Minerals	567	582	1,147	1,200	2,405
Projects, equipment and goods	**545**	**524**	**1,035**	**1,013**	**2,039**
Aggregates	220	223	424	417	788
Minerals	325	301	611	596	1,251
Sales, continuing operations	**1,213**	**1,214**	**2,385**	**2,431**	**4,863**

EXTERNAL SALES BY TIMING OF REVENUE RECOGNITION

EUR million	**4–6/2025**	4–6/2024	1–6/2025	1–6/2024	1–12/2024
At a point in time	919	1,047	1,866	1,993	4,033
Over time	294	167	519	438	829
Sales, continuing operations	**1,213**	**1,214**	**2,385**	**2,431**	**4,863**

EXTERNAL SALES BY DESTINATION

EUR million	**4–6/2025**	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Europe	264	237	484	460	884
North and Central America	246	277	525	560	1,081
South America	242	261	501	541	1,139
APAC	218	242	425	489	1,018
Africa, Middle East and India	242	198	451	381	740
Sales, continuing operations	**1,213**	**1,214**	**2,385**	**2,431**	**4,863**

4. Financial risk management

As a global company, Metso is exposed to a variety of business and financial risks. Financial risks are managed centrally by Group Treasury under annually reviewed written policies approved by the Board of Directors. Treasury operations are monitored by the Treasury Management Team chaired by the CFO. Group Treasury identifies, evaluates and hedges financial risks in close cooperation with the operating units. Group Treasury functions as a counterparty to the operating units, centrally manages external funding, and is responsible for the management of financial assets and appropriate hedging measures. The objective of financial risk management is to minimize potential adverse effects on Metso's financial performance.

Liquidity and refinancing risk, capital structure management

Liquidity or refinancing risk arises when a company is not able to arrange funding on terms and conditions corresponding to its creditworthiness. Sufficient cash, short-term investments, and committed and uncommitted credit facilities are maintained to protect short-term liquidity. Diversification of funding among different markets and an adequate number of financial institutions is used to safeguard liquidity. Group Treasury monitors bank account structures, cash balances and forecasts of the operating units, and manages the utilization of the consolidated cash resources.

Liquidity position remained solid. As of June 30, 2025, liquid funds, consisting of cash and cash equivalents, amounted to EUR 432 million (EUR 431 million on December 31, 2024). There were no deposits or securities with a maturity of more than three months (EUR 0 million on December 31, 2024).

During the second quarter, Metso signed a new EUR 700 million sustainability-linked revolving credit facility agreement to refinance the Group's existing EUR 600 million facility. The syndicated five-year facility has two one-year extension options, subject to the lender's approval. At the end of June, the facility remained undrawn. In May, the company issued a new EUR 300 million seven-year bond and tendered EUR 130 million for its outstanding 2027 notes. The company operates a EUR 600 million Finnish commercial paper program, with EUR 60 million outstanding at the end of June.

At the end of June, Metso had EUR 1,061 million in bonds outstanding at carrying value (December 31, 2024: EUR 892 million).

The average interest rate of total loans and derivatives was 3.5% on June 30, 2025. The duration of total interest-bearing debt was 2.5 years and the average maturity 3.8 years.

Capital structure management in Metso comprises both equity and interest-bearing debt. As of June 30, 2025, the equity attributable to shareholders was EUR 2,413 million (EUR 2,601 million on December 31, 2024), and the amount of interest-bearing debt, excluding lease liabilities, was EUR 1,597 million (EUR 1,465 million on December 31, 2024).

One of Metso's key financial targets is to maintain an investment-grade credit rating. Metso has a 'BBB' long-term issuer credit rating with stable outlook from S&P Global Ratings and a 'Baa2' long-term issuer rating with stable outlook from Moody's Investor Service.

There are no prepayment covenants in Metso's financial contracts that would be triggered by changes in the credit rating. Covenants included in some financing agreements would only become valid if Metso's credit rating was below investment-grade, and the covenants would be related to Metso's capital structure. Metso is in compliance with all covenants and other terms of its debt instruments.

5. Fair value estimation

For those financial assets and liabilities that have been recognized at fair value in the balance sheet, the following measurement hierarchy and valuation methods have been applied:

Level 1 — Unadjusted quoted prices in active markets at the balance sheet date. The market prices are readily and regularly available from an exchange, dealer, broker, market information service system, pricing service or regulatory agency. The quoted market price used for financial assets is the current bid price. Level 1 financial instruments include fund investments classified as fair value through profit and loss.

