

An aerial photograph of a lush green forest at sunrise. A winding river flows through the center of the forest, reflecting the golden light of the sun. The sun is low on the horizon, creating long, dramatic rays of light that pierce through the mist and foliage. The overall atmosphere is serene and ethereal. The image is framed by white geometric lines forming a hexagonal pattern.

Hexagon Purus Q1 2024

Key figures

(NOK million)

	Q1 2024	Q1 2023	Change
Revenue	407	244	67 %
Operating profit before depreciation (EBITDA)	-97	-112	-
Operating profit (EBIT)	-141	-140	-
Profit/loss before tax	-167	-155	-
Profit/loss for the period	-165	-154	-

Key developments in Q1 2024

- All-time high quarterly revenue of NOK 407 million in the first quarter of 2024, up 67% from the first quarter of 2023;
- EBITDA of NOK -97 million in the first quarter of 2024. This corresponds to an EBITDA margin of -24%, up from -46% in the first quarter of 2023;
- Issued convertible bond of approximately NOK 1,000 million following approval by an Extraordinary General Meeting (EGM) on 11 January 2024. Bond issue supported by Mitsui & Co., Ltd., Hy24 and Hexagon Composites;
- Construction of all new production facilities completed and extensive ramp-up activities across the new manufacturing footprint is ongoing;
- Segment financial reporting introduced from the first quarter of 2024;
- Exited the quarter with order backlog consisting of firm purchase orders of approximately NOK 1.2 billion, providing solid line-of-sight to full-year revenue ambitions.

Group revenue

NOK million



Group EBITDA

NOK million



A word from the CEO

We have just reported a record quarter for Hexagon Purus, keeping us well on track to meet our targets for 2024. At the same time, we continue our extensive ramp-up activities across the new manufacturing sites to deliver on customer commitments and to maximize capacity utilization. Starting from this quarter, we are reporting our hydrogen business and our battery and vehicle integration business as two separate segments. By this, we aim to create a better understanding of Hexagon Purus' business by quantitatively highlighting the differences in business maturity.

As in previous quarters, revenue in Q1 was dominated by our hydrogen infrastructure solutions, a trend that we expect to continue for the remainder of the year. That being said, this quarter also represented a strong start for our hydrogen mobility applications, driven mainly by transit bus and heavy-duty truck. We expect demand from the mobility sector to continue improving throughout the year as more capacity comes online in parallel with higher calls-offs under current customer agreements.

More importantly, it is satisfying to see that profitability is steadily improving as volume and scale increases. The hydrogen business, including both our mobility- and infrastructure solutions, is being delivered to our customers at solid gross margins. With increasing volume, profitability in that segment will also improve throughout the year. Having seen the positive impact of higher volume in Q1, we are increasingly confident that 2024 will be the year when our hydrogen business turns EBITDA profitable. I do not expect our battery and vehicle integration business to meaningfully contribute to our expected improved Group profitability this year since we are currently scaling up to be ready for the start of production late in the year. However, with higher call-offs from the large customer contracts next year, I'm confident that we will be able to break even on EBITDA for the Group during 2025.

As most facilities currently are in ramp-up mode, we expect incrementally higher activity throughout the remaining quarters of 2024. Following several months of delay in the new hydrogen cylinder engineering and manufacturing hub in Kassel, we expect the ramp-up issues to be solved by the end of Q2 2024. It makes me super proud to see the efforts put in by the Hexagon Purus team to deliver on the ongoing ramp-up, all while successfully executing on growing customer commitments. This makes me excited about the remainder of this year.

The commercial activity across the group continues to be high, and we have already secured strong order backlog visibility for 2024, with solid line of sight to additional volume through a strong portfolio of customers and agreements across applications. It's also encouraging to see growing interest from customers in emerging hydrogen applications such as maritime and aviation.

We also look forward to unveiling our battery electric truck tailored for the US market at the Advanced Clean Transportation (ACT) Expo in May, in partnership with Hino Trucks. The truck will be launched under the Tern brand and is scheduled to go into production in our new facility in Dallas by the end of 2024.

As we continue to execute according to our business plan, our main operational priorities this year are to fully ramp-up our new facilities and increase our operating leverage. We remain laser focused on driving profitability through a combination of volume growth and disciplined capital spend. With a good first quarter delivered, I remain confident that we will be able to meet our operational and financial targets for the year.



Morten Holum
Chief Executive Officer

Hexagon Purus Q1 2024 consolidated financials

Profit and loss

In the first quarter of 2024, Hexagon Purus ("the Company" or "the Group") generated all-time high quarterly revenue of NOK 407 million, up 67% from the corresponding period in 2023. Hydrogen infrastructure and hydrogen mobility solutions were the main drivers of growth year-over-year, combined with continued positive momentum within aerospace applications.

Cost of materials as % of revenue was 54% in the first quarter of 2024, compared to 64% in the first quarter of 2023. The cost of materials ratio in the quarter was positively affected by product mix and an extraordinary customer payment related to the Company's battery systems and vehicle integration business unit. Payroll expenses in the first quarter of 2024 increased on an absolute basis a function of the continued investments in organizational scale up, but decreased in relative terms year-over-year and as a % of revenue payroll expenses was 47% (57%) in the first quarter of 2024. Total operating expenses in the first quarter of 2024 ended at NOK 504 (356) million, leading to an operating profit before depreciation (EBITDA) of NOK -97 (-112) million, equivalent to an EBITDA margin of -24% (-46%).

Depreciation in the first quarter of 2024 was NOK 44 million, up from NOK 28 million in the first quarter of 2023. The increase is driven by a higher balance of depreciable assets due to the Company's capacity expansion program. Operating profit (EBIT) in the first quarter of 2024 consequently ended at NOK -141 (-140) million.

