





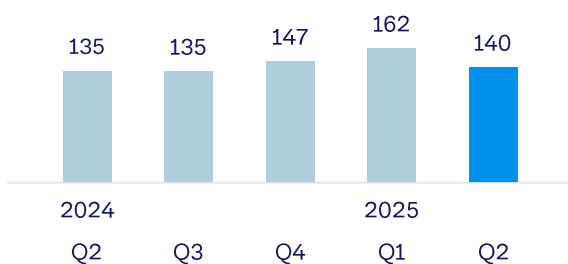
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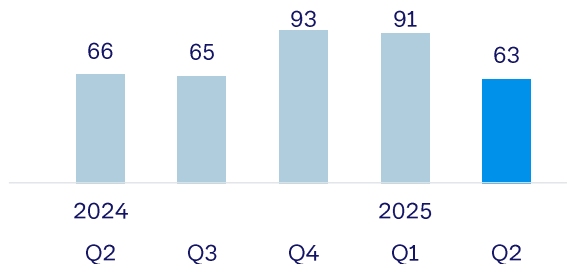


# Key figures

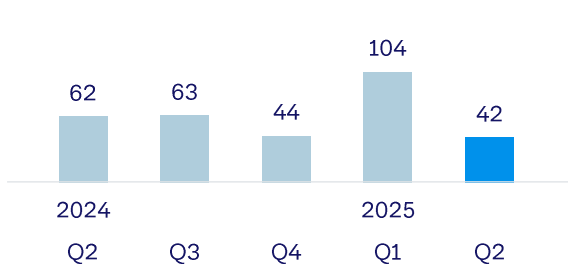
## Operating revenues



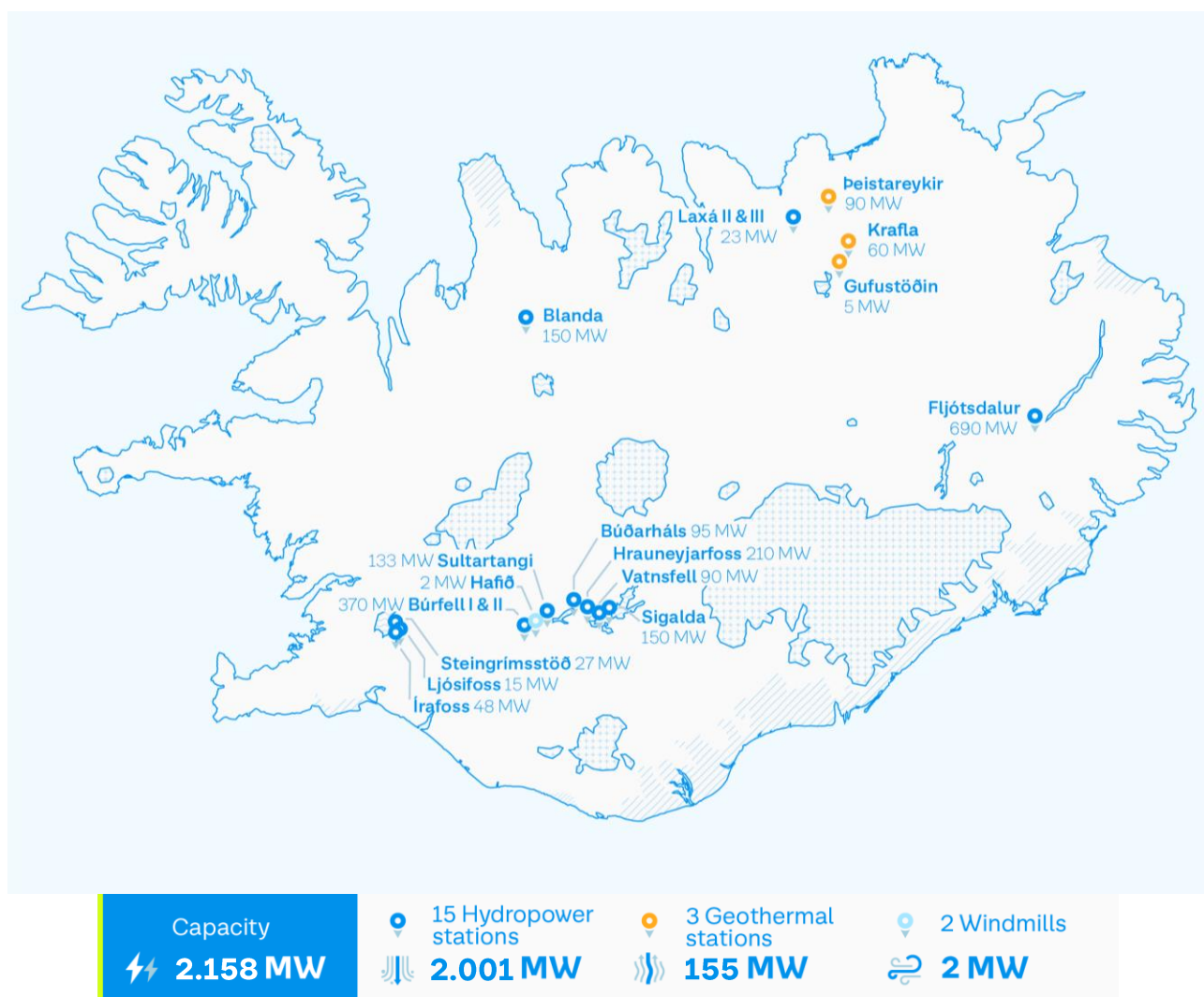
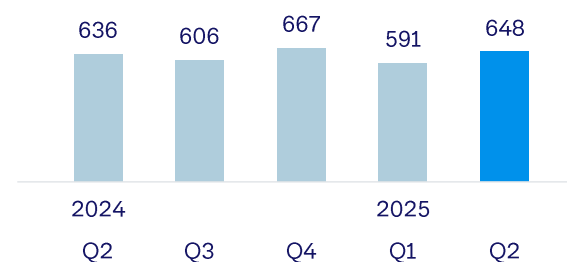
## Profit before unrealised financial items



