vallourec

Press release

Meudon (France), July 30th, 2026

Vallourec, a world leader in premium seamless tubular solutions, announces today its results for the second quarter 2026. The Board of Directors of Vallourec SA, meeting on July 29th 2026, approved the Group's second quarter 2026 Consolidated Financial Statements.

Second Quarter 2026 Results

- **Q2 Group EBITDA of $190m, in line with guidance midpoint**
- **Maintained strong Tubes profitability at US$722/t**
- **Solid cash generation of $118m, net cash position of $183m**
- **High activity levels and improving pricing in US, with solid asset utilization**
- **Robust offshore tendering activity translating into strong bookings momentum**
- **Resilient customer activity in primary Middle East markets**
- **Delayed Strait of Hormuz reopening impacting delivery timing in select countries**
- **Q3 2026 Group EBITDA expected to range between $170 million and $210 million**
- **~€650m shareholder return in 2026 confirmed, including €2.05 per share extraordinary interim dividend to be paid on 5th August[a]**

HIGHLIGHTS & OUTLOOK

Second Quarter 2026 Results

- Group EBITDA of US$190 million, down 9% year over year, EBITDA margin improved slightly to 21.4%
    - Tubes EBITDA per tonne of $722, up 31% year over year, reflecting positive price/mix effects and excellent cost adaptation
    - Mine & Forest EBITDA at $33 million, decreasing year over year by (35%), reflecting lower iron ore volumes sold and negative FX impacts
- Adjusted free cash flow of $125 million; total cash generation of $118 million, driven by robust collections and inventory management
- Ended the period with a net cash position of $183 million, improving by $116 million sequentially after $14 million of share repurchases

Third Quarter 2026 Group EBITDA is expected to range between $170 million and $210 million

- In Tubes, volumes are expected to increase and EBITDA per tonne is expected to decrease sequentially, reflecting a less favorable mix and increased costs due to the geopolitical situation in the Middle East to be largely reimbursed in the coming quarters
- In Mine & Forest, production sold is expected to be around 1.4 million tonnes

H2 2026 EBITDA is expected to be influenced by the following factors:

- In Tubes, volumes and prices in North America are expected to increase in H2 2026 vs. H1 2026.
- International volumes are expected to increase in H2 2026 vs. H1 2026, despite continued closure of the Strait of Hormuz which is affecting delivery timing in select countries. EBITDA per tonne to decline in H2 2026 vs. H1 2026 primarily due to mix effects & additional costs related to Middle East shipments.
- In Mine & Forest, production sold is expected to be around 5 to 5.5 million tonnes for the full year.

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[a] *The Annual General Meeting to be held on May 27, 2027 will acknowledge the interim dividend of €2.05 per share paid in 2026 and will be asked to approve any balance of the dividend in respect of the 2026 financial year.*

Information
Quarterly statements are unaudited and not subject to any review. Half-year financial statements were subject to limited review by statutory auditors.
Unless otherwise specified, indicated variations are expressed in comparison with the same period of the previous year.
Please see "Definitions of Non-GAAP Financial Data" for definitions of terms presented in this press release.

Key Quarterly Data ($m)[a]

	Quarterly figures				
in $ million, unless noted	Q2 2026	Q1 2026	Q2 2025*	QoQ chg.	YoY chg.
Tubes volume sold (k tonnes)	244	272	293	(28)	(49)
Iron ore volume sold (m tonnes)	1.2	1.3	1.6	(0.1)	(0.4)
Group revenues	886	975	983	(89)	(98)
Group EBITDA	**190**	**220**	**209**	**(30)**	**(19)**
(as a % of revenue)	*21.4%*	*22.6%*	*21.2%*	*(1.1) pp*	*0.2 pp*
Operating income (loss)	103	156	114	(53)	(12)
Net income, Group share	45	87	44	(42)	1
Adj. free cash flow	**125**	**177**	**103**	**(52)**	**22**
Total cash generation	**118**	**135**	**67**	**(16)**	**52**
Net cash (debt)	**183**	**67**	**(235)**	**116**	**418**

[a] *See in Appendix for comparative figures in Euros*

** Vallourec changed the reporting currency of the Group's Consolidated Financial Statements from the Euro to the US Dollar, effective January 1st 2026. Comparative 2025 figures have been restated to US Dollars (see in Appendix for comparative figures in Euros).*

Information
Quarterly statements are unaudited and not subject to any review. Half-year financial statements were subject to limited review by statutory auditors.
Unless otherwise specified, indicated variations are expressed in comparison with the same period of the previous year.
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Philippe Guillemot, Chairman of the Board of Directors and Chief Executive Officer, declared:

"Vallourec demonstrated the strength and resilience of its business model once again in the second quarter. Despite lower volumes sequentially in our international business, Tubes profitability remained close to the robust level achieved in the first quarter, well above $700/t. Our cash conversion continued to improve year on year, with more than 60% of EBITDA converted into cash during the quarter. We ended the period with a net cash balance of $183m, the highest level since 2009. With the announcement of a €2.05 per share extraordinary interim dividend payable in August and €110m in share repurchases in H1 2026, we are cementing our position as one of the most shareholder-friendly companies both in our peer group and the wider market.

"While uncertainty related to the situation in the Middle East is persisting, our business has adapted quickly. Our primary customers in the region are leveraging local supply chains, including Vallourec, to accelerate their activity. At the same time, select customers more directly affected by disruptions linked to the closure of the Strait of Hormuz continue to defer deliveries as they await greater operational visibility.

"In international markets, we are beginning to see tendering momentum translate into contract awards across both onshore and offshore markets, supporting our expectation of higher volumes in the future.

"To support our customers' growing pipeline of deep and ultra-deepwater offshore developments, Vallourec has invested in advanced coating and thermal insulation technologies that are increasingly critical to flow assurance and project economics. As an example, Vallourec is the first commercial licensee of ExxonMobil's Goldilocks™ subsea insulation technology. The strength of our offering has translated into major commercial successes this quarter, including contracts awarded for Petrobras' Atapu-2 project offshore Brazil, Azule Energy's PAJ project offshore Angola, as well as ExxonMobil's Hammerhead and Longtail projects in Guyana.

"In our largest single market, the United States, higher activity levels and restrained imports, due to existing tariffs and ongoing trade investigations, are supporting solid utilization of our assets. Market pricing continues to improve, reflecting favorable OCTG fundamentals, with inventory levels across the board now below the five-year average.

"In New Energies, our Deep Dive presentation in June highlighted Vallourec's advantaged position as a key enabler in the rapidly growing geothermal market, where demand for premium tubular solutions continues to increase. We believe this market could reach a scale comparable to the seamless OCTG markets of South America or Africa by 2030. In the near term, customer demand over the next six months is expected to exceed the prior 12-month total.

"Looking ahead, we are encouraged by our customers' plans to restore production capacity in the Middle East and by nations' efforts to diversify their oil and gas supply in response to the recent disruptions affecting the Strait of Hormuz. Supported by our 'From Good to Great' plan's operational excellence initiatives, differentiated and innovative product offering, and ideally-located manufacturing centers, Vallourec is well-positioned to deliver sustainable value creation."