Share of income from investments in associates, which reflects Hexagon Purus' minority shareholdings in Cryoshelter LH2 GmbH and CIMC Hexagon Hydrogen Energy Systems Ltd., was NOK -2 (-2) million in the first quarter of 2024. Finance income in the first quarter of 2024 was NOK 36 (10) million, of which approximately NOK 30 million relates to foreign exchange fluctuations and approximately NOK 6 million relates to interest income on bank deposits. Finance costs in the first quarter of 2024 was NOK 60 (23) million, of which approximately NOK 41 million relates to non-cash interest on the 2023/2028 and 2024/2029 convertible bonds. Approximately NOK 10 million stems from interest on lease liabilities and other interest-bearing debt and the remainder relates to foreign exchange fluctuations. Tax expense in the first quarter of 2024 was NOK -2 (-1) million, and net profit after tax ended at NOK -165 (-154) million.

Balance sheet

Total assets at the end of the first quarter of 2024 amounted to NOK 4,832 (3,935) million. The year-over-year increase in total assets is mainly driven by increases to property, plant and equipment and right-of-use assets as a result of the Company's capacity expansion program, combined with an increase in working capital to cater for a higher activity level. Trade receivables increased to NOK 359 (226) million in the first quarter of 2024 and inventory stood at NOK 577 (403) million. The Company's working capital position reflects the Company's sustained growth track-record, which is expected to continue in 2024.

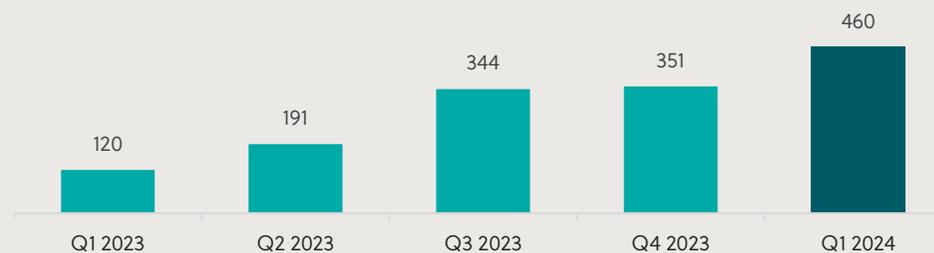
Increases in equity and non-current liabilities in the first quarter of 2024 compared to the first quarter of 2023 is mainly driven by the NOK 1,000 million (gross) convertible bond issuance in January 2024, and an increase in lease liabilities related to production facilities and equipment as part of the Company's capacity expansion program. At quarter-end, the Company had an equity ratio of 43% (60%).

Cash flow

Net cash flow from operating activities in the first quarter of 2024 was NOK -211 (-119) million, of which NOK -109 (-18) million was due to an increase in net working capital, driven by an increase in inventory and trade receivables.

Group net working capital

NOK million



Net cash flow from investing activities was NOK -132 (-106) million in the first quarter of 2024, of which NOK -130 million relates to investments in production equipment and facilities related to the Company's capacity expansion program. Capitalized product

development expenditure was NOK -4 (-10) million in the first quarter of 2024, and funding to Cryoshelter LH2 GmbH for development of liquid hydrogen storage technology accumulated to NOK -5 (-5) million in the quarter. Interest received on bank deposits in the first quarter of 2024 amounted to NOK 6 (5) million.

Group capital expenditure (property, plant & equipment and capitalized product development)

NOK million



Net cash flow from financing in the first quarter of 2024 was NOK 985 (1,244) million. The positive inflow from financing in the quarter was owed to the issuance of the NOK 1,000 million convertible bond (2024/2029). Cash interest payments and repayment of lease liabilities amounted to NOK -19 (-10) million in the first quarter of 2024. Furthermore, cash flow from financing was positively influenced by NOK 32 million from a share capital increase from the minority party related to the Company's Chinese joint venture operations.

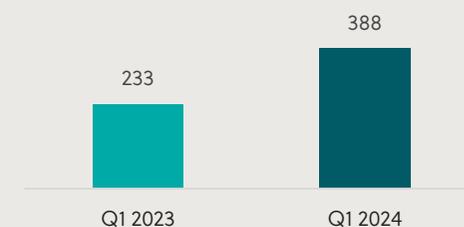
Net change in cash and cash equivalents in the first quarter of 2024 was NOK 642 (1,019) million, and currency exchange differences on cash was NOK 16 (-34) million. Cash and cash equivalents stood at NOK 965 (1,366) million at the end of the first quarter of 2024.

Hydrogen Mobility and Infrastructure (HMI)

Hexagon Purus' hydrogen storage solutions is based on its leading type 4 cylinder technology and enables the safe and efficient use of hydrogen in a variety of zero-emission mobility and hydrogen infrastructure applications. The hydrogen mobility and infrastructure (HMI) segment covers Hexagon Purus' hydrogen cylinder and systems manufacturing activities in Europe and North America, as well as its aerospace and industrial gas business.

Revenue

NOK million



EBITDA

NOK million



Financial development

Revenue for the HMI segment in the first quarter of 2024 totaled NOK 388 million, up 66% year-over-year. 54% (65%) of the HMI segment revenue in the first quarter of 2024 stemmed from hydrogen infrastructure solutions, which grew 38% year-over-year. Within the hydrogen infrastructure solutions vertical, hydrogen distribution modules made up the majority of the revenue in the quarter, with product deliveries to blue-chip industrial gas customers like Air Liquide and Linde, and Lhyfe.

