



Condensed consolidated interim financial statements

June 30, 2025

HMH Holding B.V. including subsidiaries

Unaudited



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Business Review Q2 2025

Business Summary

HMH reports revenues of USD 203 million for the three months ended June 30, 2025, with an adjusted EBITDA (adjusted for non-recurring expenses or costs defined as outside of normal company operations) of USD 36 million, corresponding to an EBITDA margin of approximately 17.7%. Unadjusted EBITDA was USD 34.2 million for the three months ended June 30, 2025.

Revenues from *Aftermarket Services* were USD 92 million in the quarter, up 6% year-over-year driven by increase in overhaul and repair activity and digital technology, and up 11% quarter-over-quarter driven by higher overhaul and repair activity. Order intake for 2Q25 was USD 79 million, down 3% year-over-year driven by overhaul and repair and field service partially offset by digital technology orders and down 22% quarter-over-quarter driven by delayed offshore activity in repairs and field service.

Revenues from *Spares* were 52 million in the quarter, down 26% year-over-year and down 13% quarter-over-quarter, mainly due to lower pressure control spares volumes, reflecting current offshore rig market conditions. Order intake for 2Q25 was USD 64 million, down 3% year-over-year and up 5% quarter-over-quarter driven by continued spare part purchasing restraint from offshore customers while they work through the white space in the quarter.

Revenues from *Projects, Products & Other* were USD 59 million in the quarter, up 17% year-over year and up 8% quarter-over-quarter driven by projects.

Adjusted EBITDA and Free Cash Flow

Adjusted EBITDA was down 14% on a year-over-year, primarily due to lower Spares volume, partly offset by stronger Aftermarket Services and cost reductions; results improved 10% quarter-over-quarter driven by volume and improved indirect cost performance. Free cash flow was negative USD 10 million in the quarter due to timing of annual employee incentive payments and back-end weighted projects.


Capital Structure

In 2Q25 HMH ended the quarter with USD 213 million of gross interest-bearing debt, with USD 13 million drawn under the RCF. With USD 38 million of cash & cash equivalent on the balance sheet, we have USD 175 million of NIBD (Net Interest-Bearing Debt). HMH stays well within all covenant requirements for Minimum Liquidity, Gearing Ratio and Interest Coverage Ratio. On June 12, 2025, HMH listed its bond on the Oslo Stock Exchange. As a result of this listing, HMH is considered a public interest entity within the European Union (EU-PIE).

Growth

The Group continues to look to expand current product offerings in new areas, while also looking at a wide variety of M&A opportunities. As a top priority, we are looking to expand our land capabilities. Furthermore, we continue to explore other oil and gas capital equipment segments. Finally, we have both organic and inorganic initiatives aimed at increasing our non-oil and gas businesses.

Amsterdam August 22, 2025



Thomas McGee
(Chief Financial Officer)

Condensed consolidated interim income statement (Unaudited)

Amounts in USD thousands	Note	Q2 2025	Q2 2024	H1 2025	H1 2024
Revenue and other income	2.1	203 457	207 794	401 887	401 170
Operating expenses		-169 259	-167 881	-338 439	-329 747
Operating profit before depreciation, amortization and impairment (EBITDA)	2.2	34 198	39 913	63 449	71 423
Depreciation and amortization	3.1, 3.3	-12 906	-11 694	-25 490	-22 716
Impairment	3.2	-929	-	-2 756	-
Operating profit / loss(-)		20 364	28 219	35 202	48 707
Finance income	4.2	8 561	7 947	19 251	10 549
Finance expenses	4.2	-14 871	-16 327	-30 848	-28 869
Net finance expenses		-6 310	-8 380	-11 597	-18 321
Profit / loss(-) before tax		14 053	19 839	23 605	30 386
Income tax expense	5.4	-5 496	-4 562	-10 414	-8 684
Profit / loss(-) for the period		8 557	15 277	13 190	21 703
Profit / loss(-) attributable to:					
Equity holders of the parent		7 738	15 352	12 605	21 498
Non-controlling interests		819	-75	585	205

Condensed consolidated interim statement of comprehensive income (Unaudited)

Amounts in USD thousands	Note	Q2 2025	Q2 2024	H1 2025	H1 2024
Profit / loss(-) for the period		8 557	15 277	13 190	21 703
Other comprehensive income					
Cash flow hedges, gross amount		-10	4 295	4 007	1 540
Cash flow hedges, related tax		-2	-859	-881	-308
Total change in hedging reserve, net of tax		-8	3 436	3 125	1 232
Currency translation differences - foreign operations		9 651	-5 561	19 956	-10 142
Total items that may be reclassified subsequently to profit or loss, net of tax		9 643	-2 125	23 081	-8 910
Remeasurement gain (loss) net defined benefit liability		-539	-19	-997	301
Deferred tax of remeasurement gain (loss) net defined benefit liability		119	4	219	-60
Total items that will not be reclassified to profit or loss, net of tax		-421	-15	-778	241
Total other comprehensive income / loss(-) for the period, net of tax		9 223	-2 140	22 304	-8 670
Total comprehensive income / loss(-)		17 780	13 137	35 494	13 033
Total comprehensive income / loss(-) attributable to:					
Equity holders of the parent		16 961	13 212	34 909	12 828
Non-controlling interests		819	-75	585	205

Condensed consolidated interim statement of financial position (Unaudited)