CONSOLIDATED RESULTS ANALYSIS

Second Quarter Results Analysis

In Q2 2026, Vallourec recorded revenues of $886 million, down (10%) year over year. Group revenues reflect a (17%) volume effect, a 5% price/mix effect, a (1%) decrease due to Mine & Forest, and a 3% currency effect.

EBITDA amounted to $190 million, or 21.4% of revenues, compared with $209 million, or 21.2% of revenues, in Q2 2025. The year over year decrease was mainly driven by a lower contribution from Mine & Forest and the absence of a $16 million contribution from Serimax following its disposal in July 2025.

Operating income was $103 million, compared with $114 million in Q2 2025.

Financial income (loss) was ($15) million, compared with ($6) million in Q2 2025.

Income tax expense amounted to ($32) million, compared with ($57) million in Q2 2025.

Net income was $55 million, versus $51 million in Q2 2025.

Net income, Group share, totalled $45 million, compared with $44 million in Q2 2025.

Earnings per diluted share was $0.18, versus $0.18 in the prior year, reflecting stable profitability and a slightly higher diluted share count (250 million versus 249 million).

First Half Results Analysis

In H1 2026, Vallourec recorded revenues of $1,860 million, down (8%) year over year. Group revenues reflect a (15%) volume effect, a 4% price/mix effect, and a 3% currency effect. Compared with H1 2025 revenues of $2,026 million, revenues decreased by $166 million.

EBITDA amounted to $409 million, or 22.0% of revenues, compared to $425 million (21.0% of revenues) in H1 2025**.** The decrease was primarily driven by lower revenues and industrial margin, partially offset by lower selling, general and administrative expenses and an improved contribution from other operating items.

Operating income was $259 million, compared to $268 million in H1 2025. Operating income included $20 million of asset disposals, restructuring costs and non-recurring items, compared with $48 million of such expenses incurred in H1 2025.

Financial income (loss) was negative at ($35) million, compared to ($17) million in H1 2025.

Income tax amounted to ($72) million compared to ($103) million in H1 2025. **This resulted in positive net income, Group share, of $131 million,** compared to $133 million in H1 2025.

Earnings per diluted share was $0.53 versus $0.54 in H1 2025, reflecting the slight decrease in net income, Group share, and a higher average diluted share count.

RESULTS ANALYSIS BY SEGMENT

Second Quarter Results Analysis

Tubes: in Q2 2026, Tubes revenues amounted to $811 million, representing a 7% year over year decline compared with $872 million in Q2 2025. The decrease reflects a 17% decline in volumes sold, partially offset by a 12% increase in average selling price supported by improved price/mix in the Eastern Hemisphere and North America. **EBITDA reached $176 million in Q2 2026,** up 9% year over year from $161 million in Q2 2025, reflecting improved pricing and mix as well as solid cost adaptation despite lower volumes. **EBITDA per tonne increased to $722/t,** compared with $550/t in Q2 2025, up 31% year over year.

Mine & Forest: in Q2 2026, iron ore production sold totaled 1.2 million tonnes, down 24% year over year from 1.6 million tonnes in Q2 2025. Segment revenues amounted to $92 million, down 7% year over year compared with

$99 million in Q2 2025. **EBITDA reached $33 million,** down 35% year over year from $51 million, mainly reflecting lower volumes and negative FX impacts due to the strengthening of the Brazilian Real.

First Half Results Analysis

Tubes: In H1 2026, Tubes revenues were down (7%) year over year due to a (15%) decrease in volume sold, partially offset by a 10% increase in average selling price. **Tubes EBITDA increased from $334 million in H1 2025 to $372 million in H1 2026.** These improvements were driven by higher pricing and favorable product mix, which more than offset the impact of lower volumes across the Group's markets.

Mine & Forest: In H1 2026, iron ore production sold was 2.6 million tonnes, decreasing by 19% year over year, while **Mine & Forest EBITDA reached $71 million**, versus $107 million in H1 2025. These decreases were mainly driven by lower iron ore volumes and negative FX impacts due to the strengthening of the Brazilian Real.

CASH FLOW AND FINANCIAL POSITION

Second Quarter Cash Flow Analysis

In Q2 2026, adjusted operating cash flow was $126 million, compared with $115 million in Q2 2025, reflecting lower EBITDA which was more than offset by lower non-cash items, financial cash out and tax payments.

Adjusted free cash flow was $125 million, compared with $103 million in Q2 2025. The quarter benefited from a $39 million working-capital release and positive foreign exchange differences, partly offset by higher capital expenditures of $50 million.

Total cash generation in Q2 2026 reached $118 million, compared with $67 million in Q2 2025, reflecting higher free cash flow and lower restructuring and non-recurring items year over year.

Total cash generation after shareholder returns was $104 million, after $14 million of share repurchases, compared with ($352) million in Q2 2025, which included $418 million of shareholder returns.

First Half Cash Flow Analysis

Adjusted operating cash flow in H1 2026 was $306 million versus $293 million in H1 2025. The increase was attributable to stronger cash conversion despite lower EBITDA versus the prior year period.

Adjusted free cash flow in H1 2026 was $303 million, compared with $280 million in H1 2025. Vallourec benefited from a $85 million of working capital release in H1 2026, versus $139 million in H1 2025. Higher adjusted operating cash flow and a favorable impact from foreign exchange differences more than offset higher capital expenditures versus the prior year period.

Total cash generation in H1 2026 was $253 million, versus $176 million in H1 2025.

Total cash generation after shareholder returns in H1 2026 was $132 million. This reflected ($121) million of share repurchases, compared with ($418) million of shareholder returns in H1 2025.

Debt and Liquidity

As of June 30, 2026, Vallourec's net cash position[a] was $183 million, compared with $46 million as of December 31, 2025. Gross debt was $998 million, down from $1,013 million on December 31, 2025. Long-term debt was $738 million and short-term debt was $259 million.

As of June 30, 2026, Vallourec's liquidity position remained very strong at $2.0 billion, including $1,231 million of cash and cash equivalents, $627 million of available capacity under the revolving credit facility (RCF), and $191 million of availability under the asset-backed lending facility (ABL)[b].

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[a] *Vallourec entered into 4-year cross-currency swaps (CCS) to hedge the EUR/USD currency exposure related to its USD 2032 Senior Notes. The fair value of the CCS related to the EUR/USD hedging of the principal of the notes is consequently included in the net debt definition.*

[b] *The borrowing base on June 30th 2026 was approximately $202m. Availability is shown net of approximately $11m of letters of credit and other items.*

SHAREHOLDER RETURNS

Vallourec completed on June 30, 2026 its share buyback program, launched on January 8, 2026.

As of market close on June 30, 2026, Vallourec had repurchased a total of 5,868,656 shares at an average price of 18.67€, under instructions given to an independent investment services provider, for an aggregate amount of approximately €110 million. Among the shares repurchased:

- 4,850,000 shares were allocated to cover part of the warrants (ISIN: FR00140030K7) issued by Vallourec, in order to limit the dilution resulting from their exercise before their maturity on June 30, 2026;
- the remaining shares were allocated to cover the Group's long-term employee incentive plans.

In addition, all outstanding warrants were exercised in June and the related shares were substantially delivered early July through the issuance of 28 465 882 new shares and the delivery of the 4,850,000 existing shares repurchased under the above-mentioned program. As a result of the warrant exercise, Vallourec has received on July 8, 2026 aggregate proceeds of close to €307 million.

