2024 Half-Year Financial Report

Nexans
ELECTRIFY THE FUTURE

CONTENTS

2024 HALF-YEAR FINANCIAL REPORT

The purpose of this report is to present an overview of the operations and results of the Nexans Group for the first half of fiscal year 2024. It is based on the consolidated financial statements for the six months ended June 30, 2024.

Nexans' shares are traded on the regulated market of Euronext Paris and are included in the SBF 120 index. The Company's estimated ownership structure – broken down by shareholder category at June 30, 2024, based on the shareholder distribution analysis as of December 31, 2023, was as follows:

- institutional investors: 88.6%, of which approximately 19.2% held by the companies of the Quiñenco group (Invexans Limited, United Kingdom) and Tech Pack (Chili), 7.7% by Bpifrance Participations (France) and 7.1% by Baillie Gifford & Company LTD (United Kingdom) and,
- individual shareholders: 5.9%,
- employees: 3.6%,
- treasury shares: 0.2%
- others: 1.6%.

This interim activity report should be read in conjunction with the condensed interim consolidated financial statements for the six months ended June 30, 2024 as well as with Nexans' Universal Registration Document for the year ended December 31, 2023 which was filed with the French financial markets authority (*Autorité des marchés financiers* – AMF) on March 25, 2024 under number D.24-0162.

1 FIRST-HALF 2024 HIGHLIGHTS

H1 2024 KEY FIGURES

(in millions of euros)	**H1 2023**	**H1 2024**
Sales at current metal prices	4,009	4,224
Sales at standard metal prices[1]	**3,322**	**3,546**
Organic growth	*-0.6%*	*+6.1%*
Adj. EBITDA	**354**	**412**
Adj. EBITDA as a % of standard sales	*10.7%*	*11.6%*
Specific operating items	*(27)*	*(12)*
Depreciation and amortization	*(87)*	*(100)*
Operating margin	**240**	**300**
Reorganization costs	(23)	(23)
Other operating items	(1)	15
Operating income	**217**	**291**
Net financial income (loss)	(38)	(44)
Income taxes	(45)	(71)
Net income	**134**	**176**
Net debt	229	810
Normalized free cash-flow	281	189
ROCE	21.2%	19.7%

[1] Sales at the standard copper price of €5,000/ton and aluminum price of €1,200/ton.

2 H1 2024 BUSINESS PERFORMANCE

Sales at standard metal prices reached €3,546 million in H1 2024. Demonstrating solid organic growth of +6.1% at constant scope and currency compared to H1 2023, the Group's strategic initiatives are paying off. Excluding the Other activities segment, which is being strategically scaled down, organic growth stood at +9.0%. The Electrification businesses grew by +14.1% organically, driven largely by the Generation & Transmission segment's strong growth following the Halden plant expansion. Despite a challenging automation market and a high comparison base, the Non-electrification business proved resilient with a slight organic decline of -1.6%.

In early June, Nexans successfully completed the acquisition of La Triveneta Cavi, a leading Italian cable manufacturer, for an enterprise value of approximately €520 million. With a robust presence in thirty countries, La Triveneta Cavi's performance in 2023, with current sales of around €800 million underscores the strategic value of this acquisition. The Group is poised to unlock approximately €20 million in annual synergies post-integration, leveraging its unique SHIFT transformation programs, enhanced operational efficiencies and cross-selling opportunities. Nexans' proven track record of successful integrations inspires confidence in its ability to seamlessly incorporate La Triveneta Cavi into its operations. This strategic move is expected to unlock substantial value, reinforcing the Group's commitment to excellence in electrification.

In H1 2024 net acquisitions/disposals had an impact on standard sales of +€8 million reflecting i) the integration of La Triveneta Cavi into the Usage segment from June 1, 2024, ii) the acquisition of Reka Cables since April 2023 bolstering the Distribution and Usage segments, and iii) the divestment of the Telecom Systems business since October 2023 in line with Nexans' vision to become an Electrification Pure Player.

Adjusted EBITDA reached €412 million in H1 2024, up by a strong +16.4% versus €354 million in H1 2023. This performance underscored the profitability enhancements realized across all business segments. The **adjusted EBITDA margin** reached an all-time high of 11.6%, surpassing the previous year's strong performance of 10.7%. This achievement illustrates the Group's strategic focus on operational excellence and value-driven growth. Notably, the €18 million contribution from the SHIFT Prime program and the €4 million contribution from the Amplify program to the Electrification businesses' EBITDA, as compared to H1 2023, exemplify the tangible impact of strategic initiatives on value-added solutions.

In H1 2024, **specific operating items** amounted to €(12) million in H1 2024. They included €(9) million related to share-based payment expenses, and €(4) million related to additional costs on long-term projects impacted by past reorganizations.