Amounts in USD thousands	Note	30.06.2025	30.06.2024	31.12.2024
ASSETS				
Non-current assets				
Deferred tax assets		17 078	27 472	19 139
Property, plant and equipment	3.1	203 755	204 901	198 684
Other intangible assets	3.3	127 241	138 702	136 324
Right-of-use assets	3.2	44 248	38 397	37 087
Goodwill	3.3	303 417	287 291	300 939
Other non-current assets	5.3	34 641	32 568	31 854
Total non-current assets		730 380	729 330	724 026
Current assets				
Prepaid income tax		1 412	1 024	682
Inventories		286 089	275 115	279 957
Trade receivables and other current assets	4.1	200 371	182 995	181 712
Derivative financial instruments	4.1	1 183	1 146	1 713
Current financial assets	4.1	2 974	3 679	3 679
Contract assets		133 287	127 340	143 360
Cash and cash equivalents	4.1	38 413	39 698	48 912
Total current assets		663 729	630 997	660 015
TOTAL ASSETS		1 394 110	1 360 328	1 384 041

Amounts in USD thousands	Note	30.06.2025	30.06.2024	31.12.2024
EQUITY AND LIABILITIES				
Equity				
Share capital		0	0	0
Share premium		601 539	601 539	601 539
Reserves		29 832	16 293	5 137
Retained earnings		36 553	666	23 948
Equity attributable to equity holders of the parent company		667 924	618 498	630 624
Non-controlling interests		1 836	635	1 170
Total equity		669 760	619 133	631 794
Non-current liabilities				
Non-current borrowings	4.3	335 142	323 470	328 747
Non-current lease liabilities	3.2	38 963	31 338	30 684
Employee benefit obligations		18 680	17 781	16 828
Deferred tax liabilities		17 187	19 301	19 128
Non-current provisions	5.2	1 936	1 017	822
Other non-current liabilities	4.1	14 150	9 768	14 212
Total non-current liabilities		426 058	402 674	410 422
Current liabilities				
Current borrowings	4.3	13 000	13 343	14 428
Current lease liabilities	3.2	10 205	9 336	8 688
Current tax liabilities		5 983	4 999	6 040
Current provisions	5.2	17 077	18 384	16 109
Trade payables and other current liabilities	4.1	191 298	221 613	236 322
Contract liabilities		60 667	69 503	55 627
Derivative financial instruments	4.1	62	1 344	4 612
Total current liabilities		298 292	338 521	341 826
Total liabilities		724 350	741 195	752 247
TOTAL EQUITY AND LIABILITIES		1 394 110	1 360 328	1 384 041

Amsterdam, August 22, 2025


 Thomas McGee
 (Chief Financial Officer)

Condensed consolidated interim statement of cash flows (Unaudited)

Amounts in USD thousands	Note	Q2 2025	Q2 2024	H1 2025	H1 2024
<i>Cash flow from operating activities</i>					
Profit / loss(-) before tax		14 053	19 839	23 605	30 386
<i>Adjustments for:</i>					
Net finance income and expenses		6 310	8 380	11 597	18 321
Share-based payment expense		1 295	1 680	2 390	3 360
Foreign exchange gain and loss (-)		5 314	-442	11 612	-2 815
Other net finance cost / income (-)		-372	584	-1 067	-458
Depreciation and amortization	3.1,3.3	12 906	11 694	25 490	22 716
Impairment		929	-	2 756	-
Sum of adjustments		40 435	41 735	76 383	71 509
<i>Changes in working capital:</i>					
Decrease/increase(-) in trade receivables and other current assets		-32 123	7 228	-18 129	1 578
Decrease/increase(-) in inventories		-4 341	-7 740	-6 132	-33 711
Increase/decrease(-) in trade payables and other liabilities		-23 766	-16 892	-51 335	-20 723
Decrease/increase(-) in contract assets		21 511	-5 464	10 073	16 312
Increase/decrease(-) in contract liabilities		-1 165	-11 933	5 040	-6 022
Other changes		-3 298	-5 115	2 661	-8 565
Sum of changes in working capital		-43 182	-39 916	-57 822	-51 131
Interest paid		-12 067	-10 257	-13 700	-10 836
Interest paid for leases		-845	-556	-1 509	-1 095
Interest received		1 174	768	2 288	1 657
Income taxes paid		-4 656	-7 950	-9 175	-13 251
Net cash from / used in (-) operating activities		-19 142	-16 175	-3 535	-3 147
<i>Cash flow from investing activities</i>					
Purchase of property, plant and equipment		-2 670	-1 517	-4 840	-6 247
Payments for capitalized development expenses		-946	-708	-1 073	-1 298
Net cash flow from / used in (-) investing activities		-3 616	-2 225	-5 913	-7 545
<i>Cash flow from financing activities</i>					
Proceeds from sale to non-controlling interests		-	-	-	2 291
Proceeds from borrowings	4.3	50 000	13 000	90 000	13 000
Payment of borrowings	4.3	-37 000	-	-92 000	-22 000
Payment of borrowing cost	4.3	-	-1 615	-	-1 615
Payment of lease liabilities	3.2	-1 888	-3 047	-4 017	-4 220
Net cash flow from / used in (-) financing activities		11 112	8 338	-6 017	-12 545
Effect of exchange rate changes on cash and cash equivalents		3 074	522	4 966	411
Net increase / decrease (-) in cash and cash equivalents		-8 571	-9 539	-10 499	-22 826
Cash and cash equivalents at the beginning of the period		46 984	49 328	48 912	62 524
Cash and cash equivalents at the end of the period		38 413	39 698	38 413	39 698

Condensed consolidated interim statement of changes in equity (Unaudited)