## Cash flow from operating activities



## Net debt



## Key figures - not reviewed

### Management's presentation of the operation of Landsvirkjun

	2025 1.1.-30.6.	2024 1.1.-30.6.	2023 1.1.-30.6.	2022 1.1.-30.6.	2021 1.1.-30.6.
<b>Operation</b>					
Operating revenues .....	302,449	277,714	296,492	348,621	240,272
Realised hedges .....	( 7)	1,358	35,260	( 53,666)	( 15,020)
<b>Total operating revenues .....</b>	<b>302,442</b>	<b>279,072</b>	<b>331,752</b>	<b>294,955</b>	<b>225,252</b>
Operating and maintenance expenses .....	( 93,664)	( 79,851)	( 76,769)	( 81,641)	( 73,905)
<b>EBITDA .....</b>	<b>208,778</b>	<b>199,221</b>	<b>254,983</b>	<b>213,314</b>	<b>151,347</b>
Depreciation and impairment loss .....	( 49,426)	( 50,051)	( 53,036)	( 54,327)	( 53,610)
<b>EBIT .....</b>	<b>159,352</b>	<b>149,170</b>	<b>201,947</b>	<b>158,987</b>	<b>97,737</b>
Financial items .....	( 5,542)	( 6,442)	( 6,435)	( 18,069)	( 20,054)
Subsidiaries and associated companies .....	674	661	456	13,426	10,755
<b>Profit before unrealised financial items ....</b>	<b>154,484</b>	<b>143,389</b>	<b>195,968</b>	<b>154,344</b>	<b>88,438</b>
<b>Unrealised financial items:</b>					
Fair value changes in embedd. derivatives ....	5,612	( 27,659)	( 40,130)	49,799	21,400
Fair value changes in other derivatives .....	( 1,175)	( 4,496)	37,089	( 4,878)	( 38,871)
Unrealised foreign exchange difference .....	( 12,890)	3,036	( 8,344)	11,576	1,663
	( 8,453)	( 29,119)	( 11,385)	56,497	( 15,808)
<b>Profit before income tax .....</b>	<b>146,031</b>	<b>114,270</b>	<b>184,583</b>	<b>210,841</b>	<b>72,630</b>
Income tax .....	( 59,166)	( 43,788)	( 70,611)	( 73,378)	( 23,552)
<b>Profit for the period .....</b>	<b>86,865</b>	<b>70,482</b>	<b>113,972</b>	<b>137,463</b>	<b>49,078</b>
<b>Balance sheet</b>					
	<b>30.6.2025</b>	<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2022</b>	<b>30.6.2021</b>
Total assets .....	3,505,581	3,560,914	3,751,978	3,793,095	3,786,279
Total equity .....	2,195,097	2,213,198	2,270,014	2,230,022	2,101,190
Total liabilities .....	1,310,484	1,347,716	1,481,964	1,563,073	1,685,089
Net debt* .....	648,229	635,726	665,726	939,370	1,199,676
<b>Cash flow</b>					
	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>
Funds from operation (FFO) .....	193,665	192,705	244,839	195,688	127,654
Cash flow from operating activities .....	146,373	163,377	248,784	191,800	125,114
Investing activities .....	( 23,186)	5,032	4,718	6,696	( 2,360)
Financing activities .....	( 125,867)	( 124,699)	( 248,930)	( 138,308)	( 38,900)
<b>Liquidity</b>					
	<b>30.6.2025</b>	<b>30.6.2024</b>	<b>30.6.2023</b>	<b>30.6.2022</b>	<b>30.6.2021</b>
Cash and cash equivalents .....	82,211	128,038	157,726	125,315	144,324
Undrawn loans .....	125,000	125,000	125,000	150,000	150,000
