





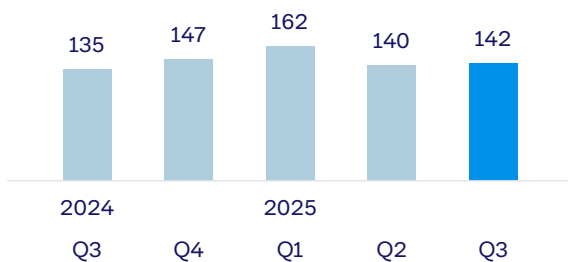
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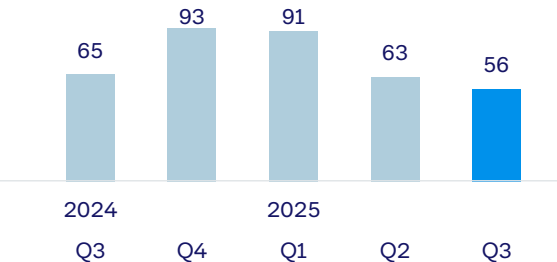


# Key figures

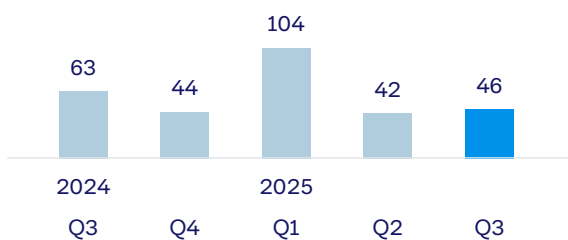
## Operating revenues



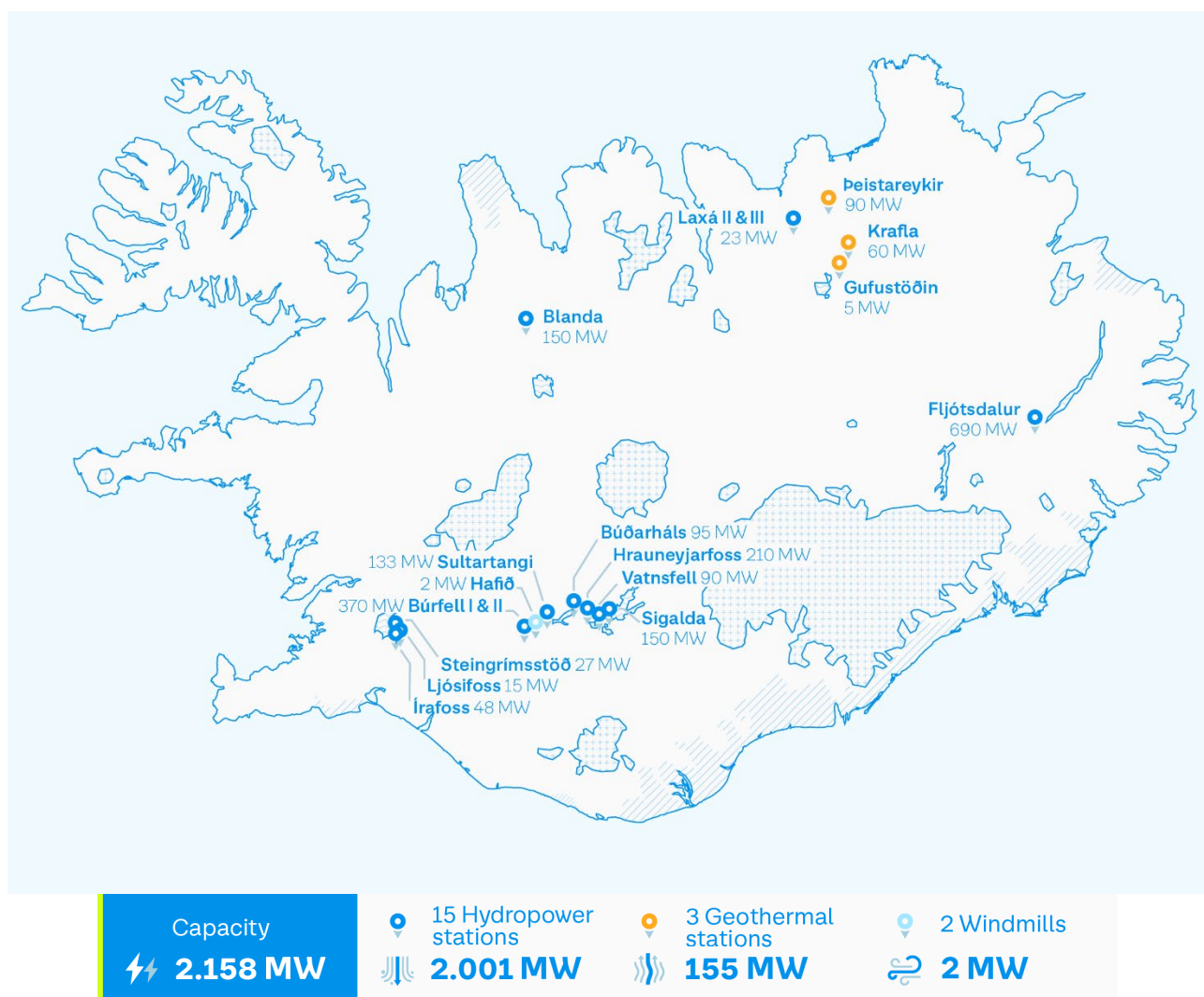
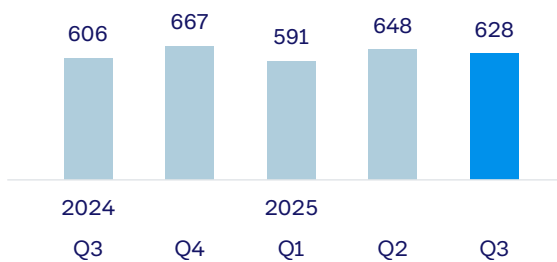
## Profit before unrealised financial items