For the six months ended June 30, 2025

Amounts in USD thousands	Attributable to owners of the Group								Non-controlling interest	Total equity
	Share capital ¹⁾	Share premium	Hedging reserve	Pension remeasurement reserve	Other reserve ²⁾	Currency translation reserve	Retained earnings	Total		
Equity as of January 1, 2025	0	601 539	-2 250	2 489	24 415	-19 516	23 948	630 624	1 170	631 794
Profit / loss (-) for the period	-	-	-	-	-	-	12 605	12 605	585	13 190
Other comprehensive income / loss (-)	-	-	3 125	-778	-	19 956	-	22 304	81	22 385
Total comprehensive income / loss (-)	-	-	3 125	-778	-	19 956	12 605	34 909	666	35 575
Share-based payments	-	-	-	-	2 390	-	-	2 390	-	2 390
Equity as of June 30, 2025	0	601 539	875	1 711	26 805	440	36 553	667 924	1 836	669 760

¹⁾ Share capital is USD 0.002 thousand at June 30, 2025

²⁾ Paid in capital, See note 5.6

For the six months ended June 30, 2024

Amounts in USD thousands	Attributable to owners of the Group								Non-controlling interest	Total equity
	Share capital ¹⁾	Share premium	Hedging reserve	Pension remeasurement reserve	Other reserve	Currency translation reserve	Retained earnings	Total		
Equity as of January 1, 2024	0	601 539	1 098	2 036	9 967	2 075	-20 852	595 881	-	595 881
Profit / loss (-) for the period	-	-	-	-	-	-	21 498	21 498	205	21 703
Other comprehensive income / loss (-)	-	-	-1 232	241	-	-10 142	-	-11 133	-	-11 133
Total comprehensive income / loss (-)	-	-	-1 232	241	-	-10 142	21 498	10 365	205	10 570
Share-based payments	-	-	-	-	3 360	-	-	3 360	-	3 360
Sale ownership interest in Hydril Arabia	-	-	-	-	8 891	-	-	8 891	430	9 321
Equity as of June 30, 2024	0	601 539	-134	2 276	22 218	-8 067	666	618 498	635	619 133

¹⁾ Share capital is USD 0.002 thousand at June 30, 2024

Section 1 - Background

Note 1 General information

1.1 Corporate information

HMH consist of HMH Holding B.V. (the Company) and its subsidiaries, together referred to as the Group. HMH Holding B.V. is a limited liability company that was incorporated and domiciled in the Netherlands on the April 28, 2021. The registered office is located at Weerdestein 97, 1083GG Amsterdam, Netherlands.

The Group was incorporated on April 28, 2021 and operationally established with effect from October 1, 2021, through the parent company's acquisition of all shares in MHWirth business from Akastor and the Subsea Drilling System business from Baker Hughes. After these transactions, the shareholders are Baker Hughes Holdings LLC (50%), Akastor AS (25%) and Mercury HoldCo Inc (25%). Akastor ASA fully owns Akastor AS and Mercury HoldCo Inc.

HMH is a leading global provider of full-service offshore and onshore drilling equipment offering that provides our customers with a broad portfolio of products and services that are designed to be safer and more efficient. The Group's vision is centered on an unparalleled commitment to quality and yielding economic advantages for customers and stakeholders. The Group has a global span covering five continents with offices in 16 countries.

The Group's Annual Report for 2024 is available at www.hmhw.com.

1.2 Basis of preparation

The interim condensed consolidated financial statements for the three and six months ended June 30, 2025 have been prepared in accordance with *IAS 34 Interim Financial Reporting* as issued by the International Accounting Standards Board (IASB) and as adopted by EU. The Group has prepared the financial statements on the basis that it will continue to operate as a going concern. The Board of Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgment that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The interim condensed consolidated financial statements do not include all of the information and disclosure required for a complete set of annual consolidated financial statements and should be read in conjunction with the Group's Annual Report 2024. The accounting policies applied in this interim financial statements are the same as those applied in the Group's consolidated financial statement for the period ended December 31, 2024 which were prepared according to IFRS as approved by the European Union (EU).

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The following new and amended standard is effective as of January 1, 2025, but the Group does not have any significant impact on its consolidated financial statements.

- *Amendments to IAS 21 - Lack of Exchangeability*

The interim condensed consolidated financial statements for the three and six months ended June 30, 2025 are unaudited.

Section 2 - Operating performance

2.1 Revenue

Disaggregation of revenue from contracts with customers

Revenue from contract with customers is disaggregated in the following table by major contract and revenue types and timing of revenue recognition and by operating segments. HMH has two operating segments: Equipment and System Solutions (ESS) and Pressure Control Systems (PCS).

ESS is a supplier of drilling solutions and complete top side drilling packages and services to both onshore and offshore oil and gas, which includes: overhaul, equipment installation and commissioning, services account management, 24/7 technical support, logistics, engineering upgrades, spare parts supply, training and condition based maintenance etc. ESS segment is derived from the acquisition of MHWirth AS.

PCS is a supplier of integrated drilling products and services, and the key product offering consists of Blowout Prevention (BOP) systems, controls and drilling riser equipment, spare parts supply for rig operations and maintenance programs, overhaul and recertification and reactivation of rigs, technical and operational rig support which includes a 24/7 support center and Contractual Service Agreements (CSA) / Long Term Service Agreements (LTSA). PCS is derived from the acquisition of Subsea Drilling Systems (SDS) .