Total liquidity .....	207,211	253,038	282,726	275,315	294,324
<b>Key ratios</b>					
Return on equity ** .....	8.0%	7.3%	6.2%	10.7%	3.9%
Equity ratio .....	62.6%	62.2%	60.5%	58.8%	55.5%
Interest cover (EBITDA/net interest exp)** ....	37.23x	44.26x	21.74x	10.36x	6.46x
FFO / net debt** .....	61.4%	67.2%	70.8%	37.9%	18.4%
FFO / interest expense** .....	14.12x	13.30x	12.94x	9.05x	5.22x
Net debt / EBITDA** .....	1.54x	1.44x	1.34x	2.38x	4.46x
<b>Credit rating at the end of June</b>					
Standard & Poor's .....	A-	A-	BBB+	BBB+	BBB+

\* Net debt is interest bearing liabilities less cash and cash equivalents

\*\* Key ratios based on the past 12 months

## Endorsement and Statement of the Board of Directors and CEO

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Landsvirkjun's objective is to operate in the energy sector and to engage in other business and financial operations as decided by the Board of Directors at each time. The Company's interim condensed financial statements for the period from 1 January to 30 June 2025 are prepared in accordance with IAS 34 Interim Financial Reporting and additional requirements in the Icelandic Financial Statement Act and include the financial statements of the Company, which include the results of the subsidiaries, Icelandic Power Insurance Ltd., H 68 ehf., Landsvirkjun Power ehf. as well as associated companies. Landsvirkjun does not prepare consolidated interim financial statements.

According to the income statement, the Company's profit for the period from January to June 2025 amounted to USD 86.9 million while the profit during the same period in 2024 amounted to USD 70.5 million. The change between periods amounts to USD 16.4 million. The Company's operating revenues amounted to USD 302.4 million during the period compared to USD 279.1 million during the same period in the previous year. The fair value changes of derivatives were positive and amounted to USD 4.4 million during the period January to June 2025 compared to a negative difference of USD 32.2 million during the same period in the previous year. Currency exchange differences were negative and amounted to USD 12.5 million compared to a positive difference in the amount of USD 2.5 million during the same period in 2024. Cash flow from operations amounted to USD 146.4 million during the period compared to USD 163.4 million during the same period in the previous year. Cash and cash equivalents amounted to USD 82.2 million at the end of June 2025 and undrawn loans amounted to USD 125.0 million, a total of USD 207.2 million. The Company's equity at the end of June amounted to USD 2,195.1 million according to the balance sheet compared to USD 2,303.8 million at year-end 2024.