Level 2 — The fair value of financial instruments in Level 2 is determined using valuation techniques. These techniques utilize observable market data readily and regularly available from an exchange, dealer, broker, market information service system, pricing service or regulatory agency. Level 2 financial instruments include:

- Over-the-counter derivatives classified as financial assets/liabilities at fair value through profit and loss or qualified for hedge accounting

- Debt securities classified as financial instruments at fair value through profit and loss
- Fixed-rate debt under fair value hedge accounting

Level 3 A financial instrument is categorized into Level 3 if the calculation of the fair value cannot be based on observable market data. There were no such instruments on June 30, 2025, or on December 31, 2024.

The next table presents financial assets and liabilities that are measured at fair value. There have been no transfers between fair value levels during the presented period.

		Jun 30, 2025	
EUR million	Level 1	Level 2	Level 3
Assets			
Financial assets at fair value through profit and loss			
Derivatives not under hedge accounting	–	53	–
Financial assets at fair value through other comprehensive income			
Derivatives under hedge accounting	–	22	–
Total	–	74	–
Liabilities			
Financial liabilities at fair value through profit and loss			
Derivatives not under hedge accounting	–	12	–
Financial liabilities at fair value through other comprehensive income			
Derivatives under hedge accounting	–	23	–
Total	–	34	–

		Dec 31, 2024	
EUR million	Level 1	Level 2	Level 3
Assets			
Financial assets at fair value through profit and loss			
Derivatives not under hedge accounting	–	25	–
Financial assets at fair value through other comprehensive income			
Derivatives under hedge accounting	–	18	–
Total	–	43	–
Liabilities			
Financial liabilities at fair value through profit and loss			
Derivatives not under hedge accounting	–	58	–
Financial liabilities at fair value through other comprehensive income			
Derivatives under hedge accounting	–	23	–
Total	–	80	–

The carrying value of financial assets and liabilities other than those presented in this fair-value level hierarchy table approximates their fair value. Fair values of other debt are calculated as net present values.

6. Notional amounts of derivative instruments

EUR million	**Jun 30, 2025**	Jun 30, 2024	Dec 31, 2024
Forward exchange rate contracts	2,892	3,029	3,515
Interest-rate swaps	455	505	505

7. Contingent liabilities and commitments

EUR million	**Jun 30, 2025**	Jun 30, 2024	Dec 31, 2024
Guarantees			
External guarantees given by Parent and Group companies	1,311	1,457	1,470
Other commitments			
Repurchase commitments	0	–	–
Other contingencies	–	0	0
Total	1,311	1,457	1,470

8. Acquisitions

Acquisitions 2025

Metso completed the acquisition of Swiss Tower Mills Minerals AG (STM) on April 1, 2025 by acquiring a 85% share of the company. Previously Metso had a 15% minority ownership in the company, which has been valued at fair value following the transaction. STM's expertise in vertical grinding mills strengthens Metso's leading comminution solutions portfolio for the mining industry, playing a vital role in energy-efficient solutions for the diverse needs of customers and enabling Metso to provide enhanced service levels to customers using stirred mill technology. The acquired business was consolidated into the Minerals segment. Sales of the acquired business in the financial year that ended in December 2024 were approximately EUR 25 million. This sales figure does not reflect the full scope of STM's business operations, as Metso has, for years, held exclusive rights to sell and service STM's grinding mills.The business employs about 30 people.

Assets and liabilities recognized as a result of the acquisition

EUR million	Fair value
Fixed assets	66
Inventory	2
Other assets	48
Liabilities	-33
Net identifiable assets acquired at fair value	83
Goodwill (provisional)	110
Purchase consideration	193
Previously owned shares at fair value	-29
Cash consideration paid	165

Goodwill is mainly attributable to synergies. The goodwill is not deductible for tax purposes. The initial calculation of goodwill generated is based on the result of the acquired company, adjusted by changes in accounting principles and effects from the fair value adjustment of acquired assets and related tax adjustments.

Cash flow impact of the acquisition

EUR million	Cash flow
Cash consideration paid	-165
Cash and cash equivalents acquired	36
Cash consideration, total	-129

Acquisitions 2024

Metso completed the acquisition of Diamond Z and Screen Machine Industries on October 1, 2024, by acquiring a 100% share of the companies. Diamond Z enhanced Metso's offering of mobile equipment for the organic recycling markets. Screen Machine Industries broadened Metso's portfolio in the North American mobile crushing and screening markets. The acquired businesses are consolidated into the Aggregates segment. The companies' sales in the financial year that ended in December 2023 were approximately EUR 71 million. Together, the companies employ approximately 190 people.