Q2 2025

Amounts in USD thousands	ESS	PCS	Total
Major contract/revenue types			
Project and other manufacturing contracts revenue	29 102	4 037	33 139
Sale of products	12 986	12 849	25 835
Service revenue	56 722	35 610	92 332
Spare parts revenue	26 738	25 414	52 151
Revenue and other income	125 547	77 910	203 457
Timing of revenue recognition			
Transferred over time	91 044	39 648	130 692
Transferred at point in time	34 503	38 262	72 765
Revenue and other income	125 547	77 910	203 457

H1 2025

Amounts in USD thousands	ESS	PCS	Total
Major contract/revenue types			
Project and other manufacturing contracts revenue	48 276	9 480	57 756
Sale of products	29 923	26 042	55 965
Service revenue	98 120	77 720	175 840
Spare parts revenue	56 770	55 556	112 325
Revenue and other income	233 089	168 798	401 887
Timing of revenue recognition			
Transferred over time	162 326	87 200	249 527
Transferred at point in time	70 763	81 598	152 361
Revenue and other income	233 089	168 798	401 887

2.1 Revenue (Continued)

Q2 2024

Amounts in USD thousands	ESS	PCS	Total
Major contract/revenue types			
Project and other manufacturing contracts revenue	3 980	6 663	10 643
Sale of products	32 213	7 544	39 757
Service revenue	40 835	46 548	87 383
Spare parts revenue	30 721	39 291	70 011
Revenue and other income	107 749	100 045	207 794
Timing of revenue recognition			
Transferred over time	59 449	53 210	112 659
Transferred at point in time	48 300	46 835	95 135
Revenue and other income	107 749	100 045	207 794

H1 2024

Amounts in USD thousands	ESS	PCS	Total
Major contract/revenue types			
Project and other manufacturing contracts revenue	8 310	15 544	23 854
Sale of products	49 356	17 889	67 245
Service revenue	91 966	88 005	179 971
Spare parts revenue	56 973	73 127	130 100
Revenue and other income	206 605	194 565	401 170
Timing of revenue recognition			
Transferred over time	125 207	103 549	228 755
Transferred at point in time	81 399	91 016	172 415
Revenue and other income	206 605	194 565	401 170

Note 2.2 - Operating segments

HMH identifies its reportable segments and disclose segment information under IFRS 8 *Operating Segments*. See note 2.1 in this interim report for description of HMH's management model and operating segments as well as accounting principles used for segments reporting.

Q2 2025

<i>Amounts in USD thousands</i>	ESS	PCS	Total operating segments	Eliminations	Headquarters	Total HMH
<i>Income statement</i>						
External revenue and other income	125 547	77 910	203 457	-	-	203 457
Inter-segment revenue	2 720	3 541	6 261	-6 261	-	-
Total revenue and other income	128 267	81 451	209 718	-6 261	-	203 457
Operating profit before depreciation, amortization and impairment	17 465	17 834	35 299	-	-1 101	34 198
Depreciation and amortization						-12 906
Impairment						-929
Operating profit / loss(-)						20 364
Net finance income/expense						-6 310
Profit / loss(-) before tax						14 053

H1 2025

<i>Amounts in USD thousands</i>	ESS	PCS	Total operating segments	Eliminations	Headquarters	Total HMH
<i>Income statement</i>						
External revenue and other income	233 089	168 798	401 887	-	-	401 887
Inter-segment revenue	4 838	6 773	11 611	-11 611	-	-
Total revenue and other income	237 927	175 571	413 498	-11 611	-	401 887
Operating profit before depreciation, amortization and impairment	32 938	34 532	67 471	-	-4 022	63 449
Depreciation and amortization						-25 490
Impairment						-2 756
Operating profit / loss(-)						35 202
Net finance income/expense						-11 597
Profit / loss(-) before tax						23 605

Q2 2024

<i>Amounts in USD thousands</i>	ESS	PCS	Total operating segments	Eliminations	Headquarters	Total HMH
<i>Income statement</i>						
External revenue and other income	107 749	100 045	207 794	-	-	207 794
Inter-segment revenue	912	1 693	2 605	-2 605	-	-
Total revenue and other income	108 662	101 738	210 400	-2 605	-	207 794
Operating profit before depreciation, amortization and impairment	15 509	27 631	43 140	-	-3 227	39 913
Depreciation and amortization						-11 694
Operating profit / loss(-)						28 219
Net finance income/expense						-8 380
Profit / loss(-) before tax						19 839

Note 2.2 - Operating segments (Continued)

H1 2024

<i>Amounts in USD thousands</i>	ESS	PCS	Total operating segments	Eliminations	Headquarters	Total HMH
<i>Income statement</i>						
External revenue and other income	206 606	194 564	401 170	-	0	401 170
Inter-segment revenue	2 203	4 615	6 819	-6 819	-	-
Total revenue and other income	208 809	199 180	407 989	-6 819	0	401 170
Operating profit before depreciation, amortization and impairment	25 341	52 415	77 756	-	-6 334	71 423
Depreciation and amortization						-22 716
Operating profit / loss(-)						48 707
Net finance income/expense						-18 321
Profit / loss(-) before tax						30 386

Section 3 - Asset base

3.1 Property, plant and equipment

H1 2025

<i>Amounts in USD thousands</i>	<i>Note</i>	Buildings and land	Machinery, equipment, software	Assets under construction	Total
<i>Historical cost</i>					
Balance as at January 1, 2025		151 638	85 212	3 125	239 975
Additions		132	2 828	2 517	5 478
Reclassifications ¹⁾		93	-93	0	0
Transfer from assets under construction		828	1 885	-2 712	0
Disposals and scrapping		-88	-673	-	-761
Currency translation differences		9 962	8 397	225	18 584
Balance as at June 30, 2025		162 564	97 556	3 155	263 275
<i>Accumulated depreciation</i>					
Balance as at January 1, 2025		-21 716	-19 576	-	-41 292
Depreciation for the period		-2 627	-7 033	0	-9 660
Reclassifications ¹⁾		-0	1 171	0	1 171
Disposals and scrapping		88	673	-	761
Currency translation differences		-3 907	-6 592	0	-10 500
Balance as at June 30, 2025		-28 163	-31 357	0	-59 520
Net book value as at January 1, 2025		129 922	65 636	3 125	198 683
Net book value as at June 30, 2025		134 401	66 199	3 155	203 756

¹⁾ Reclassification from Property, plant and equipment to Intangibles and other changes within intangible assets.