### Statement by the Board of Directors and the CEO

According to the best knowledge of the Board of Directors and the CEO, the financial statements are in accordance with IAS 34, Interim Financial Reporting, as adopted by the EU and additional requirements in the Icelandic Financial Statement Act. According to the best knowledge of the Board of Directors and the CEO, the financial statements give a fair view of the Company's assets, liabilities and financial position as of 30 June, 2025 and the Company's operating results and changes in cash flows during the period from January to June 2025.

Furthermore, in the opinion of the Board of Directors and the CEO the interim financial statements and the Endorsement by the Board of Directors for the period from January to June 2025 give a fair view of the Company's results, financial position and development and describe the main risk factors faced by the Company.

The Board of Directors and the CEO have today discussed the condensed interim financial statements for the period 1 January to 30 June 2025 and confirm them by means of their signatures.

Reykjavik, 19 August 2025.

The Board of Directors:

Brynja Baldursdóttir

Berglind Ásgeirsdóttir

Sigurður Magnús Garðarsson

Hörður Þórhallsson

Pórdís Ingadóttir

The CEO:

Hörður Arnarson

# Independent Auditors' Review Report

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## To the Board of Directors and owners of Landsvirkjun

We have reviewed the accompanying condensed interim financial statements of Landsvirkjun, which comprise the endorsement by the Board of Directors, the statement of financial position as at 30 June 2025 and the income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the six-month period then ended, as well as a summary of significant accounting policies and other explanatory notes.

## The Board of directors' and CEO's responsibilities for the Interim Financial Statements

The Board of Directors and CEO are responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standard, IAS 34, as adopted by the EU and additional requirements in the Icelandic Financial Statement Act.

## Auditors' Responsibility

Our responsibility is to express a conclusion on this interim financial information based on our review.

## Scope of Review

We conducted our review in accordance with International Standard on Review Engagements, ISRE 2410. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information does not give a true and fair view of the financial position of the Company as of 30 June 2025, and of its financial performance and its cash flows for the six-month period then ended in accordance with International Financial Reporting Standard, IAS 34, as adopted by the EU and additional requirements in the Icelandic Financial Statement Act.

Reykjavik, 19 August 2025.

**Deloitte ehf.**

Birna María Sigurðardóttir  
auditor

Jóhann Óskar Haraldsson  
auditor

# Income Statement

	Notes	2025 1.1.-30.6.	2024 1.1.-30.6.	2025 Q2*	2024 Q2*
<b>Operating revenues</b>					
Power sales .....	6	272,606	255,975	130,826	127,918
Realised hedges .....	(	7)	1,358	278	( 12)
Other income .....		29,843	21,739	8,913	7,442
		<u>302,442</u>	<u>279,072</u>	<u>140,017</u>	<u>135,348</u>
<b>Operating expenses</b>					
Energy generation costs .....		110,990	98,961	56,497	50,470
Cost of general research .....		6,394	5,509	3,220	3,038
Other operating expenses .....		25,706	25,432	13,666	12,838
		<u>143,090</u>	<u>129,902</u>	<u>73,383</u>	<u>66,346</u>
<b>Operating profit.....</b>		<u>159,352</u>	<u>149,170</u>	<u>66,634</u>	<u>69,002</u>
<b>Financial income and (expenses)</b>					
Interest income .....		7,745	9,887	3,473	5,130
Interest expenses .....	(	13,685)	( 15,788)	( 7,199)	( 7,897)
Foreign exchange difference .....	(	12,492)	2,495	( 7,703)	63
Fair value changes in embedded derivatives .....		5,612	( 27,659)	( 3,868)	( 4,991)
Fair value changes in other derivatives .....	(	1,175)	( 4,496)	( 785)	( 3,689)
	7	<u>( 13,995)</u>	<u>( 35,561)</u>	<u>( 16,082)</u>	<u>( 11,384)</u>
Subsidiaries and associated companies .....		<u>674</u>	<u>661</u>	<u>263</u>	<u>304</u>
<b>Profit before income tax.....</b>		<u>146,031</u>	<u>114,270</u>	<u>50,815</u>	<u>57,922</u>
Income tax .....	(	59,166)	( 43,788)	( 22,093)	( 21,986)
<b>Net profit for the period.....</b>		<u><u>86,865</u></u>	<u><u>70,482</u></u>	<u><u>28,722</u></u>	<u><u>35,936</u></u>