Vallourec confirms the return of approximately €650 million to shareholders during the 2026 calendar year, including €110 million allocated to the share buyback program. The balance will be distributed in the form of an extraordinary interim dividend of 2.05€ per share in respect of fiscal year 2026[a]. This interim dividend will be paid according to the following timetable:

- Ex-dividend date: August 3, 2026
- Payment date: August 5, 2026

This is fully in line with Vallourec's capital allocation policy, including a leverage ratio of +/- 0.5x net debt to EBITDA as well as liquidity above €1bn.

As of July 29, 2026, the total number of ordinary shares comprising Vallourec's share capital amounts to 265,866,407.

[a] *The Annual General Meeting to be held on May 27, 2027 will acknowledge the interim dividend of €2.05 per share paid in 2026 and will be asked to approve any balance of the dividend in respect of the 2026 financial year.*

INFORMATION AND FORWARD-LOOKING STATEMENTS

This press release includes forward-looking statements. These forward-looking statements can be identified by the use of forward-looking terminology, including the terms as “believe”, “expect”, “anticipate”, “may”, “assume”, “plan”, “intend”, “will”, “should”, “estimate”, “risk” and or, in each case, their negative, or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts and include statements regarding the Company’s intentions, beliefs or current expectations concerning, among other things, Vallourec’s results of operations, financial condition, liquidity, prospects, growth, strategies and the industries in which they operate. Readers are cautioned that forward-looking statements are not guarantees of future performance and that Vallourec’s or any of its affiliates’ actual results of operations, financial condition and liquidity, and the development of the industries in which they operate may differ materially from those made in or suggested by the forward-looking statements contained in this presentation. In addition, even if Vallourec’s or any of its affiliates’ results of operations, financial condition and liquidity, and the development of the industries in which they operate are consistent with the forward-looking statements contained in this presentation, those results or developments may not be indicative of results or developments in subsequent periods. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. These risks include those developed or identified in the public documents filed by Vallourec with the French Financial Markets Authority (Autorité des marchés financiers, or “AMF”), including those listed in the “Risk Factors” section of the Universal Registration Document filed with the AMF on March 26, 2026, under filing number n° D. 26-0145, each of these documents being available on the Vallourec website (www.vallourec.com).

Accordingly, readers of this document are cautioned against relying on these forward-looking statements. These forward-looking statements are made as of the date of this document. Vallourec disclaims any intention or obligation to complete, update or revise these forward-looking statements, whether as a result of new information, future events or otherwise, except as required by applicable laws and regulations. This press release does not constitute any offer to purchase or exchange, nor any solicitation of an offer to sell or exchange securities of Vallourec. For further information, please refer to the website https://www.vallourec.com/en.

Future dividends and share buyback authorizations will be assessed on a yearly basis by the Board of Directors taking into account any relevant factor in the future, and will be subject to Shareholders’ approval. The Board of Directors will have discretion to employ share buybacks throughout the year, up to the limits authorized by the relevant resolution approved by the Annual General Meeting.

Presentation of Q2 2026 Results

Conference call / audio webcast on July 30th at 9:30 am CET

- To view the webcast: https://vallourec.engagestream.euronext.com/2026-07-30-h1results
- To participate in the conference call, please register beforehand to receive dial-in details: https://engagestream.euronext.com/vallourec/2026-07-30-h1results/dial-in
- Audio webcast replay and slides will be available at: https://www.vallourec.com/en/investors

About Vallourec

Vallourec is a world leader in premium tubular solutions for the energy markets and for demanding industrial applications such as oil & gas wells in harsh environments, new generation power plants, challenging architectural projects, and high-performance mechanical equipment. Vallourec’s pioneering spirit and cutting edge R&D open new technological frontiers. With close to 13,000 dedicated and passionate employees in more than 20 countries, Vallourec works hand-in-hand with its customers to offer more than just tubes: Vallourec delivers innovative, safe, competitive and smart tubular solutions, to make every project possible.

Listed on Euronext in Paris (ISIN code: FR0013506730, Ticker VK), Vallourec is part of the CAC Mid 60, SBF 120 and Next 150 indices and is eligible for Deferred Settlement Service.

In the United States, Vallourec has established a sponsored Level 1 American Depositary Receipt (ADR) program (ISIN code: US92023R4074, Ticker: VLOWY). Parity between ADR and a Vallourec ordinary share has been set at 5:1.

Financial Calendar

November 20, 2026	Publication of Third Quarter 2026 Results

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APPENDICES

Vallourec changed the reporting currency of the Group's Consolidated Financial Statements from the Euro to the US Dollar, effective January 1, 2026, to make its financial information more readable by better reflecting the performance of its activities, which are mainly carried out in US Dollars. Comparative 2025 information has been restated (see in Appendix for comparative information and figures in Euros). All amounts are expressed in millions of US dollars, unless otherwise specified. Certain numerical figures contained in this document, including financial information and certain operating data, have been subject to rounding adjustments.

Documents accompanying this release:

- Tubes Sales Volume
- Mine Sales Volume
- Foreign Exchange Rates
- Tubes Revenues by Geographic Region
- Tubes Revenues by Market
- Segment Key Performance Indicators (KPIs)
- Summary Consolidated Income Statement
- Summary Consolidated Balance Sheet
- Key Cash Flow Metrics
- Summary Consolidated Statement of Cash Flows (IFRS)
- Indebtedness
- Liquidity
- Q2 2026 Results Figures in Euros
- Definitions of Non-GAAP Financial Data

Tubes Sales Volume

in thousands of tonnes	2026	2025	YoY chg.
Q1	272	314	(13%)
Q2	244	293	(17%)
Annual Total	515	606	(15%)

Mine Sales Volume

in millions of tonnes	2026	2025	YoY chg.
Q1	1.3	1.6	(15%)
Q2	1.2	1.6	(24%)
Annual Total	2.6	3.2	(19%)

Foreign Exchange Rates

Average exchange rate	Q2 2026	Q1 2026	Q2 2025
EUR / USD	1.16	1.17	1.13
EUR / BRL	5.87	6.16	6.42
USD / BRL	5.05	5.26	5.66

Quarterly Tubes Revenues by Geographic Region

in $ million	Q2 2026	Q1 2026	Q2 2025*	QoQ % chg.	YoY % chg.
North America	384	368	407	4%	(6%)
Middle East	177	250	157	(29%)	12%
South America	120	137	127	(12%)	(6%)
Asia	85	81	93	5%	(9%)
Europe	20	31	34	(36%)	(42%)
Rest of World	25	31	53	(19%)	(53%)
Total Tubes	**811**	**897**	**872**	**(10%)**	**(7%)**

Year-to-Date Tubes Revenues by Geographic Region

in $ million	H1 2026	H1 2025*	YoY % chg.
North America	753	812	(7%)
Middle East	427	361	18%
South America	257	257	0%
Asia	165	219	(24%)
Europe	50	72	(30%)
Rest of World	56	111	(50%)
Total Tubes	**1,708**	**1,832**	**(7%)**

Quarterly Tubes Revenues by Market

in $ million	Q2 2026	Q1 2026	Q2 2025*	QoQ % chg.	YoY % chg.	YoY % chg. at Const. FX
Oil & Gas and Petrochemicals	678	784	719	(14%)	(6%)	(7%)
Industry	69	53	86	30%	(20%)	(30%)
Other	64	60	67	7%	(4%)	(9%)
Total Tubes	**811**	**897**	**872**	**(10%)**	**(7%)**	**(9%)**