H1 2024

<i>Amounts in USD thousands</i>	Buildings and land	Machinery, equipment, software	Assets under construction	Total
<i>Historical cost</i>				
Balance as at January 1, 2024	166 325	83 672	5 695	255 692
Additions	677	2 042	3 527	6 247
Reclassifications	-	-	-347	-347
Transfer from assets under construction	1 147	3 351	-4 498	-
Disposals and scrapping	-	-3 102	-	-3 102
Currency translation differences	-9 308	-3 660	-433	-13 400
Balance as at June 30, 2024	158 842	82 303	3 944	245 088
<i>Accumulated depreciation</i>				
Balance as at January 1, 2024	-22 670	-18 188	-	-40 858
Depreciation for the period	-2 854	-6 364	-	-9 219
Reclassifications	-	661	-	661
Disposals and scrapping	-	3 101	-	3 101
Currency translation differences	3 561	2 567	-	6 128
Balance as at June 30, 2024	-21 963	-18 224	-	-40 188
Net book value as at January 1, 2024	143 655	65 484	5 695	214 834
Net book value as at June 30, 2024	136 878	64 079	3 944	204 901

3.2 Right-of-use assets and related lease liabilities

Group as lessee

The Group has mostly property leases on a number of locations worldwide. The leases typically run for a period of 2-10 years and some of the leases have extensions options. The Group also has an immaterial amount of lease agreements related to cars, machinery, IT equipment and office equipment. These leases have an average lease period of 2-3 years, generally with no renewal options included.

As of June 2025, total right-of-use assets related to leases amounted to USD 44 million, with a related lease liability of USD 49 million. In H1 there has been a net increase in the right-of-use (RoU) assets and lease liabilities primarily due to an extension of office leases in Kristiansand (10 years) and workshop leases in Saudi Arabia (4 years). These extensions have been partially offset by an impairment of the RoU assets for office leases in Horten and Fornebu, as well as a 3-year reduction in the lease period in Baku.

3.3 Intangible assets and goodwill

H1 2025

<i>Amounts in USD thousands</i>	<i>Note</i>	Development costs ²⁾	Goodwill	Patents and rights	Customer Relations	Total
<i>Historical cost</i>						
Balance as at January 1, 2025		67 219	300 940	20 107	112 893	501 159
Additions		1 471	-	-7	-	1 465
Reclassifications ¹⁾		0	-	-	-	0
Acquisition through business combinations		-	1 873	-	-	1 873
Currency translation differences		8 499	605	622	-	9 726
Balance as at June 30, 2025		77 190	303 418	20 722	112 893	514 223
<i>Accumulated amortization and impairment</i>						
Balance as at January 1, 2025		-15 133	-	-11 627	-37 135	-63 895
Depreciation for the period		-3 621	-	-3 774	-4 267	-11 662
Reclassifications ¹⁾		-1 171	-	0	-	-1 171
Currency translation differences		-6 576	-	-262	-	-6 839
Balance as at June 30, 2025		-26 501	-	-15 663	-41 402	-83 566
Net book value as at January 1, 2025		52 085	300 940	8 481	75 758	437 263
Net book value as at June 30, 2025		50 692	303 416	5 059	71 491	430 658
Useful life		3-8	Indefinite	3-5	2-20	

¹⁾ Reclassification from Property, plant and equipment to Intangibles and other changes within intangible assets.

²⁾ Our ongoing R&D efforts are being orchestrated across multiple locations, including Norway, Germany, and the United States. These activities are primarily centered on the following areas:

- Development of a rotating control device along with associated equipment to enable open water, riserless drilling.
- Design and construction of a tested for the development of the electric BOP actuators, motors and controllers for use in offshore surface (platforms and jack-ups), subsea and land applications.
- Development of automation and digitalization solutions and digitally-powered services to improve customer efficiency, reduce emissions and improve customer competitiveness.

3.3 Intangible assets and goodwill (Continued)

H1 2024

<i>Amounts in USD thousands</i>	Development costs ¹⁾	Goodwill	Patents and rights	Customer Relations	Total
<i>Historical cost</i>					
Balance as at January 1, 2024	67 129	287 848	20 550	107 893	483 420
Additions	1 298	-	-	-	1 298
Reclassifications ¹⁾	500	-	-9	-	491
Disposals and scrapping	-846	-	-	-	-846
Currency translation differences	-2 899	-557	-208	-275	-3 938
Balance as at June 30, 2024	65 182	287 291	20 333	107 618	480 425
<i>Accumulated amortization and impairment</i>					
Balance as at January 1, 2024	-14 320	-	-8 890	-23 882	-47 092
Depreciation for the period	-3 768	-	-	-5 690	-9 458
Reclassifications ¹⁾	-804	-	-	-	-804
Disposal and scrapping	35	-	-	811	846
Currency translation differences	2 083	-	73	-71	2 086
Balance as at June 30, 2024	-12 198	-	-8 817	-28 832	-54 422
Net book value as at January 1, 2024	52 799	287 848	11 660	84 010	436 328
Net book value as at June 30, 2024	48 399	287 291	11 516	78 787	425 993
Useful life	3-8	Indefinite	3-5	2-20	

¹⁾ Reclassification from Property, plant and equipment to Intangibles and other changes within intangible assets.

Section 4 - Financial instruments, risk and capital management

4.1 Financial instruments

Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. For financial instruments measured at fair value, the levels in the fair value hierarchy are as shown below.