Hydrogen mobility, which covers revenue from the sale of type 4 hydrogen cylinders and cylinder systems for hydrogen-propelled on-road and off-road vehicles, made up 26% (14%) of HMI segment revenue in the first quarter of 2024, and saw year-over-year growth of 213%. The growth was mainly driven by increased deliveries to transit bus customers such as Solaris and CaetanoBus and heavy-duty vehicle customer Nikola. The growth in these applications were partly offset by lower activity for rail applications compared to the same period last year.

The Company's industrial gas business, delivering solutions for stationary storage of primarily air gases such as nitrogen and oxygen to industrial customers, kept stable year-

over-year. The Company's aerospace activities, which supports privately held space exploration companies in North America with storage solutions for space expeditions saw a meaningful increase in activity, contributing positively to revenue growth with solid profitability. Combined, these application areas made up 20% (21%) of HMI segment revenue in the first quarter of 2024.

EBITDA for the HMI segment in the first quarter of 2024 ended at NOK -16 (-35) million, equivalent to an EBITDA margin of -4% (-15%). As more customer deliveries with solid gross margins comes online, scale and fixed cost absorption increases, leading to improved profitability.

Operational update

During the course of 2023 and so far in 2024, Hexagon Purus has completed the construction of five new hydrogen storage production facilities in Europe, North America and China, and these capacity expansions will be key enablers for the Company to continue to deliver profitable revenue growth. Most facilities are currently in ramp-up mode, and final equipment deliveries and installations will continue throughout at least the first half of 2024. In particular, the ramp-up of the new Kassel facility has taken more time than expected due to delays in equipment deliveries and final acceptance testing. It is expected that the delay in the ramp-up of the new state-of-the-art Kassel facility will be caught up by the end of the second quarter of 2024.

Battery Systems and Vehicle Integration (BVI)

The battery systems and vehicle integration (BVI) segment covers Hexagon Purus' industry-leading battery storage systems technology and complete vehicle integration services for medium- and heavy-duty trucks in North America. The BVI organization is actively preparing for expected start of production for the Hino and Daimler programs towards the end of 2024, including engineering activities, test and validation, and further scale-up of the organization.



Financial development

Revenue for the BVI segment in the first quarter of 2024 totaled NOK 19 (20) million. The vast majority of this revenue relates to an extraordinary payment from an OEM customer for design and engineering services related to an ongoing program. No corresponding costs were booked related to this payment in the quarter. BVI segment EBITDA ended at -25 (-32) million in the first quarter of 2024.

Any significant revenue recognition related to the two major agreements signed for complete vehicle integration of battery electric utility and heavy-duty vehicles with Hino Trucks and Daimler Trucks North America is not expected until the fourth quarter of 2024.

Operational update

The automated battery module assembly line in the Company's new Kelowna facility continued to produce prototype battery modules and battery systems in the first quarter of 2024. These battery systems will be used for testing and validation purposes for the Hino and Daimler customer programs. Further equipment installations to the battery

module line will take place during the first half of 2024 to achieve the desired level of line integration and automation.

Tenant improvement work for the Company's new Dallas, Texas facility has commenced, and the facility is expected to open during the third quarter of 2024.

Outlook

With the completion of the Company's capacity expansion program this year, significant revenue capacity is added and will serve as a key enabler for the Company to reach its short- to medium-term targets.

Hydrogen infrastructure solutions will be a key growth driver for 2024. The new hydrogen infrastructure and systems manufacturing hub that Hexagon Purus recently opened in Weeze, Germany will more than double (at run-rate) the Company's production capacity for hydrogen distribution modules and will help meet the growing demand expected for hydrogen infrastructure solutions. Close to 90% of this year's production capacity for hydrogen distribution modules has either already been sold to customers or are in the final stages of being sold.

Simultaneously, the new state-of-the-art hydrogen cylinder production facility in Kassel will boost production of hydrogen cylinders used for both hydrogen infrastructure and hydrogen mobility solutions. Growth from hydrogen storage solutions for transit bus and heavy-duty vehicles is another key growth driver for 2024.

The Company's order backlog, consisting of firm customer purchase orders, stood at approximately NOK 1.2 billion as of the first quarter of 2024, with the vast majority for execution in 2024. The order backlog for execution in 2024 is expected to continue to grow as 2024 progresses, mainly driven by call-offs from already secured long-term agreements with the likes of Air Liquide, Linde, Lhyfe, Solaris, Nikola, Hino and Daimler. The Company continues to focus on improving profitability, combined with prudent and restrictive capital deployment.

For the full-year 2024, the Company is expecting revenue growth of at least 50% year-over-year, as well as significant year-over-year improvement in the Group's EBITDA margin.

Forward-looking statements

The forward-looking statements made above are, by their nature, subject to significant risks and uncertainties because they relate to events and depend on circumstances that are expected to occur in the future. They are therefore not guarantees of future performance. While the statements reflect the current views and expectations of Hexagon Purus based on information currently available to it, they are subject to various assumptions, in addition to risks and uncertainties that may be outside of its control. Hexagon Purus cannot provide any assurance that the assumptions underlying such forward-looking statements are free from errors nor accept any responsibility for the future accuracy of the opinions expressed herein, or the actual occurrence of the forecasted developments. Actual results could differ materially from those expressed or implied in forward-looking statements. Any forward-looking statements are based only on conditions as of the date on which they are made and we are under no obligation to update or alter such forward-looking statements whether as a result of new information, future events or otherwise.

Risks and uncertainties

Hexagon Purus operates in markets with strict standards for quality and delivery, deviations from which could result in significant additional costs, lost sales and damage to the Group's reputation. The Group is exposed to production-related risks such as production errors or shutdowns of its facilities which could have a material adverse effect on the Group's results of operations, cash flow and financial condition.

The Group is exposed to competing technologies and processes that could have a negative effect on the Group's competitive positioning, and in turn profitability and financial position.