EBITDA including share-based payment expenses - as per the 2021 Capital Markets Day definition -amounted to €404 million in H1 2024, versus €347 million in H1 2023. The Group's EBITDA margin stood at 11.4% in H1 2024, in line with the Group's 2021 Capital markets day target of 10%-12%.

ROCE pursued its strong trajectory, reaching 19.7% for the Group, and 22.5% for the Electrification businesses, reflecting the acquisition of La Triveneta Cavi.

Operating margin totaled €300 million in H1 2024, representing 8.4% of sales at standard metal prices (versus 7.2% in H1 2023).

The Group ended H1 2024 with **operating income** of €291 million, compared with €217 million in H1 2023. The main changes were as follows:

- The **core exposure effect** amounted to €25 million in H1 2024, versus €6 million in H1 2023 reflecting the increase in copper prices in the first half of the year
- **Other operating income and expenses** was €14 million expense in H1 2024, versus €6 million expense in H1 2023, of which:
    - **Acquisition-related costs** of €12 million in H1 2024, mainly related to the acquisition of La Triveneta Cavi. In H1 2023, acquisition-related costs of €6 million was mainly related to the acquisition of Reka Cables in Finland.
    - **Net asset impairment** had no impact in H1 2024. They included a reversal of €7 million on Amercable activities in H1 2023.

The **net financial expense** amounted to €44 million in H1 2024, compared with €38 million during the same period last year. The increase primarily reflects the successful issuance of bonds for €575 million in May maturing in 2029 and €350 million bond in March 2024 maturing in 2030.

Income tax expense stood at €71 million, up from €45 million in H1 2023. The tax rate amounted to 29% of income before tax in H1 2024.

Net income amounted to €176 million in H1 2024, versus €134 million in H1 2023, representing €3.98 per share.

CASH FLOW AND NET DEBT AT JUNE 30, 2024

Normalized free cash flow stood at € 189 million in H1 2024, reflecting the Group's solid operating performance. Calculated based on normalized free cash flow, the **adj. EBITDA to cash conversion rate** was 46%.

Cash from operations was a strong €315 million in H1 2024, up +48.1% compared to H1 2023. **Change in working capital** amounted to €(7) million, versus €142 million in H1 2023 which was supported by the positive impact of cash collection in the Generation & Transmission segment. Thus, operating working capital represented 2.3% of the Group's annualized second quarter sales at June 30, 2024 (1.7% at June 30, 2023), below its normative level of ≤6%.

Normalized free cash flow also included a negative reorganization cash impact of €30 million in H1 2024. **Recurring capital expenditure** amounted to €87 million in H1 2024, representing 2.5% of Group's standard sales. Normalized free cash flow also included financial interest for €42 million, versus €33 million in H1 2023, and other investing impacts for a positive €5 million, versus a negative €3 million in H1 2023.

Free cash flow before M&A and equity operations was €79 million in H1 2024, versus €171 million in H1 2023, and included **strategic capital expenditure** in the Generation & Transmission business for €105 million, corresponding mainly to the finalization of the expansion of the Halden plant in Norway, and the ongoing investment in a third cable-laying vessel. The other differing items between Normalized free cash flow and Free cash flow before M&A corresponded to normative project tax cash-out for €5 million (€22 million in H1 2023).

Net cash flow from M&A amounted to a net outflow of €533 million in H1 2024, primarily related to the acquisition of La Triveneta Cavi in June. In H1 2023, this figure was a net outflow of €70 million related to the acquisition of Reka Cables.

Equity operations represented a net outflow of €118 million including the payment of the 2023 dividend of €2.30 per share for a total amount of €101 million, and share buybacks for €17 million. There was a net outflow of €24 million related to unfavorable foreign exchange fluctuations and new lease liabilities.

Net debt increased to €810 million at June 30, 2024, from €214 million at December 31, 2023, representing a 0.7x leverage ratio as per the covenant definition[2].

H1 2024 PERFORMANCE BY SEGMENT

| GENERATION & TRANSMISSION (18% OF TOTAL STANDARD SALES)

(in millions of euros)	**H1 2023**	**H1 2024**
Sales at standard metal prices	**384**	**622**
Organic growth	*-10.3%*	*+64.0%*
Adjusted EBITDA	**30**	**68**
Adjusted EBITDA as a % of standard sales	*7.8%*	*10.9%*

Generation & Transmission **standard sales** came in at €622 million in H1 2024, up +64.0% organically compared to H1 2023, propelled by the completion of the Halden plant expansion in Norway at the beginning of the year, which doubled XLPE technology capacities and bolstered production capabilities.

The segment's **adjusted EBITDA** reached €68 million in H1 2024, up +125% compared to the same period last year. The adjusted EBITDA margin showcased a significant uptick to 10.9% in H1 2024, versus 7.8% in H1 2023. As expected, the gradual margin upturn was supported by extended capacity utilization, and the successful installation of projects and execution of IMR[3] campaigns, which helped to mitigate the impact of executing lower-margin legacy projects.