Metso acquired a 100% share of Jindex Pty Ltd on August 1, 2024. Jindex is an Australian company with extensive expertise in valve technology and control equipment, as well as in many types of slurry valve projects. The acquired business is consolidated into the Minerals segment. Jindex's sales in the financial year that ended in June 2024 were approximately EUR 9 million. The company employs about 25 people.

Assets and liabilities recognized as a result of the acquisitions

EUR million	Fair value
Fixed assets	45
Inventory	23
Other assets	4
Liabilities	-40
Net identifiable assets acquired at fair value	32
Goodwill (provisional)	28
Purchase consideration	60

Goodwill is mainly attributable to synergies. The goodwill is not deductible for tax purposes. The initial calculation of goodwill generated is based on the result of the acquired company, adjusted by changes in accounting principles and effects from the fair value adjustment of acquired assets and related tax adjustments.

Cash flow impact of the acquisitions

EUR million	Cash flow
Cash consideration paid	-60
Cash and cash equivalents acquired	1
Net cash flow for the year	-60
Cash consideration, total	-60

9. Business disposals

There have been no business disposals during 2025 and 2024.

10. Discontinued operations

On March 29, 2023, Metso announced its decision to initiate the divestment of the Metals & Chemical Processing and the Ferrous & Heat Transfer businesses. These businesses have been reported under the Metals segment. Starting from September 30, 2023, these businesses have been classified as discontinued operations, including the transfer of assets and liabilities held for sale on separate lines in the consolidated balance sheet. The figures in the consolidated statement of income have been adjusted to show the discontinued operations separately from continuing operations.

On September 4, 2024, Metso announced the termination of its Waste-to-energy business and has settled remaining legal processes concerning historic projects. The result of discontinued operations includes the income statement items related to the Waste-to-energy business. As a result of the termination, Metso booked a one-time expense of EUR 250 million in the results of its discontinued operations in the third quarter of 2024. The impact of this expense on the net cash flow from operating activities in Q3/2024 was EUR 275 million.

The result from discontinued operations was EUR -39 million for January 1–June 30, 2025 (EUR -9 million for January 1–June 30, 2024). Assets held for sale totaled EUR 216 million and liabilities EUR 156 million on June 30, 2025.

Consolidated statement of income		1–6/2025	
EUR million	Continuing operations	Discontinued operations	**Metso total**
Sales	2,385	109	2,494
Cost of sales	-1,615	-107	-1,722
Gross profit	771	1	772
Selling and marketing expenses	-236	-7	-244
Administrative expenses	-181	-7	-188
Research and development expenses	-51	-3	-54
Other operating income and expenses, net	40	-27	12
Share of results of associated companies	0	–	0
Operating profit	343	-44	299
Finance income and expenses, net	-49	–	-49
Profit before taxes	294	-44	250
Income taxes	-74	5	-69
Profit for the period	220	-39	181
Profit attributable to			
Shareholders of the Parent Company	218	-38	180
Non-controlling interests	2	0	2
Earnings per share, EUR	0.26	-0.04	0.22

Consolidated balance sheet		Jun 30, 2025	
EUR million	Continuing operations	Discontinued operations	**Metso total**
Non-current assets	2,998	83	3,081
Inventories	1,834	38	1,871
Trade and other receivables	1,751	96	1,847
Liquid funds	432	–	432
Assets total	7,015	216	7,231
Non-current liabilities	1,952	28	1,980
Short-term liabilities	2,699	128	2,828
Liabilities total	4,652	156	4,808

Condensed consolidated statement of cash flows		1–6/2025	
EUR million	Continuing operations	Discontinued operations	**Metso total**
Operating activities			
Profit for the period	220	-39	181
Adjustments to profit for the period	213	22	235
Change in net working capital	-75	2	-73
Cash flow from operations	358	-15	343
Financing items, net	9	–	9
Income taxes paid	-69	0	-69
Net cash flow from operating activities	298	-15	283
Investing activities			
Net cash flow from investing activities	-184	0	-184
Financing activities			
Net cash flow from financing activities	-69	–	-69
Net change in liquid funds	45	-15	30