The Group is exposed to developments in the prices and availability of its raw materials and in particular the cost of carbon fiber and lithium-ion batteries. The prices and availability of these raw materials are linked to various factors including developments in the price of oil, precursor commodities and energy and the prevailing market balance where supply is dependent on a limited number of suppliers. To mitigate the risk, the Group will from time to time enter into long-term supply agreements, locking in price and quantity. Even though the contracts are intended to mitigate supply risk, it would also potentially add risk, as they commit the Group on material and components, where actual demand can turn out to be lower than forecasted, market prices can fall, or the development could make the committed volumes technologically less relevant.

To the extent the Group does not generate sufficient cash from operations to fund its existing and future business plans, the Group may need to raise additional funds to execute its growth strategy and to fund capital expenditures. Adequate sources of capital funding might not be available when needed or may only be available on unfavorable terms. If funding is insufficient at any time in the future, the Group may be unable to, inter alia, fund acquisitions, take advantage of business opportunities or respond to competitive pressures, any of which could adversely impact the Group's financial condition and results of operations.

The Group is also exposed to global macroeconomic developments including the impact of inflation, supply chain constraints and rising interest rates. It is not possible to know the precise impacts of such developments and to what extent these may or may not persist. For additional information about risks and uncertainties we refer to Hexagon Purus' 2023 annual report.

Oslo, 2 May 2024

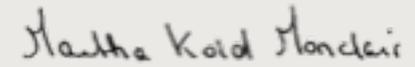
The Board of Directors of Hexagon Purus ASA



Espen Gundersen
Chair



Jon Erik Engeset
Board member



Martha Kold Monclair
Board member



Rick Rashilla
Board member



Hidetomo Araki
Board member



Susana Quintana-Plaza
Board member



Liv Fiksdahl
Board member



Morten Holum
Group President & CEO

Hexagon Purus Group Financial Statements

Income statement

(NOK 1000)	Note	Q1 2024	Q1 2023	FY 2023
		Unaudited	Unaudited	Audited
Revenue from contracts with customers	3,4	405 360	243 375	1 311 811
Other operating revenue	3,4	1 787	602	7 803
Total revenue		407 147	243 977	1 319 614
Cost of materials		220 589	156 157	776 841
Payroll and social security expenses	8	190 756	139 426	621 436
Other operating expenses		92 496	60 405	366 810
Total operating expenses before depreciation		503 840	355 989	1 765 087
Operating profit before depreciation (EBITDA)	4	-96 693	-112 012	-445 473
Depreciation and impairment	5	44 392	27 801	149 785
Operating profit (EBIT)	4	-141 085	-139 813	-595 258
Share of profit/loss from investments in associates and joint ventures	10	-1 934	-1 947	-12 503
Finance income		36 099	10 438	103 673
Finance expense	6,7	60 400	23 379	187 223
Profit/loss before tax from continuing operations		-167 320	-154 702	-691 310
Tax expense		-2 281	-550	-7 793
Profit/loss after tax from continuing operations		-165 039	-154 151	-683 517
Attributable to:				
Equity holders of the parent		-160 857	-154 480	-672 703
Non-controlling interest		-4 183	329	-10 815
Earnings per share				
Ordinary (NOK)		-0,58	-0,56	-2,43
Diluted (NOK) ¹⁾		-0,58	-0,56	-2,43

1) The Company has potential dilutive shares through convertible bond instruments as well as share-based payment incentive plans. Diluted EPS is however set equal to ordinary EPS due to negative profit after tax.

Comprehensive income statement

(NOK 1000)	Q1 2024	Q1 2023	FY 2023
	Unaudited	Unaudited	Audited
Profit/loss after tax	-165 039	-154 151	-683 517
OTHER COMPREHENSIVE INCOME:			
Items that will be reclassified through profit or loss in subsequent periods			
Exchange differences on translation of foreign operations	85 150	76 242	44 157
Net of total items that will be reclassified through profit and loss in subsequent periods	85 150	76 242	44 157
Total comprehensive income, net of tax	-79 889	-77 909	-639 630
Attributable to:			
Share premium	-82 556	-80 124	-622 890
Non-controlling interest	2 666	2 215	-16 470

Balance sheet

(NOK 1000)	Note	31.03.2024	31.03.2023	31.12.2023
		Unaudited	Unaudited	Audited
ASSETS				
Property, plant, and equipment	5	978 546	621 919	867 212
Right-of-use assets	5	567 483	161 416	544 765
Intangible assets		863 013	858 319	841 672
Investment in associates and joint ventures	10	53 157	31 023	50 143
Non-current financial assets		136 057	88 483	129 651
Non-current assets		34 921	2 508	33 767
Total non-current assets		2 633 177	1 763 669	2 467 210
Inventories		577 091	403 267	481 695
Trade receivables		359 431	225 992	274 974
Contracts assets (accrued revenue)		10 959	10 622	11 168
Other current assets		286 332	165 029	230 474
Cash and short-term deposits		965 161	1 366 383	307 485
Total current assets		2 198 974	2 171 292	1 305 797
Total assets		4 832 151	3 934 961	3 773 007