\* Quarterly financial statements have not been reviewed by the auditors of the Company

Notes 1 to 13 are an integral part of these interim financial statements

## Statement of Comprehensive Income

	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>	<b>Q2*</b>	<b>Q2*</b>
<b>Profit for the period .....</b>	<u>86,865</u>	<u>70,482</u>	<u>28,722</u>	<u>35,936</u>
<b>Items transferred to equity that will not be reclassified subsequently to profit or loss:</b>				
Pension obligation after income tax, change .....	( 1,673)	( 1,179)	( 1,177)	( 591)
<b>Items transferred to equity that may be reclassified subsequently to profit or loss:</b>				
Transl. diff. due to subsid. and assoc. companies .....	1,093	( 219)	744	( 98)
Total operating items moved to equity	<u>( 580)</u>	<u>( 1,398)</u>	<u>( 433)</u>	<u>( 689)</u>
<b>Total Comprehensive Income for the period ..</b>	<u><u>86,285</u></u>	<u><u>69,084</u></u>	<u><u>28,289</u></u>	<u><u>35,247</u></u>

\* Quarterly financial statements have not been reviewed by the auditors of the Company

Notes 1 to 13 are an integral part of these interim financial statements



# Balance Sheet

<b>Assets</b>	<b>Notes</b>	<b>30.06.2025</b>	<b>31.12.2024</b>
<b>Non-current assets</b>			
Property, plant and equipment .....		2,813,084	2,836,572
Projects under construction .....		48,771	28,874
Development cost .....		144,061	129,632
Other intangible assets .....		50,300	50,475
Derivative financial instruments .....	8	41,994	33,517
Subsidiaries .....		7,402	8,201
Associated companies .....		6,113	5,303
Loan to related parties .....		62,522	186,326
Shares in other companies .....		786	690
<b>Total non-current assets</b>		<b>3,175,033</b>	<b>3,279,590</b>
<b>Current assets</b>			
Accounts receivables and other receivables .....		68,614	58,572
Related parties, receivables .....		166,683	41,028
Derivative financial instruments .....	8	13,040	12,051
Assets held for sale .....		0	7,864
Cash and cash equivalents .....		82,211	78,781
<b>Total current assets</b>		<b>330,548</b>	<b>198,296</b>
<b>Total assets</b>		<b>3,505,581</b>	<b>3,477,886</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Owners' contributions .....		586,512	586,512
Restricted reserves .....		3,601	3,172
Translation difference .....	(	15,559)	( 16,652)
Other equity .....		1,620,543	1,730,779
<b>Total equity</b>		<b>2,195,097</b>	<b>2,303,811</b>
<b>Long-term liabilities</b>			
Interest bearing liabilities .....	9	669,058	563,096
Accrued pension liabilities .....		46,188	39,204
Deferred income tax liability .....		263,816	255,117
Lease obligation .....		13,112	8,375
Derivative financial instruments .....	8	1,323	2,337
		<b>993,497</b>	<b>868,129</b>
<b>Current liabilities</b>			
Accounts payable and other payables .....	11	204,366	37,650
Interest bearing liabilities .....	9	61,382	182,631
Income tax payable .....		49,458	83,287
Related parties, liabilities .....		293	499
Derivative financial instruments .....	8	1,488	1,879
		<b>316,987</b>	<b>305,946</b>
<b>Total liabilities</b>		<b>1,310,484</b>	<b>1,174,075</b>
<b>Total equity and liabilities</b>		<b>3,505,581</b>	<b>3,477,886</b>