Level 1 - Fair values are based on prices quoted in an active market for identical assets or liabilities.

Level 2 - Fair values are based on price inputs other than quoted prices derived from observable market transactions in an active market for identical assets or liabilities. Level 2 includes currency or interest derivatives and interest bonds, typically when the group uses forward prices on foreign exchange rates or interest rates as inputs to valuation models.

Level 3 - Fair values are based on unobservable inputs, mainly based on internal assumptions used in the absence of quoted prices from an active market or other observable price inputs.

H1 2025

<i>Amounts in USD thousands</i>	<i>Note</i>	Carrying amount	Financial instruments measured at fair value	Level in fair value hierarchy
Financial assets measured at fair value				
<i>Fair value- hedging instruments</i>				
Derivative financial instruments		1 183	1 183	Level 2
Financial assets not measured at fair value				
<i>Financial assets at amortized cost</i>				
Cash and cash equivalents		38 413		
Current financial assets		2 974		
Trade receivables and other current assets		200 371		
Other financial assets amortized at costs	5.3	6 638		
Financial assets		249 578	1 183	

H1 2025

<i>Amounts in USD thousands</i>	<i>Note</i>	Carrying amount	Financial instruments measured at fair value	Level in fair value hierarchy
Financial liabilities measured at fair value				
<i>Fair value – hedging instruments</i>				
Derivative financial instruments		62	62	Level 2
Financial liabilities not measured at fair value				
<i>Financial liabilities at amortized cost</i>				
Borrowings	4.3	348 143		
<i>Other financial liabilities</i>				
Other non-current liabilities		14 150		
Trade payables and other current liabilities		191 298		
Provisions	5.2	19 013		
Financial liabilities		572 666	62	

4.1 Financial instruments (continued)

H1 2024

<i>Amounts in USD thousands</i>	<i>Note</i>	Carrying amount	Financial instruments measured at fair value	Level in fair value hierarchy
Financial assets measured at fair value				
<i>Fair value- hedging instruments</i>				
Derivative financial instruments		1 146	1 146	Level 2
Financial assets not measured at fair value				
<i>Financial assets at amortized cost</i>				
Cash and cash equivalents		39 698		
Current financial assets		3 679		
Trade receivables and other current assets		182 995		
Other financial assets amortized at costs	5.3	6 933		
Financial assets		234 451	1 146	

H1 2024

<i>Amounts in USD thousands</i>	<i>Note</i>	Carrying amount	Financial instruments measured at fair value	Level in fair value hierarchy
Financial liabilities measured at fair value				
<i>Fair value – hedging instruments</i>				
Derivative financial instruments		1 345	1 345	Level 2
Financial liabilities not measured at fair value				
<i>Financial liabilities at amortized cost</i>				
Borrowings	4.3	336 813		
<i>Other financial liabilities</i>				
Other non-current liabilities		1 629		
Trade payables and other current liabilities		221 613		
Provisions	5.2	19 401		
Financial liabilities		580 801	1 345	

4.2 Finance income and finance expenses

<i>Amounts in USD thousands</i>	Q2 2025	Q2 2024	H1 2025	H1 2024
Interest income on bank deposits	1 164	765	2 288	1 657
Foreign exchange gain	7 056	6 437	16 315	7 864
Other finance income	341	743	648	1 028
Finance income	8 561	7 945	19 252	10 549
Interest expense on financial liabilities measured at amortized cost	-9 574	-8 575	-18 873	-17 110
Interest expense on lease liabilities	-845	-556	-1 509	-1 095
Foreign exchange loss	-3 740	-6 237	-8 750	-9 178
Other financial expenses	-711	-960	-1 715	-1 486
Finance expenses	-14 871	-16 327	-30 848	-28 869
Net finance expenses recognized in profit and loss	-6 310	-8 381	-11 597	-18 321

4.3 Borrowings

Below are contractual terms of the Group's interest-bearing loans and borrowings which are measured at amortized cost. For more information about the Group's exposure to interest rates, foreign currency and liquidity risk, see note 4.1 Financial risk management and exposure in the Group's consolidated financial statement for the year ended December 31, 2024.

H1 2025

<i>Amounts in USD thousands</i>	Currency	Nominal currency value	Carrying amount (USD)	Interest rate margin	Fixed rate	Maturity date	Interest terms
Senior Secured Bonds (HMH02)	USD	200 000	197 811		9,88 %	Nov 2026	Fixed rate
Shareholder Loan	USD	132 027	137 331		8,00 %	Oct 2026	Fixed rate
Revolving Credit Facility 2023 (USD 50 million)	USD	13 000	13 000	3,75 %		May 2026	SOFR + Margin
Total borrowings		345 027	348 142				
Current borrowings			13 000				
Non-current borrowings			335 142				
Total borrowings			348 142				

HMH Holding B.V. is the direct borrower of all of the loans above.

Bonds

The revolving credit facilities are provided by a bank syndicate consisting of high-quality Nordic and international banks, consisting of: DNB Markets, a part of DNB Bank ASA and Nordea Bank Abp, filial i Norge. The terms and conditions include restrictions which are customary for these kinds of facilities, including inter alia negative pledge provisions and restrictions on acquisitions, disposals and mergers, dividend distribution and change of control provisions.

On or around November 15, 2023, the Company issued \$200.0 million aggregate principal amount of its senior secured bonds (ISIN code: NO0013063495) (the "Senior Secured Bonds"), which accrue interest at a fixed rate of 9.875% per annum and mature on November 16, 2026. On June 12, 2025, HMH listed its bond on the Oslo Stock Exchange. As a result of this listing, HMH is considered a public interest entity within the European Union (EU-PIE).