(NOK 1000)	Note	31.03.2024	31.03.2023	31.12.2023
		Unaudited	Unaudited	Audited
EQUITY AND LIABILITIES				
Issued capital and share premium		1 209 131	1 888 382	1 369 987
Other equity		719 818	430 206	427 681
Equity attributable to equity holders of the parent		1 928 949	2 318 589	1 797 668
Non-controlling interests		156 957	48 311	121 459
Total equity		2 085 295	2 366 900	1 919 127
Interest-bearing loans and borrowings	6	1 407 788	549 501	596 482
Lease liabilities	7	541 552	134 207	518 138
Net employee defined benefit liabilities		1 855	1 705	1 717
Deferred tax liabilities		37 797	47 214	38 510
Total non-current liabilities		1 988 992	732 626	1 154 848
Trade and other payables		243 071	256 245	220 457
Contract liabilities		244 146	263 342	196 326
Interest-bearing loans and borrowings	6	2 829	3 380	2 317
Lease liabilities, short term	7	46 330	30 404	39 930
Income tax payable		541	3 588	509
Other current financial liabilities	8	44 212	124 455	42 540
Other current liabilities		102 042	109 856	131 170
Provisions		74 693	44 164	65 782
Total current liabilities		757 863	835 434	699 032
Total liabilities		2 746 855	1 568 060	1 853 879
Total equity and liabilities		4 832 151	3 934 961	3 773 007

Cash flow statement

(NOK 1000)

	Q1 2024	Q1 2023	FY 2023
	Unaudited	Unaudited	Audited
Profit before tax (incl. discontinued operations)	-167 320	-154 702	-691 310
Depreciation, amortization, and impairment	44 392	27 801	149 785
Net interest expense	45 760	5 579	13 236
Changes in net working capital ¹⁾	-109 210	-18 161	-248 922
Other adjustments to operating cash flows	-24 899	20 207	64 294
Net cash flow from operating activities	-211 278	-119 274	-712 917
Purchase of property, plant, and equipment	-129 555	-95 106	-442 643
Purchase and development of intangible assets	-4 040	-10 112	-39 628
Settlement of contingent considerations and deferred payment related to acquisitions	-	-	-85 693
Investments in associated companies	-	-	-29 305
Loans to associated companies	-5 059	-5 195	-29 373
Interest received	6 376	4 738	29 564
Net cash flow from investing activities	-132 278	-105 675	-597 078
Net repayment (-) / proceeds (+) from interest bearing loans and convertible bonds	972 195	775 616	756 909
Interest payments	-403	-6 866	-20 539
Repayment of lease liabilities (incl. interests)	-18 933	-9 606	-51 798
Net proceeds from share capital increase in parent company	-	474 154	473 982
Net proceeds from share capital increase in subsidiary (NCI contribution)	32 221	10 365	102 198
Net cash flow from financing activities	985 079	1 243 662	1 260 752
Net change in cash and cash equivalents	641 523	1 018 713	-49 243
Net currency exchange differences on cash	16 154	-34 035	-24 977
Cash and cash equivalents beginning of period	307 485	381 706	381 705
Cash and cash equivalents end of period	965 162	1 366 383	307 485

¹⁾ Net working capital refers to inventory, trade receivables, contract assets, trade payables and contract liabilities

Statement of changes in equity

(NOK 1000)	Note	Issued capital	Share premium	Other paid-in capital	Foreign currency translation reserve	Equity attributable to equity holders of the parent	Non-controlling interest	Total equity
As of 1 January 2024		27 680	1 342 308	318 524	109 156	1 797 668	121 459	1 919 127
Profit for the period			-160 857			-160 857	-4 183	-165 039
Other comprehensive income					78 301	78 301	6 849	85 150
Total comprehensive income		-	-160 857	-	78 301	-82 553	2 666	-79 889
Share-based payments				9 799		9 799		9 799
Share capital increase						-		-
Share capital increase in subsidiary						-	32 221	32 221
Convertible bonds - equity component				209 660		209 660		209 660
Transaction cost				-5 622		-5 622		-5 622
As of 31 March 2024		27 680	1 181 451	532 361	187 457	1 928 949	156 346	2 085 295

		Issued capital	Share premium	Other paid-in capital	Foreign currency translation reserve	Equity attributable to equity holders of the parent	Non-controlling interest	Total equity
As of 1 January 2023		25 828	1 542 880	23 839	59 344	1 651 890	35 731	1 687 621
Profit for the period			-154 480			-154 480	329	-154 151
Other comprehensive income					74 356	74 356	1 887	76 242
Total comprehensive income		-	-154 480	-	74 356	-80 124	2 215	-77 909
Share-based payments				2 351		2 351		2 351
Share capital increase		1 852	498 148			500 000		500 000
Share capital increase in subsidiary						-	10 365	10 365
Convertible bonds - equity component				278 352		278 352		278 352
Transaction costs			-25 846	-8 034		-33 880		-33 880
As of 31 March 2023		27 680	1 860 702	296 507	133 699	2 318 589	48 311	2 366 900

Note 1: General information and basis for preparation

The condensed consolidated interim financial statements for the first quarter 2024, which ended 31 March, comprise Hexagon Purus ASA and its subsidiaries (together referred to as "the Group"). Hexagon Purus ASA, the parent of Hexagon Purus Group, is a public limited liability company with its registered office in Norway. The company's headquarters are at Haakon VII's gate 2, 0161 Oslo, Norway. Hexagon Purus ASA is listed on Oslo Børs, under the ticker HPUR.

The condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. For a more detailed description of accounting principles, reference is made to the consolidated financial statements for the year ended 31 December 2023, available on the Company's website www.hexagonpurus.com/investors.

The accounting principles used in the preparation of these interim accounts are the same as those applied to the annual consolidated financial statements referred to above. The Group has not adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

These condensed consolidated interim financial statements were approved by the Board of Directors on 2 May 2024.

Note 2: Estimates

The preparation of the interim accounts entails the use of valuations, estimates and assumptions that affect the application of the accounting policies and the amounts recognized as assets and liabilities, income, and expenses. The actual results may deviate from these estimates. The material assessments underlying the application of the Group's

accounting policy and the main sources of uncertainty are the same as for the consolidated accounts for 2023.