Notes 1 to 13 are an integral part of these interim financial statements

## Statement of Equity

	Owners' contribution	Restricted reserves	Translation difference	Other equity	Total equity
<b>1 January to 30 June 2025</b>					
Equity at 1 January 2025.....	586,512	3,172	(16,652)	1,730,779	2,303,811
Profit for the period.....				86,865	86,865
Translation difference.....			1,093		1,093
Pension obligation, change.....				(1,673)	(1,673)
Total comprehensive profit.....			1,093	85,192	86,285
Dividend to owners.....				(195,000)	(195,000)
Share of profit of subsidiaries and associated companies transf.....		429		(429)	0
Equity at 30 June 2025.....	586,512	3,601	(15,559)	1,620,543	2,195,097
<b>1 January to 30 June 2024</b>					
Equity at 1 January 2024 .....	586,512	2,199	(16,449)	1,791,852	2,364,114
Profit for the period.....				70,482	70,482
Translation difference.....			(219)		(219)
Pension obligation, change.....				(1,179)	(1,179)
Total comprehensive profit.....			(219)	69,303	69,084
Dividend to owners.....				(220,000)	(220,000)
Share of profit of subsidiaries and associated companies transf.....		252		(252)	0
Equity at 30 June 2024.....	586,512	2,451	(16,668)	1,640,903	2,213,198

Notes 1 to 13 are an integral part of these interim financial statements

# Statement of Cash Flows

	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>1.1.-30.6.</b>	<b>1.1.-30.6.</b>	<b>Q2*</b>	<b>Q2*</b>
<b>Operating activities</b>				
Operating profit .....	159,352	149,170	66,634	69,002
Depreciation and impairment loss .....	49,426	50,051	24,696	25,045
Pension obligation, change .....	( 1,185)	( 1,171)	( 608)	( 590)
Other changes .....	( 2,321)	( 12)	( 2,389)	( 10)
Working capital from op. before fin. items	205,272	198,038	88,333	93,447
Operating assets and liabilities, change .....	5,373	7,278	( 8,982)	( 9,300)
Cash flow from operating act. bef. fin. items	210,645	205,316	79,351	84,147
Interest income received .....	7,622	9,909	5,795	8,058
Interest exp. and foreign exch. diff. paid .....	( 20,182)	( 15,480)	( 10,987)	( 8,559)
Taxes paid .....	( 51,712)	( 36,368)	( 31,924)	( 21,585)
Cash flow from operating activities	146,373	163,377	42,235	62,061
<b>Investing activities</b>				
Power stations in operation .....	( 9,930)	( 5,892)	( 6,132)	( 2,173)
Power stations under construction .....	( 13,952)	0	( 10,103)	0
Power plant preparation cost .....	( 11,645)	( 6,026)	( 5,975)	( 2,870)
Purchased shares .....	( 4)	0	( 4)	0
Received dividend .....	3,876	0	3,842	0
Other investments .....	( 11,772)	( 3,021)	( 1,314)	( 1,761)
Assets sold .....	179	74	174	61
Loans to related parties, change .....	20,062	19,897	20,062	19,897
Investing activities	( 23,186)	5,032	550	13,154
<b>Financing activities</b>				
Dividend paid to owners .....	( 90,000)	( 110,000)	( 90,000)	( 110,000)
Reduction of share capital .....	179	0	179	0
Borrowings .....	100,000	0	100,000	0
Amortisation of long-term debt .....	( 136,046)	( 14,699)	( 63,184)	( 1,865)
Financing activities	( 125,867)	( 124,699)	( 53,005)	( 111,865)
<b>Change in cash and cash equivalents</b> .....	( 2,680)	43,710	( 10,220)	( 36,650)
<b>Effect of exchange diff. on cash and cash equiv ...</b>	6,110	( 928)	3,520	( 196)
<b>Cash and cash equiv. at the beginning of the year</b>	78,781	85,256	88,911	164,884
<b>Cash and cash equiv. at the end of the period</b> .....	82,211	128,038	82,211	128,038

\* Quarterly financial statements have not been reviewed by the auditors of the Company

Notes 1 to 13 are an integral part of these interim financial statements

# Notes

## General information

### 1. Landsvirkjun

Landsvirkjun is a partnership which operates in Iceland and has its headquarters at Katrínartún 2, Reykjavík, Iceland. Landsvirkjun operates in accordance with the Act on Landsvirkjun no. 42/1983. The Company's main objective is to engage in operations in the energy sector. The interim financial statements include the financial statements of the Company and its shares of subsidiaries and associated companies.