## Cash flow from operating activities



## Net debt



## Key figures

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

	2025 1.1.-30.9.	2024 1.1.-30.9.	2023 1.1.-30.9.	2022 1.1.-30.9.	2021 1.1.-30.9.
<b>Operation</b>					
Operating revenues .....	444,698	411,903	431,314	515,423	377,027
Realised hedges .....	( 158)	2,103	64,049	( 82,023)	( 33,592)
<b>Total operating revenues .....</b>	<b>444,540</b>	<b>414,006</b>	<b>495,363</b>	<b>433,400</b>	<b>343,435</b>
Operating and maintenance expenses .....	( 153,225)	( 122,813)	( 117,422)	( 114,295)	( 111,434)
<b>EBITDA .....</b>	<b>291,315</b>	<b>291,193</b>	<b>377,941</b>	<b>319,105</b>	<b>232,001</b>
Depreciation and impairment loss .....	( 74,111)	( 74,996)	( 79,325)	( 81,214)	( 80,690)
<b>EBIT .....</b>	<b>217,204</b>	<b>216,197</b>	<b>298,616</b>	<b>237,891</b>	<b>151,311</b>
Financial items .....	( 6,843)	( 8,956)	( 9,300)	( 27,529)	( 30,294)
Subsidiaries and associated companies .....	113	1,163	644	18,178	17,712
<b>Profit before unrealised financial items ....</b>	<b>210,474</b>	<b>208,404</b>	<b>289,960</b>	<b>228,540</b>	<b>138,729</b>
<b>Unrealised financial items:</b>					
Fair value changes in embedd. derivatives ....	18,766	( 18,824)	( 34,041)	39,384	49,242
Fair value changes in other derivatives .....	( 3,886)	( 6,870)	8,671	16,471	( 58,987)
Unrealised foreign exchange difference .....	( 12,718)	( 756)	( 8,481)	23,817	7,942
	2,162	( 26,450)	( 33,851)	79,672	( 1,803)
<b>Profit before income tax .....</b>	<b>212,636</b>	<b>181,954</b>	<b>256,109</b>	<b>308,212</b>	<b>136,926</b>
Income tax .....	( 86,905)	( 71,173)	( 96,682)	( 104,391)	( 44,233)
<b>Profit for the period .....</b>	<b>125,731</b>	<b>110,781</b>	<b>159,427</b>	<b>203,821</b>	<b>92,693</b>
<b>Balance sheet</b>					
	<b>30.9.2025</b>	<b>30.9.2024</b>	<b>30.9.2023</b>	<b>30.9.2022</b>	<b>30.9.2021</b>
Total assets .....	3,538,810	3,609,474	3,773,748	3,869,482	3,785,118
Total equity .....	2,232,923	2,253,194	2,314,554	2,295,440	2,143,914
Total liabilities .....	1,305,887	1,356,280	1,459,194	1,574,042	1,641,204
Net debt* .....	628,383	606,026	564,841	839,547	1,135,208
<b>Cash flow</b>					
	<b>1.1.-30.9.</b>	<b>1.1.-30.9.</b>	<b>1.1.-30.9.</b>	<b>1.1.-30.9.</b>	<b>1.1.-30.9.</b>
Funds from operation (FFO) .....	273,097	280,436	364,573	295,476	199,219
Cash flow from operating activities .....	192,488	226,403	362,613	290,531	189,084
Investing activities .....	( 49,035)	( 21,504)	( 12,157)	1,163	( 7,825)
Financing activities .....	( 138,794)	( 137,571)	( 291,388)	( 150,760)	( 121,339)
<b>Liquidity</b>					
	<b>30.9.2025</b>	<b>30.9.2024</b>	<b>30.9.2023</b>	<b>30.9.2022</b>	<b>30.9.2021</b>
Cash and cash equivalents .....	89,372	152,787	212,220	203,323	119,442
Undrawn loans .....	125,000	125,000	125,000	150,000	150,000
Total liquidity .....	214,372	277,787	337,220	353,323	269,442
<b>Key ratios</b>					
Return on equity ** .....	7.8%	6.9%	5.1%	11.5%	5.2%
Equity ratio .....	63.1%	62.4%	61.3%	59.3%	56.6%
Interest cover (EBITDA/net interest exp)** ....	39.84x	39.68x	29.57x	11.82x	7.39x
FFO / net debt** .....	62.0%	65.2%	87.0%	45.7%	22.5%
FFO / interest expense** .....	15.14x	12.72x	13.63x	10.18x	6.16x
Net debt / EBITDA** .....	1.53x	1.48x	1.10x	2.00x	3.77x
<b>Credit rating at the end of September</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 September 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, incorporating 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. The interim financial statements have neither been audited nor reviewed by the Company's auditors.