Reconciliation of liabilities arising from financing activities

<i>Amounts in USD thousands</i>	01.01.2025	Cash flows	Deferred Interest ²⁾	Amortization	Capitalized borrowing costs ³⁾	Currency translation	30.06.2025
Bond loan HMH02	196 836	-	-	975	-	-	197 811
Shareholder Loan ¹⁾	131 910	-	5 421	-	-	-	137 331
Revolving Credit Facility 2023 (USD 50 million)	14 427	-2 000	-	-	573	-	13 000
Total liabilities arising from financing activities	343 173	-2 000	5 421	975	573	-	348 142

¹⁾ As part of the consideration paid to Akastor and Baker Hughes in relation to the creation of the joint venture, shareholder loans of USD 100 million was received comprising of USD 20 million from Akastor and USD 80 million from Baker Hughes, respectively.

²⁾ Includes addition of USD 117 thousand DTA from contingent consideration due to used DTA from pre HMH establishment.

³⁾ Capitalized borrowing cost related to the revolving credit facility is presented as prepaid expenses.

H1 2024

<i>Amounts in USD thousand</i>	Currency	Nominal currency value	Carrying amount (USD)	Interest rate margin	Fixed rate	Maturity date	Interest terms
Senior Secured Bonds (HMH02)	USD	200 000	198 494		9,88 %	Nov 2026	Fixed rate
Shareholder Loan	USD	124 976	124 976		8,00 %	Oct 2026	Fixed rate
Revolving Credit Facility 2023 (USD 50 million)	USD	13 000	12 278	3,75 %		May 2026	SOFR + Margin
Credit line China	RMB	7 704	1 065	-0,40 %		Jul 2024	China LPR + Margin
Total borrowings			336 813				
Current borrowings			13 343				
Non-current borrowings			323 470				
Total borrowings			336 813				

HMH Holding B.V. is the direct borrower of all of the loans above.

MHWirth Offshore Petroleum Engineering (Shanghai) Co Ltd is the borrower of the Credit Line China.

4.3 Borrowings (continued)

Reconciliation of liabilities arising from financing activities

<i>Amounts in USD thousands</i>	01.01.2024	Cash flows	Deferred Interest	Amortization costs	Capitalized borrowing	Currency translation	30.06.2024
Bond loan HMM02	198 928	-2 469	2 469	736	-1 169	-	198 494
Shareholder loan	119 587	-	5 389	-	-	-	124 976
Revolving Credit Facilities	21 128	-9 000	-	149	-	-	12 278
Credit Line China	984	-	-	-	-	81	1 065
Total liabilities arising from financing activities	340 628	-11 469	7 857	885	-1 169	81	336 813

Section 5 - Other information

5.2 Provisions

<i>Amounts in USD thousands</i>	30.06.2025	30.06.2024	31.12.2024
Provisions, current	17 077	18 384	16 109
Provisions, non-current	1 936	1 017	822
Total provisions	19 013	19 401	16 931

Provisions mainly consist of warranties, restructuring provision and other provisions.

Warranties

The provision for warranties relates mainly to the possibility that HMM Group, based on contractual agreements, needs to perform guarantee work related to products and services delivered to customers. Warranty provision is presented as current as it is expected to be settled in the group's normal operating cycle.

Restructuring

The non-current provisions encompass a restructuring provision specific to MHWirth AS. The restructuring primarily pertains to substantial workforce reduction and reorganization within MHWirth, driven by the challenging rig market conditions. This provision incorporates unoccupied office premises subsequent to the reduction in workforce and is appraised based on the comprehensive restructuring plans for the affected businesses and locations. The reduction of the restructuring provision occurs on a monthly basis.

Other provisions

In Q2 2025 provisions of USD 3 million in Hydril USA Distribution LLC relates to environmental reserve for estimated remediation costs for two plants. The remaining part of other provisions is allocated among PCS entities and mainly relates to concession reserves and liquidated damages reserves.

5.3 Related party transactions

HMH Group with its parent company HMH Holding B.V., is a joint venture by Akastor and Baker Hughes. The shareholders are Baker Hughes Holdings LLC (50%), Akastor AS (25%), and Mercury HoldCo Inc (25%).

Related parties for the HMH Group are the shareholders and the entities in the Akastor Group and Baker Hughes Group.

H1 2025

<i>Amounts in USD thousands</i>	Baker Hughes Holding LLC	GE Drilling Services LLC	Akastor AS	Aker BP	Other Baker-Hughes companies	Tanajib Holding Company ³⁾	Other Akastor companies	Total
Period January 1, 2025 - June 30, 2025								
Income statement								
Revenue	-	-	-	-	74	-	177	252
Net financial items	-4 001	-	-956	-	-	-	-	-4 957
Balance as at June 30, 2025								
<i>Consolidated balance sheet</i>								
Related party note receivables - non current ^{3) 4)}	4 471	-	4 513	-	-	5 164	-	14 148
Related party note receivables - current ³⁾	-	-	-	-	-	1 474	-	1 474
Related party accounts receivables	-	-	1 798	-	138	-	-	1 936
Account payable - related party	-	-	-	-	52	-	3	55
Long term debt	108 057	-	29 274	-	-	-	-	137 331
Indemnification asset ¹⁾	-	-	21 911	-	-	-	-	21 911
Liability to shareholders ²⁾	393	-	8 165	-	-	-	-	8 559