Year-to-Date Tubes Revenues by Market

in $ million	H1 2026	H1 2025*	YoY % chg.	YoY % chg. at Const. FX
Oil & Gas and Petrochemicals	1,463	1,540	(5%)	(6%)
Industry	122	166	(26%)	(34%)
Other	123	126	(3%)	(7%)
Total Tubes	**1,708**	**1,832**	**(7%)**	**(9%)**

Quarterly Segment KPIs[a]

		Q2 2026	Q1 2026	Q2 2025**	QoQ chg.	YoY chg.
Tubes	Volume sold	244	272	293	(10%)	(17%)
	Revenues ($m)	811	897	872	(10%)	(7%)
	Average Selling Price ($)	3,327	3,304	2,978	1%	12%
	EBITDA ($m)	176	196	161	(10%)	9%
	EBITDA per Tonne ($)	722	724	550	(0%)	31%
	Capex ($m)	40	43	22	(6%)	82%
Mine & Forest	Volume sold	1.2	1.3	1.6	(7%)	(24%)
	Revenues ($m)	92	95	99	(4%)	(7%)
	EBITDA ($m)	33	38	51	(12%)	(35%)
	Capex ($m)	9	15	13	(38%)	(31%)
H&O	Revenues ($m)	38	38	73	2%	(47%)
	EBITDA ($m)	(18)	(17)	(6)	(11%)	(225%)
Int.	Revenues ($m)	(55)	(55)	(60)	0%	8%
	EBITDA ($m)	(1)	2	2	N.S.	N.S.
Total	Revenues ($m)	886	975	983	(9%)	(10%)
	EBITDA ($m)	190	220	209	(14%)	(9%)
	Capex ($m)	50	58	37	(13%)	38%

Year-to-Date Segment KPIs[a]

		H1 2026	H1 2025**	YoY chg.
Tubes	Volume sold	515	606	(15%)
	Revenues ($m)	1,708	1,832	(7%)
	Average Selling Price ($)	3,315	3,021	10%
	EBITDA ($m)	372	334	12%
	EBITDA per Tonne ($)	723	550	31%
	Capex ($m)	83	57	46%
Mine & Forest	Volume sold	2.6	3.2	(19%)
	Revenues ($m)	187	193	(3%)
	EBITDA ($m)	71	107	(34%)
	Capex ($m)	24	30	(21%)
H&O	Revenues ($m)	76	121	(37%)
	EBITDA ($m)	(35)	(16)	(114%)
Int.	Revenues ($m)	(110)	(120)	8%
	EBITDA ($m)	1	1	N.S.
Total	Revenues ($m)	1,860	2,026	(8%)
	EBITDA ($m)	409	425	(4%)
	Capex ($m)	108	90	21%

[a] Volume sold in thousand tonnes for Tubes and million tonnes for Mine & Forest. H&O = Holding & Other; Int = Intersegment Transactions. Values for percentage changes not shown where not meaningful.

** Vallourec changed the reporting currency of the Group's Consolidated Financial Statements from the Euro to the US Dollar, effective January 1st 2026. Comparative 2025 figures have been restated to US Dollars (see in Appendix for comparative figures in Euros).*

Quarterly Summary Consolidated Income Statement

$ million, unless noted	Q2 2026	Q1 2026	Q2 2025*	QoQ chg.	YoY chg.
Revenues	**886**	**975**	**983**	**(89)**	**(98)**
Cost of sales	(613)	(666)	(663)	53	50
Industrial margin	**273**	**309**	**321**	**(36)**	**(48)**
(as a % of revenue)	*30.8%*	*31.7%*	*32.6%*	*(0.9) pp*	*(1.8) pp*
Selling, general and administrative expenses	(94)	(87)	(104)	(7)	10
(as a % of revenue)	*(10.6%)*	*(8.9%)*	*(10.6%)*	*(1.7) pp*	*(0.0) pp*
Other	11	(2)	(8)	13	19
EBITDA	**190**	**220**	**209**	**(30)**	**(19)**
(as a % of revenue)	*21.4%*	*22.6%*	*21.2%*	*(1.1) pp*	*0.2 pp*
Depreciation of industrial assets	(49)	(48)	(44)	(2)	(6)
Amortization and other depreciation	(13)	(12)	(11)	(0)	(2)
Impairment of assets	(8)	(1)	(0)	(7)	(8)
Asset disposals, restructuring costs and non-recurring items	(17)	(3)	(40)	(14)	23
Operating income (loss)	**103**	**156**	**114**	**(53)**	**(12)**
Financial income (loss)	(15)	(20)	(6)	5	(9)
Pre-tax income (loss)	**87**	**136**	**108**	**(48)**	**(20)**
Income tax	(32)	(40)	(57)	7	25
Share in net income (loss) of equity affiliates	(0)	(1)	(0)	0	(0)
Net income	**55**	**96**	**51**	**(41)**	**4**
Attributable to non-controlling interests	10	9	6	1	4
Net income, Group share	**45**	**87**	**44**	**(42)**	**1**
Basic earnings per share ($)	0.19	0.37	0.19	(0.18)	0.01
Diluted earnings per share ($)	**0.18**	**0.35**	**0.18**	**(0.17)**	**0.00**
Basic shares outstanding (millions)	230	232	234	(1)	(3)
Diluted shares outstanding (millions)	**250**	**251**	**249**	**(1)**	**1**

Year-to-Date Summary Consolidated Income Statement

$ million, unless noted	H1 2026	H1 2025*	YoY chg.
Revenues	**1,860**	**2,026**	**(166)**
Cost of sales	(1,279)	(1,400)	121
Industrial margin	**581**	**626**	**(45)**
(as a % of revenue)	*31.2%*	*30.9%*	*0.3 pp*
Selling, general and administrative expenses	(180)	(190)	9
(as a % of revenue)	*(9.7%)*	*(9.4%)*	*(0.3) pp*
Other	9	(12)	21
EBITDA	**409**	**425**	**(15)**
(as a % of revenue)	*22.0%*	*21.0%*	*1.0 pp*
Depreciation of industrial assets	(97)	(87)	(10)
Amortization and other depreciation	(25)	(21)	(4)
Impairment of assets	(9)	(1)	(8)
Asset disposals, restructuring costs and non-recurring items	(20)	(48)	28
Operating income (loss)	**259**	**268**	**(9)**
Financial income (loss)	(35)	(17)	(19)
Pre-tax income (loss)	**223**	**251**	**(28)**
Income tax	(72)	(103)	31
Share in net income (loss) of equity affiliates	(1)	(1)	(0)
Net income	**151**	**148**	**3**
Attributable to non-controlling interests	19	14	5
Net income, Group share	**131**	**133**	**(2)**
Basic earnings per share ($)	0.57	0.57	0.00
Diluted earnings per share ($)	**0.53**	**0.54**	**(0.01)**
Basic shares outstanding (millions)	231	234	(3)
Diluted shares outstanding (millions)	**250**	**247**	**3**

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Summary Consolidated Balance Sheet