According to the income statement, the Company's profit for the period from January to September 2025 amounted to USD 125.7 million while the profit during the same period in 2024 amounted to USD 110.8 million. The change between periods amounts to USD 14.9 million. The Company's operating revenues amounted to USD 444.5 million during the period compared to USD 414.0 million during the same period in the previous year. The fair value changes of derivatives were positive and amounted to USD 14.9 million during the period January to September 2025 compared to a negative difference of USD 25.7 million during the same period in the previous year. Currency exchange differences were negative and amounted to USD 12.1 million compared to a negative difference of USD 1.4 million during the same period in 2024. Cash flow from operations amounted to USD 192.5 million during the period compared to USD 226.4 million during the same period in the previous year. Cash and cash equivalents amounted to USD 89.4 million at the end of September 2025 and undrawn loans amounted to USD 125.0 million, a total of USD 214.4 million. The Company's equity at the end of September amounted to USD 2,232.9 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

To the best of the 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 interim financial statements give a fair view of the Company's assets, liabilities and financial position as of 30 September, 2025 and the Company's operating results and changes in cash flows during the period from January to September 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 September 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 September 2025 and confirm them by means of their signatures.

Reykjavik, 20 November 2025.

The Board of Directors:

Brynja Baldursdóttir

Berglind Ásgeirsdóttir

Hörður Þórhallsson

Sigurður Magnús Garðarsson

Þórdís Ingadóttir

The CEO:

Hörður Arnarson

# Income Statement

	Notes	2025 1.1.-30.9.	2024 1.1.-30.9.	2025 Q3	2024 Q3
<b>Operating revenues</b>					
Power sales .....	6	407,948	382,729	135,342	126,754
Realised hedges .....	(	158)	2,103	( 151)	745
Other income .....		36,750	29,174	6,907	7,435
		<u>444,540</u>	<u>414,006</u>	<u>142,098</u>	<u>134,934</u>
<b>Operating expenses</b>					
Energy generation costs .....		171,049	152,773	60,059	53,812
Cost of general research .....		9,412	8,271	3,018	2,762
Other operating expenses .....		46,875	36,765	21,169	11,333
		<u>227,336</u>	<u>197,809</u>	<u>84,246</u>	<u>67,907</u>
<b>Operating profit.....</b>		<u>217,204</u>	<u>216,197</u>	<u>57,852</u>	<u>67,027</u>
<b>Financial income and (expenses)</b>					
Interest income .....		11,104	14,708	3,359	4,821
Interest expenses .....	(	18,516)	( 23,057)	( 4,831)	( 7,269)
Foreign exchange difference .....	(	12,149)	( 1,363)	343	( 3,858)
Fair value changes in embedded derivatives .....		18,766	( 18,824)	13,154	8,835
Fair value changes in other derivatives .....	(	3,886)	( 6,870)	( 2,711)	( 2,374)
	7	<u>( 4,681)</u>	<u>( 35,406)</u>	<u>9,314</u>	<u>155</u>
Subsidiaries and associated companies .....		<u>113</u>	<u>1,163</u>	<u>( 561)</u>	<u>502</u>
<b>Profit before income tax.....</b>		<u>212,636</u>	<u>181,954</u>	<u>66,605</u>	<u>67,684</u>
Income tax .....	(	86,905)	( 71,173)	( 27,739)	( 27,385)
<b>Net profit for the period.....</b>		<u>125,731</u>	<u>110,781</u>	<u>38,866</u>	<u>40,299</u>

Notes 1 to 14 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.-30.9.</b>	<b>1.1.-30.9.</b>	<b>Q3</b>	<b>Q3</b>
<b>Profit for the period .....</b>	<u>125,731</u>	<u>110,781</u>	<u>38,866</u>	<u>40,299</u>
<b>Items transferred to equity that will not be reclassified subsequently to profit or loss:</b>				
Pension obligation after income tax, change .....	( 2,617)	( 1,761)	( 944)	( 582)
<b>Items transferred to equity that may be reclassified subsequently to profit or loss:</b>				
Transl. diff. due to subsid. and assoc. companies .....	998	59	( 95)	278
Total operating items moved to equity	<u>( 1,619)</u>	<u>( 1,702)</u>	<u>( 1,039)</u>	<u>( 304)</u>
<b>Total Comprehensive Income for the period ..</b>	<u><u>124,112</u></u>	<u><u>109,079</u></u>	<u><u>37,827</u></u>	<u><u>39,995</u></u>

Notes 1 to 14 are an integral part of these interim financial statements

# Balance Sheet

<b>Assets</b>	<b>Notes</b>	<b>30.09.2025</b>	<b>31.12.2024</b>
<b>Non-current assets</b>			
Property, plant and equipment .....		2,797,273	2,836,572
Projects under construction .....		65,135	28,874
Development cost .....		162,708	129,632
Other intangible assets .....		50,149	50,475
Derivative financial instruments .....	8	49,314	33,517
Subsidiaries .....		5,105	8,201
Associated companies .....		6,349	5,303
Loan to related parties .....		62,525	186,326
Shares in other companies .....		786	690
<b>Total non-current assets</b>		<b>3,199,344</b>	<b>3,279,590</b>
<b>Current assets</b>			
Accounts receivables and other receivables .....		70,459	58,572
Related parties, receivables .....		160,693	41,028
Derivative financial instruments .....	8	18,942	12,051
Assets held for sale .....		0	7,864
Cash and cash equivalents .....		89,372	78,781
<b>Total current assets</b>		<b>339,466</b>	<b>198,296</b>
<b>Total assets</b>		<b>3,538,810</b>	<b>3,477,886</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Owners' contributions .....		586,512	586,512
Restricted reserves .....		3,622	3,172
Translation difference .....	(	15,654)	( 16,652)
Other equity .....		1,658,443	1,730,779
<b>Total equity</b>		<b>2,232,923</b>	<b>2,303,811</b>
<b>Long-term liabilities</b>			
Interest bearing liabilities .....	9	480,253	563,096
Accrued pension liabilities .....		46,974	39,204
Deferred income tax liability .....		275,753	255,117
Lease obligation .....		12,439	8,375
Decommissioning obligation .....		175	0
Derivative financial instruments .....	8	2,789	2,337
		<b>818,383</b>	<b>868,129</b>
<b>Current liabilities</b>			
Accounts payable and other payables .....	11	183,163	37,650
Interest bearing liabilities .....	9	237,503	182,631
Income tax payable .....		64,691	83,287
Related parties, liabilities .....		100	499
Derivative financial instruments .....	8	2,047	1,879
		<b>487,504</b>	<b>305,946</b>
<b>Total liabilities</b>		<b>1,305,887</b>	<b>1,174,075</b>
<b>Total equity and liabilities</b>		<b>3,538,810</b>	<b>3,477,886</b>