Consolidated statement of income	1–6/2024		
EUR million	Continuing operations	Discontinued operations	**Metso total**
Sales	2,431	109	2,540
Cost of sales	-1,591	-85	-1,676
Gross profit	840	24	864
Selling and marketing expenses	-217	-13	-230
Administrative expenses	-174	-5	-179
Research and development expenses	-48	-5	-53
Other operating income and expenses, net	-18	-5	-23
Share of results of associated companies	0	–	0
Operating profit	383	-4	379
Finance income and expenses, net	-38	–	-38
Profit before taxes	345	-4	341
Income taxes	-86	-5	-91
Profit for the period	259	-9	250
Profit attributable to			
Shareholders of the Parent Company	258	-9	249
Non-controlling interests	1	0	1
Earnings per share, EUR	0.31	-0.01	0.30

Consolidated balance sheet	Jun 30, 2024		
EUR million	Continuing operations	Discontinued operations	**Metso total**
Non-current assets	2,748	99	2,847
Inventories	1,978	26	2,005
Trade and other receivables	1,456	110	1,566
Liquid funds	348	–	348
Assets total	6,530	236	6,766
Non-current liabilities	1,559	41	1,600
Short-term liabilities	2,495	118	2,612
Liabilities total	4,053	159	4,212

Condensed consolidated statement of cash flows	1–6/2024		
EUR million	Continuing operations	Discontinued operations	**Metso total**
Operating activities			
Profit for the period	259	-9	250
Adjustments to profit for the period	218	8	226
Change in net working capital	-157	-9	-166
Cash flow from operations	319	-10	309
Financing items, net	-46	–	-46
Income taxes paid	-117	-1	-118
Net cash flow from operating activities	156	-11	145
Investing activities			
Net cash flow from investing activities	-94	0	-93
Financing activities			
Net cash flow from financing activities	-340	–	-340
Net change in liquid funds	-278	-11	-289

11. Segment information, IFRS

ORDERS RECEIVED

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Aggregates	331	314	731	679	1,231
Minerals	903	847	1,916	1,844	3,909
Metso total, continuing operations	1,234	1,162	2,647	2,523	5,140

ORDERS RECEIVED BY SERVICES BUSINESS

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Aggregates	93	105	209	225	431
% of orders received	28.0	33.5	28.6	33.1	35.0
Minerals	627	595	1,307	1,291	2,450
% of orders received	69.4	70.3	68.2	70.0	62.7
Metso total, continuing operations	719	701	1,517	1,516	2,881
% of orders received	58.3	60.3	57.3	60.1	56.0

SALES

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Aggregates	320	331	627	634	1,207
Minerals	892	883	1,758	1,797	3,656
Metso total, continuing operations	1,213	1,214	2,385	2,431	4,863

SALES BY SERVICES BUSINESS

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Aggregates	101	109	203	217	419
% of sales	31.4	32.8	32.4	34.2	34.7
Minerals	567	582	1,147	1,200	2,405
% of sales	63.5	65.9	65.2	66.8	65.8
Metso total, continuing operations	668	690	1,350	1,417	2,824
% of sales	55.1	56.8	56.6	58.3	58.1

ADJUSTED EBITA AND OPERATING PROFIT, CONTINUING OPERATIONS

EUR million, %	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Aggregates					
Adjusted EBITA	45	55	94	106	198
% of sales	14.1	16.6	15.0	16.8	16.4
Amortization of intangible assets	-6	-3	-11	-7	-16
Adjustment items	0	0	-1	-1	-3
Operating profit	39	51	82	99	179
% of sales	12.2	15.5	13.1	15.5	14.8
Minerals					
Adjusted EBITA	143	152	296	312	640
% of sales	16.0	17.3	16.9	17.4	17.5
Amortization of intangible assets	-16	-11	-28	-24	-49
Adjustment items	25	-8	21	-14	-42
Operating profit	152	133	289	274	548
% of sales	17.0	15.1	16.4	15.2	15.0
Group Head Office and other					
Adjusted EBITA	-17	-3	-26	-14	-34
Amortization of intangible assets	0	-1	-1	-1	-1
Adjustment items	-1	14	-2	25	34
Operating profit	-18	11	-29	11	0
Metso total, continuing operations					
Adjusted EBITA	171	205	364	405	804
% of sales	14.1	16.9	15.3	16.7	16.5
Amortization of intangible assets	-22	-15	-40	-33	-66
Adjustment items	24	6	18	10	-11
Operating profit	173	195	343	383	727
% of sales	14.2	16.1	14.4	15.8	15.0

ADJUSTMENT ITEMS BY CATEGORY

EUR million	4–6/2025	4–6/2024	1–6/2025	1–6/2024	1–12/2024
Capacity adjustment costs	-3	-7	-9	-11	-42
Acquisition costs	-1	0	-1	–	-1
Revaluation of shares	27	–	27	–	–
Profits on disposals, net	–	–	–	–	-4
Wind-down of Russian business	0	13	0	22	35
Adjustment items, total	24	6	18	10	-11