H1 2024

<i>Amounts in USD thousands</i>	Baker Hughes Holding LLC	GE Drilling Services LLC	Akastor AS	Aker BP	Other Baker-Hughes companies	Tanajib Holding Company ³⁾	Other Akastor companies	Total
Period January 1, 2024 - June 30, 2024								
Income statement								
Revenue	-	-	2 394	43	102	-	-	2 539
Net financial items	-3 709	-	-815	-	-	-	-	-4 524
Balance as of June 30, 2024								
<i>Consolidated balance sheet</i>								
Related party note receivables non-current	4 130	-	4 168	-	-	4 754	-	13 052
Related party note receivables - current	-	-	-	-	-	2 179	-	2 179
Related party accounts receivables	-	136	-	-	127	89	-	352
Account payable - related party	-	-	-	-	9	92	12	113
Long term debt	99 687	-	25 289	-	-	-	-	124 976
Indemnification asset	-	-	20 899	-	-	-	-	20 899
Liability to shareholders	514	-	8 341	-	-	-	-	8 856

¹⁾ As part of the agreement between Akastor and Baker Hughes at the time of the formation of the Group, Akastor is responsible for all pension liabilities accrued and unsettled pension liabilities pre October 1, 2021. HMH have booked a receivable in HMH Holding B.V. towards Akastor for their part of the total pension liability of USD 20.4 million as a non-current assets and USD 1.5 million as a current assets as of June 30, 2025.

²⁾ See note 5.5 in this interim condensed report for details.

³⁾ Related party note receivable from Tanajib Holding related to HMH subsidiary in Saudi Arabia. HMH have booked total current assets of USD 1.5 million and non-current assets of USD 5.2 million as at June 30, 2025.

⁴⁾ Related party notes receivable consists of receivables against Akastor and Baker-Hughes resulting from the settlement of the acquisition of MHWirth and Subsea Drilling Systems, respectively.

Related party transactions

Akastor

- Akastor has provided a shareholder loan to HMH of total USD 20 million in 2021. This is a long-term loan provided to finance the Groups operating and finance activities. The closing balance includes the initial loan amount and the capitalized interest, see Note 4.3 for details.
- As part of the merger, Akastor is responsible for the pension liability from before the merger. Hence, HMH has a receivable of USD 21.9 million receivable towards Akastor.
- HMH agreed to pay consideration to the shareholders upon utilization of the deferred tax assets that were acquired as part of the formation of HMH. See note 5.5 in this interim condensed report for details.

Baker Hughes

- Baker Hughes has provided a shareholder loan to HMH of total USD 80 million in 2021. This is a long-term loan provided to finance the Groups operating and finance activities. The closing balance includes the initial loan amount and the capitalized interest, see Note 4.3 for details.
- HMH agreed to pay consideration to the shareholders upon utilization of the deferred tax assets that were acquired as part of the formation of HMH. See note 5.5 in this interim condensed report for details.

5.4 Income tax

The Group's effective tax rates for the three and six months ended June 30, 2025 and 2024 were negatively impacted by the changes in valuation allowance related to losses in certain jurisdictions for which the Group cannot currently recognize a tax benefit. The effective tax rates were also impacted by the Group's US income which is taxed to Baker Hughes and Akastor ASA, certain withholding taxes, as well as differences in tax rates in the jurisdictions in which the Group operates.

5.5 Commitments and contingencies

The Group's contingent consideration as of June 30, 2025 include approximately USD 8.6 million associated with our deferred tax assets that were acquired as part of the formation of HMH and is payable to our shareholders upon utilization. Commitments and contingencies are liabilities recorded on the balance sheet.

5.6 Other reserves

<i>Amounts in USD thousands</i>	Share-based payment	Paid in capital	Total
Balance as at December 31, 2024	15 524	8 891	24 415
Share-based payments	2 390	-	2 390
Sale ownership interest in Hydril Pressure Controlling Arabia Limited	-	-	-
Balance as at June 30, 2025	17 914	8 891	26 805

Sale ownership interest in Hydril Pressure Controlling Arabia Limited

In 2024, HMH entered into a partnership with Tanajib Holding Company in Saudi Arabia. HMH sold 30% interest in Hydril Pressure Controlling Arabia Limited, decreasing the ownership from 100% to 70%. Tanajib has a strong and lengthy legacy in Saudi Arabia and in the greater Middle East region, providing drilling and maintenance solutions as well as manufacturing and process optimization services. Under the agreement Tanajib will own 30 % of non-controlling interest in Hydril Pressure Controlling Arabia Limited.

5.7 Subsequent events

The Group evaluated subsequent events through August 22, 2025, the date that the condensed consolidated interim financial statements were available to be issued.

Adjusting events

No subsequent events are noted which require adjustments.

Non-adjusting events

No subsequent events are noted.

Alternative Performance Measures (APMs)

To enhance investors' understanding of the Group's performance, The Group presents certain alternative performance measures (APMs). An APM is defined as a financial measure of historical or future financial performance, financial position or cash flows, other than a financial measure defined or specific in the applicable financial reporting framework (IFRS). As every group does not calculate financial performance measures in the same manner, these are not always comparable with measures used by other companies. These financial measures should therefore not be regarded as a replacement for measures as defined according to IFRS.

The Group presents these APMs: EBITDA, adjusted EBITDA and Free Cash Flow.

EBITDA - defined as the profit/(loss) for the year/ period before net financial income (expenses), income tax expense, depreciation, amortization and impairment.

Adjusted EBITDA - defined as the profit/(loss) for the year/ period before net financial income (expenses), income tax expense, depreciation, amortization and impairment (EBITDA), adjusted for non-recurring items affecting comparability.

Free Cash Flow (FCF) - defined as cash generated from operating activities less capex and development costs, presented before interest payments and adjusted for payment of lease liabilities and effect of exchange rate changes on cash and cash equivalents.

Non-recurring items

The Group defines non-recurring items as one-time costs, not relating to the actual reporting period or core activity.