Notes 1 to 14 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 September 2025</b>					
Equity at 1 January 2025.....	586,512	3,172	(16,652)	1,730,779	2,303,811
Profit for the period.....				125,731	125,731
Translation difference.....			998		998
Pension obligation, change.....				(2,617)	(2,617)
Total comprehensive profit.....			998	123,114	124,112
Dividend to owners.....				(195,000)	(195,000)
Share of profit of subsidiaries and associated companies transf.....		450		(450)	0
Equity at 30 September 2025.....	586,512	3,622	(15,654)	1,658,443	2,232,923
<b>1 January to 30 September 2024</b>					
Equity at 1 January 2024 .....	586,512	2,199	(16,449)	1,791,852	2,364,114
Profit for the period.....				110,781	110,781
Translation difference.....			59		59
Pension obligation, change.....				(1,761)	(1,761)
Total comprehensive profit.....			59	109,020	109,079
Dividend to owners.....				(220,000)	(220,000)
Share of profit of subsidiaries and associated companies transf.....		450		(450)	0
Equity at 30 September 2024.....	586,512	2,649	(16,390)	1,680,423	2,253,194

Notes 1 to 14 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.-30.9.</b>	<b>1.1.-30.9.</b>	<b>Q3</b>	<b>Q3</b>
<b>Operating activities</b>				
Operating profit .....	217,204	216,197	57,852	67,027
Depreciation and impairment loss .....	74,111	74,996	24,685	24,945
Pension obligation, change .....	( 1,941)	( 1,741)	( 756)	( 570)
Other changes .....	( 2,324)	( 12)	( 3)	0
Working capital from op. before fin. items	287,050	289,440	81,778	91,402
Operating assets and liabilities, change .....	6,961	6,688	1,588	( 590)
Cash flow from operating act. bef. fin. items	294,011	296,128	83,366	90,812
Interest income received .....	8,767	12,006	1,145	2,097
Interest exp. and foreign exch. diff. paid .....	( 24,654)	( 23,630)	( 4,472)	( 8,150)
Taxes paid .....	( 85,636)	( 58,101)	( 33,924)	( 21,733)
Cash flow from operating activities	192,488	226,403	46,115	63,026
<b>Investing activities</b>				
Power stations in operation .....	( 16,043)	( 13,602)	( 6,113)	( 7,710)
Power stations under construction .....	( 28,408)	( 14,848)	( 14,456)	( 14,848)
Power plant preparation cost .....	( 24,374)	( 9,301)	( 12,729)	( 3,275)
Purchased shares .....	( 4)	( 23)	0	( 23)
Received dividend .....	3,876	0	0	0
Other investments .....	( 13,045)	( 3,701)	( 1,273)	( 680)
Assets sold .....	1,607	74	1,428	0
Loans to related parties, change .....	27,356	19,897	7,294	0
Investing activities	( 49,035)	( 21,504)	( 25,849)	( 26,536)
<b>Financing activities</b>				
Dividend paid to owners .....	( 90,000)	( 110,000)	0	0
Reduction of share capital .....	179	0	0	0
Borrowings .....	100,000	0	0	0
Amortisation of long-term debt .....	( 148,973)	( 27,571)	( 12,927)	( 12,872)
Financing activities	( 138,794)	( 137,571)	( 12,927)	( 12,872)
<b>Change in cash and cash equivalents .....</b>	<b>4,659</b>	<b>67,328</b>	<b>7,339</b>	<b>23,618</b>
<b>Effect of exchange diff. on cash and cash equiv ...</b>	<b>5,932</b>	<b>203</b>	<b>( 178)</b>	<b>1,131</b>
<b>Cash and cash equiv. at the beginning of the year</b>	<b>78,781</b>	<b>85,256</b>	<b>82,211</b>	<b>128,038</b>
<b>Cash and cash equiv. at the end of the period .....</b>	<b>89,372</b>	<b>152,787</b>	<b>89,372</b>	<b>152,787</b>