### 2. Statement of IFRS compliance

The interim financial statements have been prepared in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting as adopted by the EU and additional requirements in the Icelandic Financial Statements Act. They do not encompass all the information necessary for complete annual financial statements, and should be read in conjunction with the financial statements for the year ended 31 December, 2024.

### 3. Significant accounting policies

The interim financial statements are prepared using the same accounting policies as for the year 2024 except that the Company has adopted new International Accounting Standards, as adopted by the EU, for the accounting period beginning 1 January, 2025, changes to the standards and new interpretations. The Company has not implemented new or enhanced standards that have been issued but are not yet in effect. The financial statements for the year 2024 can be found on its website [www.landsvirkjun.com](http://www.landsvirkjun.com) and the website of NASDAQ OMX Iceland; [www.nasdaqomxnordic.com](http://www.nasdaqomxnordic.com).

The interim financial statements are presented in USD, which is the Company's functional currency. Amounts are presented in USD thousand unless otherwise stated.

### 4. Use of estimates and judgements

The preparation of interim financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

### 5. Segment information

All operations of the Company fall under one segment. Landsvirkjun's objective, according to law, is to operate in the energy sector and to engage in other business and financial operations according to the decision of the Board of Directors at each time. Landsvirkjun harnesses hydroelectric power, geothermal power and wind power. Landsvirkjun sells all of its electricity generation in Iceland, both to retail sales companies and to power intensive industrial users.

### 6. Operating revenues

	2025	2024
Power sales are specified as follows:	1.1.-30.6.	1.1.-30.6.
Retail sales companies .....	69,434	63,613
Power intensive users .....	203,172	192,362
Power sales total .....	272,606	255,975



## Notes, contd.:

### 7. Financial income and (expenses)

	2025	2024
Financial income and (expenses) are specified as follows:	1.1.-30.6.	1.1.-30.6.
Interest income .....	7,745	9,887
Interest expense .....	( 14,072)	( 15,519)
Guarantee fee .....	( 287)	( 269)
Capitalised interest .....	674	0
Total interest expense .....	( 13,685)	( 15,788)
Realised foreign exchange difference .....	398	( 541)
Unrealised foreign exchange difference .....	( 12,890)	3,036
Total foreign exchange difference .....	( 12,492)	2,495
Fair value changes in embedded derivatives .....	5,612	( 27,659)
Fair value changes in other derivatives .....	( 1,175)	( 4,496)
Financial income and (expenses)	( 13,995)	( 35,561)

### 8. Derivative financial instruments in the balance sheet

Derivative financial instruments in the balance sheet are specified as follows:

	30.06.2025	31.12.2024
<b>Assets:</b>		
Embedded derivatives in power contracts .....	47,739	42,127
Commodity hedges .....	2,186	3,441
Currency swaps .....	4,479	0
Interest rate swap .....	630	0
	55,034	45,568
Derivative financial instruments are divided as follows:		
Long-term component of derivative agreements .....	41,994	33,517
Short-term component of derivative agreements .....	13,040	12,051
	55,034	45,568
<b>Liabilities:</b>		
Commodity hedges .....	2,811	2,984
Currency swaps .....	0	1,232
	2,811	4,216
Derivative financial instruments are divided as follows:		
Long-term component of derivative agreements .....	1,323	2,337
Short-term component of derivative agreements .....	1,488	1,879
	2,811	4,216

## Notes, contd.:

### 9. Liabilities

Interest bearing long-term debt is categorized by currencies as follows:

	<b>Maturity date</b>	<b>30.06.2025 Average interest</b>	<b>Remaining balance</b>	<b>31.12.2024 Average interest</b>	<b>Remaining balance</b>
Liabilities in EUR .....	2026	2.3%	175,784	3.2%	156,164
Liabilities in USD .....	2025-2035	3.9%	554,656	3.9%	589,563
			730,440		745,727
Current maturities of long-term debt .....			( 61,382)		( 182,631)
Total long-term debt .....			669,058		563,096

Interest rates on the loans range between 2.3-5.5%. Nominal interest rates for the period were on average 3.5%, taking into account the state guarantee fee (2024:3.8%).