Note 3: Revenue

(NOK 1000)	Q1 2024	Q1 2023	FY 2023
Revenue from contracts with customers			
Sale of cylinders and systems	378 742	234 358	1 194 635
Sale of services and funded development	22 899	8 689	61 193
Other revenues	0	295	6 847
Contracts with customers at a point in time	401 641	243 342	1 262 675
Sale of cylinders and systems	3 719	329	55 981
Sale of services and funded development	-	-	-
Other revenues	-	-	-
Contracts with customers over time	3 719	329	55 981
Total revenue from contracts with customers	405 360	243 671	1 318 657
TYPE OF GOODS OR SERVICE			
Sale of cylinders and systems	382 461	234 687	1 250 616
Sale of services and funded development	22 899	8 689	61 193
Other revenues	1 456	295	6 847
Rental income	331	307	957
Total revenue	407 147	243 977	1 319 613

Note 4: Operating segments

Hydrogen Mobility & Infrastructure (HMI): Comprised of Hexagon Purus' hydrogen cylinder and systems manufacturing business in Europe and North America, as well as the Company's aerospace and industrial gas business.

Battery systems and vehicle integration (BVI): Comprised of the Company's battery storage systems technology and complete vehicle integration services for medium- and heavy-duty trucks in North America.

Other and eliminations: Comprised of China joint venture and maritime activities, and corporate overhead.

	Q1 2024				Q1 2023			
	Hydrogen Mobility & Infrastructure	Battery Systems & Vehicle Integration	Other and eliminations	Total	Hydrogen Mobility & Infrastructure	Battery Systems & Vehicle Integration	Other and eliminations	Total
(NOK 1000)								
Revenues from contracts with customers	386 009	18 882	468	405 360	232 600	10 720	56	243 375
Other operating revenue	1 536	0	252	1 787	344	9 260	-9 002	602
Total revenue	387 545	18 882	720	407 147	232 944	19 979	-8 947	243 977
EBITDA	-15 636	-25 271	-55 786	-96 693	-34 497	-31 974	-45 541	-112 012
Depreciation & impairment	33 790	9 329	1 273	44 392	23 274	3 556	973	27 802
EBIT	-49 426	-34 600	-57 059	-141 085	-57 771	-35 529	-46 514	-139 814
Segment assets	2 923 366	754 646	1 154 139	4 832 151	2 149 318	421 334	1 364 284	3 934 937
Segment investments in the period ¹⁾	50 183	26 379	57 033	133 595	73 492	23 884	7 843	105 218
Segment liabilities	1 120 129	338 675	1 288 051	2 746 855	890 820	145 792	531 448	1 568 061

1) Investments comprise of investments in PPE, intangible assets, and prepayment of assets in the period.

Note 5: Tangible assets

(NOK 1000)	2024			2023		
	Property, plant, and equipment	Right of use assets	Total	Property, plant, and equipment	Right of use assets	Total
Carrying value as of 1 January	867 212	544 768	1 411 979	494 990	152 300	647 290
Additions	89 111	11 919	101 030	95 106	6 638	101 744
Depreciations	-18 121	-15 673	-33 794	-9 358	-6 793	-16 150
Currency translation differences	40 345	26 472	66 816	41 180	9 271	50 451
Carrying value as of 31 March	978 546	567 483	1 546 029	621 919	161 417	783 335

Note 6: Interest bearing liabilities

(NOK 1000)	2024				2023			
	Non-current bond loan	Non-current bank loan	Current bank loan	Total	Non-current bond loan	Non-current bank loan	Current bank loan	Total
Liabilities as of 1 January	569 425	27 057	2 317	598 799	-	39 358	4 673	44 030
Financing activities with cash settlement								
New liabilities	999 950	-	-	999 950	800 000	-	-	800 000
Transaction costs	-26 815	-	-	-26 815	-23 091	-	-	-23 091
Settlements in the period	-	-	-940	-940	-	-	-1 293	-1 293
Financing activities without cash settlement								
Exchange differences	-	932	128	1 060	-	2 695	-	2 695
Equity component of convertible bond	-204 037	-	-	-204 037	-270 318	-	-	-270 318
Other transactions without cash settlement	42 020	-743	1 325	42 602	857	-	-	857
Liabilities as of 31 March	1 380 543	27 246	2 829	1 410 617	507 448	42 053	3 380	552 881

Convertible bonds

The Company has two outstanding senior unsecured convertible bonds (2023/2028 and 2024/2029) with an outstanding value of 1,799,950 million.

The 2023/2028 convertible bond with an outstanding amount of NOK 800,000,000 was issued in March 2023 and carries a fixed interest rate of 6% paid semi-annually in kind, through issuance of additional bonds. The conversion price of the bond is set at NOK 33.75, and the conversion right can be exercised at any time between the loan issue and the last conversion date, which is set to 16 March 2028, being the date which is 5 years after the Shareholders' Meeting that resolved the convertible bond.

The 2024/2029 convertible bond with an outstanding amount of NOK 999,950,000 was issued in February 2024 and carries a fixed interest rate of 10% paid semi-annually in kind, through issuance of additional bonds. The conversion price of the bond is set at NOK 12.61, and the conversion right can be exercised at any time between the loan issue and the last conversion date, which is set to 11 January 2029, being the date which is 5 years after the Shareholders' Meeting that resolved the convertible bond.

The convertible bonds are compound financial instruments which contains an equity component and a debt component. Upon initial recognition, the debt component is calculated as the discounted value of the bond assuming no conversion with an approximate market interest rate for similar loans without the conversion feature as the discount rate. For calculation purposes, a 15% discount rate has been applied, yielding a fair value of the debt component of NOK 521.6 million for the 2023/2028 bond and NOK 790.3 million for the 2024/2029 bond. The equity component equals the residual difference between the fair value of the convertible bond at issuance and the fair value of the debt component and amounts thus to NOK 278.4 million for the 2023/2028 bond and NOK 209.7 million for the 2024/2029 bond. Transaction costs related to the bond issue amounted to NOK 23.1 million for the 2023/2028 bond and NOK 26.8 million for the 2024/2029 bond and have been capitalized pro rata between the debt and equity component. See summarized tables related to the convertible bonds below.