In $ million

Assets	30-Jun-26	31-Dec-25*	Liabilities	30-Jun-26	31-Dec-25*
			Equity - Group share	2,840	2,710
Net intangible assets	36	40	Non-controlling interests	108	103
Goodwill	42	40	**Total equity**	**2,949**	**2,813**
Net property, plant and equipment	2,106	2,073	Bank loans and other borrowings	738	951
Biological assets	94	85	Lease debt	49	48
Equity affiliates	15	16	Employee benefit commitments	99	112
Other non-current assets	139	142	Deferred taxes	117	109
Deferred taxes	184	170	Provisions and other long-term liabilities	269	329
Total non-current assets	**2,616**	**2,566**	**Total non-current liabilities**	**1,273**	**1,550**
Inventories	1,088	1,111	Provisions	50	62
Trade and other receivables	409	625	Overdraft & other short-term borrowings	259	62
Derivatives - assets	21	60	Lease debt	26	23
Other current assets	271	240	Trade payables	683	798
Cash and cash equivalents	1,231	1,134	Derivatives - liabilities	102	97
			Other current liabilities	294	331
Total current assets	**3,020**	**3,170**	**Total current liabilities**	**1,414**	**1,373**
Assets held for sale and discontinued operations	(0)	(0)	Liabilities held for sale and discontinued operations	–	–
Total assets	**5,636**	**5,736**	**Total equity and liabilities**	**5,636**	**5,736**

Quarterly Key Cash Flow Metrics

In $ million	Q2 2026	Q1 2026	Q2 2025*	QoQ chg.	YoY chg.
EBITDA	**190**	**220**	**209**	**(30)**	**(19)**
Non-cash items in EBITDA	(11)	7	(22)	(17)	11
Financial cash out	(18)	(4)	(29)	(14)	11
Tax payments	(35)	(42)	(43)	7	8
Adjusted operating cash flow	**126**	**180**	**115**	**(54)**	**11**
Change in working capital	39	45	54	(6)	(15)
Gross capital expenditure	(50)	(58)	(37)	7	(14)
Foreign exchange differences	11	9	(29)	1	40
Adjusted free cash flow	**125**	**177**	**103**	**(52)**	**22**
Restructuring charges & non-recurring items	(21)	(35)	(40)	14	18
Asset disposals & other cash items	14	(8)	3	22	11
Total cash generation	**118**	**135**	**67**	**(16)**	**52**
Shareholder returns	(14)	(107)	(418)	93	404
Total cash generation after shareholder returns	**104**	**28**	**(352)**	**77**	**456**
Non-cash adjustments to net debt	12	(7)	(13)	18	24
(Increase) decrease in net debt	**116**	**21**	**(364)**	**95**	**480**

Year-to-Date Key Cash Flow Metrics

In $ million	H1 2026	H1 2025*	YoY chg.
EBITDA	**409**	**425**	**(15)**
Non-cash items in EBITDA	(4)	(28)	24
Financial cash out	(22)	(26)	4
Tax payments	(78)	(78)	0
Adjusted operating cash flow	**306**	**293**	**13**
Change in working capital	85	139	(54)
Gross capital expenditure	(108)	(90)	(18)
Foreign exchange differences	20	(62)	83
Adjusted free cash flow	**303**	**280**	**23**
Restructuring charges & non-recurring items	(56)	(97)	40
Asset disposals & other cash items	7	(7)	14
Total cash generation	**253**	**176**	**77**
Shareholder returns	(121)	(418)	297
Total cash generation after shareholder returns	**132**	**(242)**	**374**
Non-cash adjustments to net debt	5	(23)	28
(Increase) decrease in net debt	**137**	**(265)**	**402**

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Summary Consolidated Statement of Cash Flows (IFRS)

In $ million	Q2 2026	Q2 2025*	YoY chg.	H1 2026	H1 2025*	YoY chg.
Net income (loss)	**55**	**51**	**4**	**151**	**148**	**3**
Depreciation, amortization and impairment	70	55	16	131	109	22
Unrealized gains and losses on changes in fair value	(12)	19	(31)	(36)	(11)	(25)
Expense arising from share-based payments	4	4	(0)	6	9	(3)
Change in provisions	(19)	(43)	23	(32)	(79)	47
Capital gains and losses on disposals of non-current assets and equity interests	3	(10)	13	4	(9)	14
Share in income (loss) of equity-accounted companies	0	0	0	1	1	0
Others, including net exchange differences	21	(26)	47	32	(55)	87
Financial result, net	15	6	9	35	17	19
Tax expense (including deferred taxes)	32	57	(25)	72	103	(31)
Cash flow from operating activities before net financial result and taxes	**171**	**114**	**57**	**364**	**232**	**132**
Interest paid	(29)	(33)	5	(32)	(36)	4
Income tax paid	(35)	(43)	8	(78)	(78)	0
Interest received	8	8	(0)	15	16	(1)
Change in operating working capital	39	54	(15)	85	139	(54)
Net cash from (used in) operating activities (A)	**154**	**100**	**54**	**354**	**273**	**81**
Acquisitions of property, plant and equipment, and intangible and biological ass	(50)	(37)	(14)	(108)	(90)	(18)
Disposals of property, plant and equipment and intangible assets	0	12	(12)	0	14	(14)
Acquisition of subsidiary, net of cash acquired	(0)	(20)	20	(1)	(20)	19
Disposal of discontinued operations, net of cash disposed of	(0)	–	(0)	(0)	–	(0)
Other cash flow from investing activities	19	21	(2)	20	18	2
Net cash flow from (used in) investing activities (B)	**(32)**	**(24)**	**(8)**	**(89)**	**(78)**	**(11)**
Increase or decrease in equity	5	4	2	5	4	2
Dividends paid to non-controlling interests	–	(7)	7	(0)	(7)	7
Dividends paid to the shareholders of parent company	–	(398)	398	–	(398)	398
Share buyback programs	(14)	(20)	6	(121)	(20)	(100)
Proceeds from new borrowings	4	16	(11)	43	17	26
Repayment of borrowings	12	31	(19)	(57)	(2)	(55)
Repayment of lease liabilities	(9)	(7)	(1)	(16)	(15)	(1)
Other cash flows from (used in) financing activities	(1)	(0)	(1)	(1)	(1)	0
Net cash flow from (used in) financing activities (C)	**(2)**	**(382)**	**380**	**(147)**	**(423)**	**276**
Change in net cash (A+B+C)	**120**	**(306)**	**426**	**118**	**(228)**	**346**
Opening net cash	**1,119**	**1,187**		**1,134**	**1,066**	
Change in net cash	120	(306)		118	(228)	
Impact of changes in exchange rates	(8)	66		(21)	109	
Total cash	**1,231**	**947**		**1,231**	**947**	
Cash and cash equivalent from assets held for sale	–	(7)		–	(7)	
Closing net cash	**1,231**	**940**		**1,231**	**940**	

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Indebtedness

In $ million	30-Jun-26	31-Dec-25*
7.500% 8-year USD Senior Notes due 2032	723	721
1.837% PGE due 2027	213	215
ACC ACE [(a)]	28	39
Other	34	38
Total gross financial indebtedness	**998**	**1,013**
Less: cash and cash equivalents	1,231	1,134
Plus: fair value of cross currency swap [(b)]	50	74
Total net financial indebtedness	**(183)**	**(46)**