Quarterly segment information, IFRS

ORDERS RECEIVED

EUR million	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	331	400	294	259	314
Minerals	903	1,013	1,098	968	847
Metso total, continuing operations	1,234	1,413	1,391	1,226	1,162

SALES

EUR million	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	320	307	290	283	331
Minerals	892	866	982	877	883
Metso total, continuing operations	1,213	1,173	1,272	1,160	1,214

Adjusted EBITA

EUR million	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	45	49	46	45	55
Minerals	143	153	167	161	152
Group Head Office and other	-17	-9	-10	-10	-3
Metso total, continuing operations	171	193	203	196	205

Adjusted EBITA, % OF SALES

%	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	14.1	16.0	16.0	16.1	16.6
Minerals	16.0	17.7	17.0	18.3	17.3
Group Head Office and other	n/a	n/a	n/a	n/a	n/a
Metso total, continuing operations	14.1	16.5	16.0	16.9	16.9

AMORTIZATION OF INTANGIBLE ASSETS

EUR million	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	-6	-5	-5	-4	-3
Minerals	-16	-12	-13	-12	-11
Group Head Office and other	0	0	1	-1	-1
Metso total, continuing operations	-22	-18	-17	-16	-15

ADJUSTMENT ITEMS

EUR million	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	0	-1	-1	-2	0
Minerals	25	-4	-20	-7	-8
Group Head Office and other	-1	-1	2	7	14
Metso total, continuing operations	24	-6	-19	-2	6

OPERATING PROFIT

EUR million	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	39	43	40	40	51
Minerals	152	137	134	141	133
Group Head Office and other	-18	-10	-7	-4	11
Metso total, continuing operations	173	170	167	178	195

OPERATING PROFIT, % OF SALES

%	**4–6/2025**	1–3/2025	10–12/2024	7–9/2024	4–6/2024
Aggregates	12.2	14.0	13.9	14.2	15.5
Minerals	17.0	15.9	13.6	16.1	15.1
Group Head Office and other	n/a	n/a	n/a	n/a	n/a
Metso total, continuing operations	14.2	14.5	13.1	15.3	16.1

ORDER BACKLOG

EUR million	**Jun 30, 2025**	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024
Aggregates	491	496	439	438	471
Minerals	2,598	2,709	2,607	2,569	2,620
Metso total, continuing operations	3,089	3,204	3,046	3,007	3,091
Discontinued operations	223	200	214	199	241
Metso total	3,312	3,404	3,260	3,206	3,333

12. Exchange rates

Currency		**1–6/2025**	1–6/2024	1–12/2024	**Jun 30, 2025**	Jun 30, 2024	Dec 31, 2024
USD	(US dollar)	1.0920	1.0828	1.0826	1.1720	1.0705	1.0389
SEK	(Swedish krona)	11.1374	11.3768	11.4226	11.1465	11.3595	11.4590
GBP	(Pound sterling)	0.8393	0.8557	0.8469	0.8555	0.8464	0.8292
CAD	(Canadian dollar)	1.5421	1.4677	1.4820	1.6027	1.4670	1.4948
BRL	(Brazilian real)	6.2968	5.5102	5.8500	6.4384	5.8915	6.4253
CNY	(Chinese yuan)	7.9086	7.8038	7.7793	8.3970	7.7748	7.5833
AUD	(Australian dollar)	1.7275	1.6406	1.6424	1.7948	1.6079	1.6772

It should be noted that certain statements herein which are not historical facts, including, without limitation, those regarding expectations for general economic development and the market situation, expectations for customer industry profitability and investment willingness, expectations for company growth, development and profitability and the realization of synergy benefits and cost savings, and statements preceded by “expects”, “estimates”, “forecasts” or similar expressions, are forward-looking statements. These statements are based on current decisions and plans and currently known factors. They involve risks and uncertainties that may cause the actual results to differ materially from the results currently expected by the company.

Such factors include, but are not limited to:

(1) general economic conditions, including fluctuations in exchange rates and interest levels which influence the operating environment and profitability of customers and thereby the orders received by the company and their margins,

(2) the competitive situation, especially significant technological solutions developed by competitors,

(3) the company’s own operating conditions, such as the success of production, product development and project management and their continuous development and improvement,

(4) the success of pending and future acquisitions and restructuring.

Metso's financial information in 2025

Interim Review for January–September 2025 on October 23

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Metso

Partner for positive change