2023/2028 convertible bond			Amount at initial	Accumulated	Accumulated	Carrying
Convertible bond accounting reconciliation	Principal amount	Transaction costs	recognition	interests	amortized transaction costs	amount 31.03.2024
Liability component	521 648	-15 087	506 591	61 225	1 609	569 425
Equity component	278 352	-8 034	270 318	-	-	270 318
Total	800 000	-23 091	776 909	61 225	1 609	839 743

2024/2029 convertible bond			Amount at initial	Accumulated	Accumulated	Carrying
Convertible bond accounting reconciliation	Principal amount	Transaction costs	recognition	interests	amortized transaction costs	amount 31.03.2024
Liability component	790 290	-21 193	769 097	19 757	618	789 472
Equity component	209 660	-5 622	204 037	-	-	204 037
Total	999 950	-26 815	973 135	19 757	618	993 510

Note 7: Lease liabilities

(NOK 1000)	2024	2023
Carrying value as of 1 January	558 068	154 710
New lease liabilities recognized in the period	11 919	6 638
Cash payments for the principal portion of the lease liability	-9 223	-6 155
Cash payments for the interest portion of the lease liability	-9 712	-3 452
Interest on lease liabilities	9 712	3 452
Currency translation differences	27 118	9 418
Carrying value as of 31 March	587 882	164 611

Lease liabilities are to a large extent related to lease agreements for office- and production premises, as well as leases for production equipment, machinery and vehicles.

Note 8: Other financial liabilities

Deferred payments and contingent consideration are mainly related to the acquisition of Wystrach GmbH in November 2021. The remaining contingent consideration, with a carrying value of NOK 44.2m as of 31 March 2024, is expected to be settled in cash in the second quarter of 2024 based on Wystrach's 2023 revenue and EBITDA performance.

The fair value of the contingent liabilities is assessed each quarter. At the end of the reporting period, there have been no changes to the fair value assessment.

The Group recognizes other non-current financial liabilities and current financial liabilities at fair value. All other financial assets and liabilities are recognized at amortized cost.

(NOK 1000)	Carrying value 01.01.2024	Settlements in the period	Reclassifications non-current to current	Currency translation differences	Carrying value 31.03.2024
Deferred payment from business combination (amortized cost)	-	-	-	-	-
Contingent consideration from business combinations (fair value)	-	-	-	-	-
Total other non-current financial liabilities	-	-	-	-	-
Deferred payment from business combination (amortized cost)	-	-	-	-	-
Contingent consideration from business combinations (fair value)	42 539	-	-	1 673	44 212
Total other current financial liabilities	42 539	-	-	1 673	44 212

(NOK 1000)	Carrying value 01.01.2023	Settlements in the period	Reclassifications non-current to current	Currency translation differences	Carrying value 31.03.2023
Deferred payment from business combination (amortized cost)	-	-	-	-	-
Contingent consideration from business combinations (fair value)	39 789	-	-43 120	3 331	-
Total other non-current financial liabilities	39 789	-	-43 120	3 331	-
Deferred payment from business combination (amortized cost)	45 776	-	-	3 832	49 608
Contingent consideration from business combinations (fair value)	29 275	-	43 120	2 451	74 846
Total other current financial liabilities	75 051	-	43 120	6 283	124 455

Note 9: Share-based payments

As of 31 March 2024, the Company had three share-based long-term incentive plans outstanding consisting of performance share units (PSU) and restricted share units (RSU).

	2024 vintage	2023 vintage	2022 vintage
Performance share units programs (PSU)			
As of 1 January 2024, number of instruments	-	1 637 823	988 686
Grants	850 000	-	-
Lapsed/cancelled	-	-52 000	-15 000
As of 31 March 2024, number of instruments	850 000	1 585 823	973 686
Fair value – at grant date (NOK)	7.74	22.57	33.99
Vesting period	3 years	3 years	3 years
Expiry	Q1 2027	Q1 2026	Q1 2025
Restricted share units programs (RSU)			
As of 1 January 2024, number of instruments	-	109 284	78 080
Grants	400 000	-	-
Lapsed/cancelled	-	-	-
As of 31 March 2024, number of instruments	400 000	109 284	78 080
Fair value – at grant date (NOK)	7.42	22.04	27.76
Vesting period	3 years	3 years	3 years
Expiry	Q1 2027	Q1 2026	Q1 2025

Performance share units programs

All PSUs are non-transferable and will vest subject to satisfaction of the applicable vesting conditions. The actual number of PSUs vested will depend on performance and can vary from zero to the maximum awarded PSUs in each program.

Restricted share units program

All RSUs are non-transferable and will vest subject to satisfaction of the applicable vesting conditions. The RSUs are subject to continued employment three years after date of grant, and each participant will at such time receive such number of Hexagon Purus shares as corresponds to the number of RSUs allocated to them.

The fair value of the RSUs and PSUs are calculated on the grant date, using Black-Scholes and Monte Carlo simulation, and the cost is recognized over the service

period. Cost of the RSU and PSU schemes, including social security, was NOK 9.8 million as of 31 March 2024 (NOK 2.3 million as of 31 March 2023). The unamortized fair value of all outstanding RSUs and PSUs as of 31 March 2024 is estimated to be NOK 43.4 million (NOK 26.6 million as of 31 March 2023). There are no cash settlement obligations.