According to loan agreements, the maturities of long-term debt are as follows:

	<b>30.06.2025</b>
1.7.2025-30.6.2026 .....	61,382
1.7.2026-31.12.2026 .....	189,611
2027 .....	27,619
2028 .....	131,764
2029 .....	69,384
2030 .....	119,384
Later .....	131,296
	730,440

### 10. Comparison of fair value and book value of loans to related parties and long term liabilities

	<b>30.06.2025 Book value</b>	<b>Fair value</b>	<b>31.12.2024 Book value</b>	<b>Fair value</b>
Interest-bearing loans issued by the Icelandic state .	216,518	220,041	223,305	226,710
Interest-bearing long term liabilities .....	( 730,440)	( 744,284)	( 745,727)	( 741,939)

Fair value of other financial instruments is equal to book value.

Fair value of interest-bearing loans to related parties and long term liabilities are calculated by discounting the expected cash flows using the underlying currencies yield curve.

## Notes, contd.:

### 11. Accounts payable and other payables

Accounts payable and other payables are specified as follows:

	30.06.2025	31.12.2024
Accounts payable .....	37,779	1,029
Accrued interest .....	5,934	6,795
Value added tax .....	10,774	15,468
Income tax payable due to last year .....	26,606	0
Unpaid dividend to owners .....	105,000	0
Other short term liabilities .....	18,273	14,358
	<u>204,366</u>	<u>37,650</u>

### 12. Fair value classification

Calculations for embedded derivatives are based on the forward price of aluminium, as published by the LME, and are based on the maximum time length of forward aluminium prices, which is 123 months. Management expects the aluminium price in ten years to reflect the aluminium price at the time the agreements were made and therefore fair value changes will not arise for that period. The fair value of derivatives other than embedded derivatives is based on an evaluation from counterparties and verified by the company through comparative calculations based on market information.

The table displays the level categorisation for items in the interim financial statements that are valued at fair value.

	Level 2	Level 3	Total
<b>30.06.2025</b>			
Embedded derivatives .....		47,739	47,739
Other derivatives .....	4,484		4,484
Shares in other companies .....		786	786
	<u>4,484</u>	<u>48,525</u>	<u>53,009</u>
<b>31.12.2024</b>			
Embedded derivatives .....		42,127	42,127
Other derivatives .....	( 775)	( 775)	
Shares in other companies .....		690	690
	<u>( 775)</u>	<u>42,817</u>	<u>42,042</u>

### 13. Other matters

In a letter dated 9 February 2024, the Icelandic Competition Authority formally notified Landsvirkjun of its decision to initiate an investigation into whether provisions in contracts with power intensive customers, specifically those restricting the resale of electricity under long-term contracts without prior approval from Landsvirkjun are in violation of competition law or the provisions of the EEA Agreement.

Following a complaint, since 2020, the Competition Authority has been conducting a review and investigation into whether Landsvirkjun's participation in Landsnet's transmission loss auctions during the period 2017–2021 constituted a violation of competition law. As part of the proceedings, the Competition Authority issued a statement of objections to Landsvirkjun, to which the company submitted a formal response in the spring of 2024. The Competition Authority concluded on 18 August that the price charged by Landsvirkjun for sold electricity to Landsnet was too low and fined the company USD 11.5 million. The decision will be appealed to the Competition Appeals Committee.

ESA, the EFTA Surveillance Authority, announced on 30 April the decision to open an investigation into whether Landsvirkjun has violated EEA competition rules by refusing to supply electricity to companies seeking to produce hydrogen and/or electric fuels. This is solely a decision to open an investigation and does not imply that ESA has reached a conclusion on any violation nor indicate the final outcome of the investigation.