[(a)] *Refers to ACC (Advances on Foreign Exchange Contract) and ACE (Advances on Export Shipment Documents) program in Brazil*

[(b)] *Vallourec entered into 4-year cross-currency swaps (CCS) to hedge the EUR/USD currency exposure related to its USD 2032 Senior Notes. The fair value of the CCS related to the EUR/USD hedging of the principal of the notes is consequently included in the net debt definition.*

Liquidity

In $ million	30-Jun-26	31-Dec-25*
Cash and cash equivalents	1,231	1,134
Available RCF	627	646
Available ABL [(a)]	191	162
Total liquidity	**2,048**	**1,942**

[(a)] *This $350m committed ABL is subject to a borrowing base calculation based on eligible accounts receivable and inventories, among other items. The borrowing base on June 30th 2026 was approximately $202m. Availability is shown net of approximately $11m of letters of credit and other items.*

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Q2 2026 RESULTS FIGURES IN EUROS

When comparing the financial results of the Group in Euros and US Dollars, minor differences between Euro reported and US Dollar reported margins may arise from the accounting methodology to eliminate margin in inventory. These eliminations are based on the variation between opening and closing inventory balances, translated at their respective exchange rates, rather than at average exchange rates, consistent with Vallourec methodology used in its Euro reporting. These variations arise from foreign exchange movements only and do not reflect any change in underlying operating performance.

Key Quarterly Data

	Quarterly figures				
in € million, unless noted	**Q2 2026**	**Q1 2026**	**Q2 2025**	**QoQ chg.**	**YoY chg.**
Tubes volume sold (k tonnes)	244	272	293	(28)	(49)
Iron ore volume sold (m tonnes)	1.2	1.3	1.6	(0.1)	(0.3)
Group revenues	762	833	863	(71)	(102)
Group EBITDA	**163**	**187**	**187**	**(24)**	**(24)**
(as a % of revenue)	*21.4%*	*22.5%*	*21.7%*	*(1.1) pp*	*(0.3) pp*
Operating income (loss)	88	133	103	(44)	(15)
Net income, Group share	39	74	40	(35)	(1)
Adj. free cash flow	**108**	**152**	**88**	**(44)**	**19**
Total cash generation	**101**	**115**	**57**	**(14)**	**44**
Net cash (debt)	**161**	**59**	**(201)**	**102**	**361**

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Quarterly Tubes Revenues by Geographic Region

in € million	Q2 2026	Q1 2026	Q2 2025	QoQ % chg.	YoY % chg.
North America	331	315	359	5%	(8%)
Middle East	152	213	137	(29%)	11%
South America	103	117	112	(12%)	(8%)
Asia	73	69	80	5%	(10%)
Europe	17	26	30	(36%)	(43%)
Rest of World	21	26	47	(18%)	(54%)
Total Tubes	**697**	**767**	**764**	**(9%)**	**(9%)**

Year-to-Date Tubes Revenues by Geographic Region

in € million	H1 2026	H1 2025	YoY % chg.
North America	645	743	(13%)
Middle East	366	331	11%
South America	220	235	(6%)
Asia	142	200	(29%)
Europe	43	66	(34%)
Rest of World	48	102	(53%)
Total Tubes	**1,464**	**1,677**	**(13%)**

Quarterly Tubes Revenues by Market

in € million	Q2 2026	Q1 2026	Q2 2025	QoQ % chg.	YoY % chg.	YoY % chg. at Const. FX
Oil & Gas and Petrochemicals	583	670	629	(13%)	(7%)	(6%)
Industry	59	45	76	31%	(22%)	(30%)
Other	55	51	59	8%	(7%)	(10%)
Total Tubes	**697**	**767**	**764**	**(9%)**	**(9%)**	**(9%)**

Year-to-Date Tubes Revenues by Market

in € million	H1 2026	H1 2025	YoY % chg.	YoY % chg. at Const. FX
Oil & Gas and Petrochemicals	1,254	1,409	(11%)	(6%)
Industry	105	152	(31%)	(35%)
Other	106	116	(9%)	(8%)
Total Tubes	**1,464**	**1,677**	**(13%)**	**(9%)**

Quarterly Segment KPIs[a]

		Q2 2026	Q1 2026	Q2 2025	QoQ chg.	YoY chg.
Tubes	Volume sold	244	272	293	(10%)	(17%)
	Revenues (€m)	697	767	764	(9%)	(9%)
	Average Selling Price (€)	2,861	2,823	2,610	1%	10%
	EBITDA (€m)	151	167	145	(10%)	5%
	EBITDA per Tonne (€)	620	615	494	1%	26%
	Capex (€m)	35	37	19	(5%)	82%
Mine & Forest	Volume sold	1.2	1.3	1.6	(7%)	(22%)
	Revenues (€m)	79	81	87	(3%)	(9%)
	EBITDA (€m)	29	32	45	(11%)	(36%)
	Capex (€m)	8	13	12	(36%)	(31%)
H&O	Revenues (€m)	33	32	65	3%	(49%)
	EBITDA (€m)	(16)	(14)	(5)	(12%)	(229%)
Int.	Revenues (€m)	(47)	(47)	(53)	(0%)	10%
	EBITDA (€m)	(1)	2	3	N.S.	N.S.
Total	Revenues (€m)	762	833	863	(9%)	(12%)
	EBITDA (€m)	163	187	187	(13%)	(13%)
	Capex (€m)	43	49	32	(12%)	37%

Year-to-Date Segment KPIs[a]

		H1 2026	H1 2025	YoY chg.
Tubes	Volume sold	515	606	(15%)
	Revenues (€m)	1,464	1,677	(13%)
	Average Selling Price (€)	2,841	2,765	3%
	EBITDA (€m)	318	310	3%
	EBITDA per Tonne (€)	618	512	21%
	Capex (€m)	71	52	37%
Mine & Forest	Volume sold	2.6	3.2	(18%)
	Revenues (€m)	160	177	(9%)
	EBITDA (€m)	61	98	(38%)
	Capex (€m)	21	28	(26%)
H&O	Revenues (€m)	65	111	(41%)
	EBITDA (€m)	(30)	(15)	(100%)
Int.	Revenues (€m)	(95)	(110)	14%
	EBITDA (€m)	1	1	–
Total	Revenues (€m)	1,594	1,854	(14%)
	EBITDA (€m)	350	394	(11%)
	Capex (€m)	92	82	13%

[a] Volume sold in thousand tonnes for Tubes and million tonnes for Mine & Forest. H&O = Holding & Other; Int = Intersegment Transactions. Values for percentage changes not shown where not meaningful.