Note 10: Investments in associated companies

Company	Country	Business segment	Ownership share 31.03.2024	Ownership share 31.03.2023	Accounting method
Cryoshelter LH2 GmbH	Austria	Purus	40.0%	40.0%	Equity method
CIMC Hexagon Hydrogen Energy Systems Ltd.	Hong Kong	Purus	49.0%	49.0%	Equity method

Note 11: Events after the balance sheet date

There have been no other significant events after the balance sheet date that have not already been disclosed in this report.

Shareholder information

The total number of shares in Hexagon Purus ASA as of 31 March 2024 was 276 797 456 (par value NOK 0.10). In the quarter, the share price moved between NOK 5.6 and NOK 11.78, ending the quarter at NOK 6.25. The share price as of 31 March 2023 implies a market capitalization of NOK 1.7 billion for the Company.

20 largest shareholders as per 31 March 2024	Number of shares	Share of 20 largest	Share of total	Type	Citizenship
HEXAGON COMPOSITES ASA	106 296 225	46.1%	38.4%	Ordinary	Norway
CLEARSTREAM BANKING S.A.	41 715 290	18.1%	15.1%	Nominee	Luxembourg
Sumitomo Mitsui Trust Bank (U.S.A)	20 934 815	9.1%	7.6%	Nominee	Japan
FLAKK COMPOSITES AS	10 268 728	4.1%	3.7%	Ordinary	Norway
MP PENSJON PK	8 530 282	3.7%	3.1%	Ordinary	Norway
DANSKE BANK	5 948 693	2.1%	2.2%	Ordinary	Norway
Citibank Europe plc	5 254 343	2.3%	1.9%	Nominee	Ireland
DNB Markets Aksjehandel/-analyse	4 978 378	2.2%	1.8%	Ordinary	Norway
Deutsche Bank Aktiengesellschaft	4 541 809	2.0%	1.6%	Nominee	Germany
J.P. MORGAN SECURITIES PLC	3 190 649	1.4%	1.2%	Ordinary	United Kingdom
The Bank of New York Mellon SA/NV	3 112 625	1.4%	1.1%	Nominee	Belgium
BRØDR. BØCKMANN AS	2 565 437	1.1%	0.9%	Ordinary	Norway
Nordnet Bank AB	2 427 064	1.1%	0.9%	Nominee	Sweden
NØDINGEN AS	2 160 626	0.9%	0.8%	Ordinary	Norway
VERDIPAPIRFONDET STOREBRAND NORGE	1 925 610	0.8%	0.7%	Ordinary	Norway
UBS Switzerland AG	1 593 405	0.7%	0.6%	Nominee	Switzerland
The Bank of New York Mellon SA/NV	1 528 850	0.7%	0.5%	Nominee	United Kingdom
Saxo Bank A/S	1 273 193	0.6%	0.5%	Nominee	Denmark
State Street Bank and Trust Comp	1 215 298	0.5%	0.4%	Nominee	United States
SKANDINAVISKA ENSKILDA BANKEN AB	1 163 717	0.5%	0.4%	Ordinary	Sweden
Total of 20 largest shareholders	230 625 037	100.0%	83.3%		
Remainder	46 172 419		16.7%		
Total	276 797 456		100.0%		

Forward-looking statements

This quarterly report (the "Report") has been prepared by Hexagon Purus ASA ("Hexagon Purus" or the "Company"). The Report has not been reviewed or registered with, or approved by, any public authority, stock exchange or regulated marketplace. The Company makes no representation or warranty (whether express or implied) as to the correctness or completeness of the information contained herein, and neither the Company nor any of its subsidiaries, directors, employees or advisors assume any liability connected to the Report and/or the statements set out herein. This Report is not and does not purport to be complete in any way. The information included in this Report may contain certain forward-looking statements relating to the business, financial performance and results of the Company and/or the industry in which it operates. Forward-looking statements concern future circumstances and results and other statements that are not historical facts, sometimes identified by the words "believes", "expects", "predicts", "intends", "projects", "plans", "estimates", "aims", "foresees", "anticipates", "targets", and similar expressions. The forward-looking statements contained in this Report, including assumptions, opinions and views of the Company or cited from third party sources are solely opinions and forecasts which are subject to risks, uncertainties and other factors that may cause actual events to differ materially from any anticipated development. None of the Company or its advisors or any of their parent or subsidiary undertakings or any such person's affiliates, officers or employees provides any assurance that the assumptions underlying such forward-looking statements are free from errors nor does any of them accept any responsibility for the future accuracy of the opinions expressed in this Report or the actual occurrence of the forecasted developments. The Company and its advisors assume no obligation to update any forward-looking statements or to conform these forward-looking statements to the Company's actual results. Investors are advised, however, to inform themselves about any further public disclosures made by the Company, such as filings made with Euronext Growth or press releases. This Report has been prepared for information purposes only. This Report does not constitute any solicitation for any offer to purchase or subscribe any securities and is not an offer or invitation to sell or issue securities for sale in any jurisdiction, including the United States. Distribution of the Report in or into any jurisdiction where such distribution may be unlawful, is prohibited. This Report speaks as of 2 May 2024, and there may have been changes in matters which affect the Company subsequent to the date of this Report. Neither the issue nor delivery of this Report shall under any circumstance create any implication that the information contained herein is correct as of any time subsequent to the date hereof or that the affairs of the Company have not since changed, and the Company does not intend, and does not assume any obligation, to update or correct any information included in this Report. This Report is subject to Norwegian law, and any dispute arising in respect of this Report is subject to the exclusive jurisdiction of Norwegian courts with Oslo City Court as exclusive venue. By receiving this Report, you accept to be bound by the terms above.

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