Notes 1 to 14 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.-30.9.	1.1.-30.9.
Retail sales companies .....	95,171	88,389
Power intensive users .....	312,777	294,340
Power sales total .....	407,948	382,729



## Notes, contd.:

### 7. Financial income and (expenses)

	2025	2024
Financial income and (expenses) are specified as follows:	1.1.-30.9.	1.1.-30.9.
Interest income .....	11,104	14,708
Interest expense .....	( 19,938)	( 22,648)
Guarantee fee .....	( 434)	( 409)
Capitalised interest .....	1,856	0
Total interest expense .....	( 18,516)	( 23,057)
Realised foreign exchange difference .....	569	( 607)
Unrealised foreign exchange difference .....	( 12,718)	( 756)
Total foreign exchange difference .....	( 12,149)	( 1,363)
Fair value changes in embedded derivatives .....	18,766	( 18,824)
Fair value changes in other derivatives .....	( 3,886)	( 6,870)
Financial income and (expenses)	( 4,681)	( 35,406)

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

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

	30.09.2025	31.12.2024
<b>Assets:</b>		
Embedded derivatives in power contracts .....	60,893	42,127
Commodity hedges .....	1,954	3,441
Currency and interest rate swaps .....	5,409	0
	68,256	45,568
Derivative financial instruments are divided as follows:		
Long-term component of derivative agreements .....	49,314	33,517
Short-term component of derivative agreements .....	18,942	12,051
	68,256	45,568
<b>Liabilities:</b>		
Commodity hedges .....	4,836	2,984
Currency swaps .....	0	1,232
	4,836	4,216
Derivative financial instruments are divided as follows:		
Long-term component of derivative agreements .....	2,789	2,337
Short-term component of derivative agreements .....	2,047	1,879
	4,836	4,216

## Notes, contd.:

### 9. Liabilities

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

	<b>Maturity date</b>	<b>30.09.2025 Average interest</b>	<b>Remaining balance</b>	<b>31.12.2024 Average interest</b>	<b>Remaining balance</b>
Liabilities in EUR .....	2026	2.0%	176,108	3.2%	156,164
Liabilities in USD .....	2025-2035	3.9%	541,648	3.9%	589,563
			717,756		745,727
Current maturities of long-term debt .....			( 237,503)		( 182,631)
Total long-term debt .....			480,253		563,096

Interest rates on the loans range between 2.0-5.5%. Nominal interest rates for the period were on average 3.4%, taking into account the state guarantee fee (2024:3.8%).

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

	<b>30.09.2025</b>
1.10.2025-30.9.2026 .....	237,503
1.10.2026-31.12.2026 .....	1,415
2027 .....	27,619
2028 .....	131,764
2029 .....	69,384
2030 .....	119,384
Later .....	130,687
	717,756

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

	<b>30.09.2025 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 .	216,731	221,863	223,305	226,710
Interest-bearing long term liabilities .....	( 717,756)	( 734,401)	( 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:

	30.09.2025	31.12.2024
Accounts payable .....	36,075	1,029
Accrued interest .....	7,168	6,795
Value added tax .....	17,097	15,468
Income tax payable due to last year .....	3,854	0
Unpaid dividend to owners .....	105,000	0
Other short term liabilities .....	13,969	14,358
	<u>183,163</u>	<u>37,650</u>

### 12. Fair value classification

Calculations of the fair value of 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>30.09.2025</b>			
Embedded derivatives .....		60,893	60,893
Other derivatives .....	2,527		2,527
Shares in other companies .....		786	786
	<u>2,527</u>	<u>61,679</u>	<u>64,206</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. Events after the reporting date

A malfunction occurred in the electrical equipment at the Norðurál aluminum smelter at Grundartangi in October. It resulted in the smelter's production being reduced by two-thirds. It is uncertain when the smelter will return to full operation. Landsvirkjun supplies Norðurál with about one-third of the electricity the smelter uses.

### 14. 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. 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 has been appealed to the Competition Appeals Committee.



## Notes, contd.:

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### **14. Other matters, contd.:**

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.