Quarterly Summary Consolidated Income Statement

€ million, unless noted	Q2 2026	Q1 2026	Q2 2025	QoQ chg.	YoY chg.
Revenues	**762**	**833**	**863**	**(71)**	**(102)**
Cost of sales	(527)	(570)	(577)	42	50
Industrial margin	**234**	**263**	**286**	**(29)**	**(52)**
(as a % of revenue)	*30.8%*	*31.6%*	*33.2%*	*(0.8) pp*	*(2.4) pp*
Selling, general and administrative expenses	(81)	(74)	(92)	(7)	12
(as a % of revenue)	*(10.6%)*	*(8.9%)*	*(10.7%)*	*(1.7) pp*	*0.1 pp*
Other	9	(2)	(7)	11	16
EBITDA	**163**	**187**	**187**	**(24)**	**(24)**
(as a % of revenue)	*21.4%*	*22.5%*	*21.7%*	*(1.1) pp*	*(0.3) pp*
Depreciation of industrial assets	(42)	(41)	(38)	(2)	(4)
Amortization and other depreciation	(11)	(10)	(10)	(0)	(1)
Impairment of assets	(7)	(1)	0	(6)	(7)
Asset disposals, restructuring costs and non-recurring items	(14)	(3)	(36)	(12)	22
Operating income (loss)	**88**	**133**	**103**	**(44)**	**(15)**
Financial income (loss)	(13)	(17)	(5)	4	(8)
Pre-tax income (loss)	**75**	**115**	**97**	**(40)**	**(22)**
Income tax	(28)	(33)	(52)	6	24
Share in net income (loss) of equity affiliates	(0)	(0)	(0)	0	(0)
Net income	**47**	**81**	**45**	**(34)**	**2**
Attributable to non-controlling interests	9	8	6	1	3
Net income, Group share	**39**	**74**	**40**	**(35)**	**(1)**
Basic earnings per share (€)	0.17	0.32	0.17	(0.15)	(0.00)
Diluted earnings per share (€)	**0.15**	**0.29**	**0.16**	**(0.14)**	**(0.01)**
Basic shares outstanding (millions)	230	232	234	(1)	(3)
Diluted shares outstanding (millions)	**250**	**251**	**249**	**(1)**	**1**

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Year-to-Date Summary Consolidated Income Statement

€ million, unless noted	H1 2026	H1 2025	YoY chg.
Revenues	**1,594**	**1,854**	**(260)**
Cost of sales	(1,097)	(1,276)	178
Industrial margin	**497**	**579**	**(82)**
(as a % of revenue)	*31.2%*	*31.2%*	*(0.0) pp*
Selling, general and administrative expenses	(155)	(173)	19
(as a % of revenue)	*(9.7%)*	*(9.4%)*	*(0.3) pp*
Other	7	(11)	18
EBITDA	**350**	**394**	**(44)**
(as a % of revenue)	*21.9%*	*21.3%*	*0.7 pp*
Depreciation of industrial assets	(83)	(79)	(4)
Amortization and other depreciation	(21)	(20)	(2)
Impairment of assets	(8)	(1)	(7)
Asset disposals, restructuring costs and non-recurring items	(17)	(44)	27
Operating income (loss)	**221**	**251**	**(30)**
Financial income (loss)	(30)	(15)	(15)
Pre-tax income (loss)	**190**	**236**	**(45)**
Income tax	(61)	(96)	35
Share in net income (loss) of equity affiliates	(1)	(1)	(0)
Net income	**129**	**139**	**(10)**
Attributable to non-controlling interests	16	13	3
Net income, Group share	**112**	**126**	**(14)**
Basic earnings per share (€)	0.49	0.54	(0.05)
Diluted earnings per share (€)	**0.45**	**0.51**	**(0.06)**
Basic shares outstanding (millions)	231	234	(3)
Diluted shares outstanding (millions)	**250**	**247**	**3**

Summary Consolidated Balance Sheet

In € million

Assets	30-Jun-26	31-Dec-25	Liabilities	30-Jun-26	31-Dec-25
			Equity - Group share	2,494	2,306
Net intangible assets	32	34	Non-controlling interests	95	88
Goodwill	36	34	**Total equity**	**2,589**	**2,394**
Net property, plant and equipment	1,849	1,765	Bank loans and other borrowings	648	809
Biological assets	82	72	Lease debt	43	41
Equity affiliates	13	14	Employee benefit commitments	87	95
Other non-current assets	122	121	Deferred taxes	103	93
Deferred taxes	162	145	Provisions and other long-term liabilities	236	280
Total non-current assets	**2,297**	**2,184**	**Total non-current liabilities**	**1,117**	**1,319**
Inventories	955	946	Provisions	43	53
Trade and other receivables	359	532	Overdraft & other short-term borrowings	227	53
Derivatives - assets	18	51	Lease debt	23	20
Other current assets	237	204	Trade payables	600	679
Cash and cash equivalents	1,080	965	Derivatives - liabilities	89	83
			Other current liabilities	258	281
Total current assets	**2,650**	**2,698**	**Total current liabilities**	**1,241**	**1,169**
Assets held for sale and discontinued operations	(0)	(0)	Liabilities held for sale and discontinued operations	(0)	(0)
Total assets	**4,947**	**4,882**	**Total equity and liabilities**	**4,947**	**4,882**

Quarterly Key Cash Flow Metrics

In € million	Q2 2026	Q1 2026	Q2 2025	QoQ chg.	YoY chg.
EBITDA	**163**	**187**	**187**	**(24)**	**(24)**
Non-cash items in EBITDA	(9)	6	(20)	(15)	11
Financial cash out	(15)	(3)	(27)	(12)	11
Tax payments	(30)	(36)	(38)	6	8
Adjusted operating cash flow	**108**	**153**	**103**	**(45)**	**6**
Change in working capital	34	40	43	(6)	(9)
Gross capital expenditure	(43)	(49)	(32)	6	(12)
Foreign exchange differences	9	8	(26)	1	34
Adjusted free cash flow	**108**	**152**	**88**	**(44)**	**19**
Restructuring charges & non-recurring items	(18)	(30)	(34)	11	16
Asset disposals & other cash items	12	(6)	3	18	9
Total cash generation	**101**	**115**	**57**	**(14)**	**44**
Shareholder returns	(12)	(91)	(370)	79	358
Total cash generation after shareholder returns	**89**	**24**	**(313)**	**65**	**402**
Non-cash adjustments to net debt	13	(5)	7	18	7
(Increase) decrease in net debt	**102**	**19**	**(307)**	**83**	**409**

Year-to-Date Key Cash Flow Metrics

In € million	H1 2026	H1 2025	YoY chg.
EBITDA	**350**	**394**	**(44)**
Non-cash items in EBITDA	(4)	(26)	22
Financial cash out	(19)	(23)	5
Tax payments	(67)	(71)	5
Adjusted operating cash flow	**261**	**274**	**(13)**
Change in working capital	73	121	(48)
Gross capital expenditure	(92)	(82)	(11)
Foreign exchange differences	17	(57)	74
Adjusted free cash flow	**259**	**256**	**3**
Restructuring charges & non-recurring items	(48)	(89)	40
Asset disposals & other cash items	6	(6)	12
Total cash generation	**216**	**161**	**55**
Shareholder returns	(104)	(370)	267
Total cash generation after shareholder returns	**113**	**(209)**	**322**
Non-cash adjustments to net debt	9	(6)	15
(Increase) decrease in net debt	**121**	**(215)**	**337**

Summary Consolidated Statement of Cash Flows (IFRS)

In € million	Q2 2026	Q2 2025	YoY chg.	H1 2026	H1 2025	YoY chg.
Net income (loss)	**47**	**45**	**2**	**129**	**139**	**(10)**
Depreciation, amortization and impairment	60	48	12	112	100	12
Unrealized gains and losses on changes in fair value	(10)	18	(28)	(31)	(10)	(21)
Expense arising from share-based payments	4	4	(0)	5	8	(3)
Change in provisions	(17)	(38)	21	(28)	(72)	45
Capital gains and losses on disposals of non-current assets and equity interests	3	(9)	12	4	(9)	12
Share in income (loss) of equity-accounted companies	0	0	0	1	1	0
Others, including net exchange differences	18	(22)	40	27	(50)	77
Financial result, net	13	5	8	30	15	15
Tax expense (including deferred taxes)	28	52	(24)	61	96	(35)
Cash flow from operating activities before net financial result and taxes	**146**	**104**	**42**	**311**	**217**	**93**
Interest paid	(25)	(30)	6	(27)	(33)	6
Income tax paid	(30)	(38)	8	(67)	(71)	5
Interest received	7	7	(0)	13	15	(2)
Change in operating working capital	34	43	(9)	73	121	(48)
Net cash from (used in) operating activities (A)	**133**	**86**	**47**	**303**	**249**	**54**
Acquisitions of property, plant and equipment, and intangible and biological ass	(43)	(32)	(12)	(92)	(82)	(11)
Disposals of property, plant and equipment and intangible assets	0	11	(11)	0	13	(12)
Acquisition of subsidiary, net of cash acquired	(0)	(18)	18	(1)	(18)	17
Disposal of discontinued operations, net of cash disposed of	(0)	–	(0)	(0)	–	(0)
Other cash flow from investing activities	16	19	(3)	17	16	0
Net cash flow from (used in) investing activities (B)	**(27)**	**(19)**	**(8)**	**(76)**	**(71)**	**(6)**
Increase or decrease in equity	5	3	1	5	3	1
Dividends paid to non-controlling interests	(0)	(6)	6	(0)	(6)	6
Dividends paid to the shareholders of parent company	(0)	(352)	352	(0)	(352)	352
Share buyback programs	(12)	(19)	6	(104)	(19)	(85)
Proceeds from new borrowings	4	15	(11)	37	15	21
Repayment of borrowings	10	29	(19)	(49)	(2)	(47)
Repayment of lease liabilities	(7)	(6)	(1)	(14)	(14)	(0)
Other cash flows from (used in) financing activities	(1)	(0)	(1)	(1)	(1)	0
Net cash flow from (used in) financing activities (C)	**(3)**	**(336)**	**333**	**(126)**	**(375)**	**248**
Change in net cash (A+B+C)	**102**	**(269)**	**372**	**101**	**(196)**	**296**
Opening net cash	**973**	**1,097**		**965**	**1,026**	
Change in net cash	102	(269)		101	(196)	
Impact of changes in exchange rates	5	(19)		15	(22)	
Total cash	**1,080**	**808**		**1,080**	**808**	
Cash and cash equivalent from assets held for sale	–	(7)		–	(7)	
Closing net cash	**1,080**	**802**		**1,080**	**802**	

Indebtedness

In € million	30-Jun-26	31-Dec-25
7.500% 8-year USD Senior Notes due 2032	635	614
1.837% PGE due 2027	187	183
ACC ACE [a]	24	33
Other	30	32
Total gross financial indebtedness	**876**	**862**
Less: cash and cash equivalents	1,080	965
Plus: fair value of cross currency swap [b]	44	63
Total net financial indebtedness	**(161)**	**(39)**

[a] *Refers to ACC (Advances on Foreign Exchange Contract) and ACE (Advances on Export Shipment Documents) program in Brazil*

[b] *Vallourec entered into 4-year cross-currency swaps (CCS) to hedge the EUR/USD currency exposure related to its USD 2032 Senior Notes. The fair value of the CCS related to the EUR/USD hedging of the principal of the notes is consequently included in the net debt definition.*

Liquidity

In € million	30-Jun-26	31-Dec-25
Cash and cash equivalents	1,080	965
Available RCF	550	550
Available ABL [a]	167	138
Total liquidity	**1,798**	**1,652**

[a] *This $350m committed ABL is subject to a borrowing base calculation based on eligible accounts receivable and inventories, among other items. The borrowing base on June 30th 2026 was approximately $202m. Availability is shown net of approximately $11m of letters of credit and other items.*

DEFINITIONS OF NON-GAAP FINANCIAL DATA

Adjusted free cash flow is defined as adjusted operating cash flow +/- change in operating working capital and gross capital expenditures. It corresponds to net cash used in operating activities less restructuring and non-recurring items +/- gross capital expenditure.

Adjusted operating cash flow is defined as EBITDA adjusted for non-cash benefits and expenses, financial cash out and tax payments.

Asset disposals and other cash items includes cash inflows from asset sales as well as other investing and financing cash flows.

Change in working capital refers to the change in the operating working capital requirement.

Data at constant exchange rates: The data presented "at constant exchange rates" is calculated by eliminating the translation effect into dollars for the revenue of the Group's entities whose functional currency is not the dollar. The translation effect is eliminated by applying Year N-1 exchange rates to Year N revenue of the contemplated entities.

EBITDA: Earnings Before Interest, Taxes, Depreciation and Amortization is calculated by taking operating income (loss) before depreciation and amortization, and excluding certain operating revenues and expenses that are unusual in nature or occur rarely, such as:

- impairment of goodwill and non-current assets as determined within the scope of impairment tests carried out in accordance with IAS 36;
- significant restructuring expenses, particularly resulting from headcount reorganization measures, in respect of major events or decisions;
- capital gains or losses on disposals;
- income and expenses resulting from major litigation, significant roll-outs or capital transactions (e.g., costs of integrating a new activity).

Financial cash out includes interest payments on financial and lease debt, interest income and other financial costs.

Foreign exchange differences reconciles select items in the cash flow statement to their effective cash impact. This effect is related to intra-group financing, including related foreign exchange hedging.

Gross capital expenditure: gross capital expenditure is defined as the sum of cash outflows for acquisitions of property, plant and equipment and intangible assets and cash outflows for acquisitions of biological assets.

(Increase) decrease in net debt (alternatively, "change in net debt") is defined as total cash generation +/- non-cash adjustments to net debt.

Industrial margin: The industrial margin is defined as the difference between revenue and cost of sales (i.e. after allocation of industrial variable costs and industrial fixed costs), before depreciation.

Lease debt is defined as the present value of unavoidable future lease payments.

Net debt: Consolidated net debt (or "net financial debt") is defined as bank loans and other borrowings plus overdrafts and other short-term borrowings minus cash and cash equivalents plus the fair value of the cross-currency swaps related to the EUR/USD hedging of the principal of the $820 million 7.5% senior notes. Net debt excludes lease debt.

Net working capital requirement is defined as working capital requirement net of provisions for inventories and trade receivables; net working capital requirement days are computed on an annualized quarterly sales basis.

Non-cash adjustments to net debt includes non-cash foreign exchange impacts on debt balances, IFRS-defined fair value adjustments on debt balances, and other non-cash items.

Non-cash items in EBITDA includes provisions and other non-cash items in EBITDA.

Operating working capital requirement includes working capital requirement as well as other receivables and payables.

Restructuring charges and non-recurring items consists primarily of the cash costs of executing the New Vallourec plan, including severance costs and other facility closure costs.

Total cash generation is defined as adjusted free cash flow +/- restructuring charges and non-recurring items and asset disposals & other cash items. It corresponds to net cash used in operating activities +/- gross capital expenditure and asset disposals & other cash items.

Working capital requirement is defined as trade receivables plus inventories minus trade payables (excluding provisions).