Customer activity remained robust, and in line with its risk-reward selectivity approach, the segment's **adjusted backlog** reached €6.7 billion at June 30, 2024, up +29.9% compared to June 30, 2023. This growth was notably fueled by initial call-offs from TenneT's frame agreement for the BalWin3 and LanWin4 offshore wind projects in the first half of the year. During the second quarter, Nexans signed a four-year contingency and preparedness contract with Equinor.

The robust visibility of manufacturing and installation asset loads has been extended through 2030. Construction of Nexans' third cable-laying vessel, the Nexans Electra, is ongoing. This state-of-the-art vessel is a strategic asset that will significantly enhance capacity to address the substantial growth in the business' backlog.

[2] Average of last two published net debt / LTM adjusted EBITDA figures. EBITDA calculated as per the Revolving Credit Facility definition.
[3] Inspection, Maintenance and Repair.

| **DISTRIBUTION** (18% OF TOTAL STANDARD SALES)

(in millions of euros)	**H1 2023**	**H1 2024**
Sales at standard metal prices	**599**	**635**
Organic growth	*+4.3%*	*+2.4%*
Adjusted EBITDA	**82**	**99**
Adjusted EBITDA as a % of standard sales	*13.7%*	*15.6%*

Standard sales in the Distribution segment rose organically by +2.4% compared with H1 2023 to € 635 million. Demand was solid, driven by robust market conditions and strategic contract wins. In Europe, the segment benefited from increased demand and the securing of new frame agreements, including a major contract in Italy. The Near East and Africa was boosted by a series of renewable energy projects, reflecting the Group’s strategic alignment with global sustainability trends, while North America and South America encountered project delays.

Adjusted EBITDA rose by a sharp +20% year-on-year to €99 million supported by new frame-agreements, operational excellence and the contribution of the Reka Cables acquisition completed in April 2023. The **adjusted EBITDA margin** reached an unprecedented 15.6% in H1 2024 compared with 13.7% in H1 2023, reflecting robust demand and increased selectivity in project engagement.

| **USAGE** (28% OF TOTAL STANDARD SALES)

(in millions of euros)	**H1 2023**	**H1 2024**
Sales at standard metal prices	**890**	**989**
Organic growth	*-2.8%*	*+1.0%*
Adjusted EBITDA	**137**	**139**
Adjusted EBITDA as a % of standard sales	*15.4 %*	*14.1%*

Standard sales in the Usage segment amounted to €989 million in H1 2024, up +1.0% organically, underpinned by market stabilization in North America (Canada). While Europe faced softer demand in certain residential markets, the Near East and Africa, and South America regions delivered a strong performance, contributing positively to the segment’s trajectory.

H1 2024 reflects the contributions of La Triveneta Cavi, starting from June 1, 2024, and Reka Cables, since April 2023. These acquisitions are integral to Nexans' Electrification strategy, expanding the Group’s capabilities and reinforcing its market position in key regions.

Aligned with the Group's value-added and prime approach, the number of active and engaged users on digital platforms has doubled year-on-year. The increase in digital engagement, and the introduction of innovative packaging like Mobiway Boost in Asia Pacific and the penetration of fire safety solutions are clear indicators of Nexans' proactive approach to value growth and innovation.

Adjusted EBITDA reached €139 million in H1 2024, up +1.4% year-on-year. **Adjusted EBITDA margin** was a robust 14.1%, thanks to structural performance improvement initiatives, selectivity, and a focus on delivering value-added solutions. These efforts have effectively balanced the normalization in North America compared to the previous year exceptional performance.

| NON-ELECTRIFICATION (Industry & Solutions) (25% OF TOTAL STANDARD SALES)

(in millions of euros)	**H1 2023**	**H1 2024**
Sales at standard metal prices	**908**	**890**
Organic growth	*+20.0%*	*-1.6%*
Adjusted EBITDA	**109**	**114**
Adjusted EBITDA as a % of standard sales	*12.0%*	*12.8%*

In the Industry & Solutions segment, **standard sales** for H1 2024 amounted to €890 million, reflecting a marginal organic year-on-year decline of -1.6%. This was primarily attributed to a slowdown in Automation in Europe, which was partially offset by robust growth in the Shipbuilding and Aerospace markets, as well as a slight increase in the Auto-harnesses business. Notably, Nexans announced a strategic investment of €4.5 million in France during the quarter to double its medical cable production capacity, in response to surging demand in this sector.

Adjusted EBITDA for the segment increased by +4.2% to reach €114 million, resulting in an adjusted EBITDA margin of 12.8% in H1 2024, compared to 12.0% in the previous year. This improvement reflects the positive impact of operational enhancements and a favorable product mix.

| OTHER ACTIVITIES (12% OF TOTAL STANDARD SALES)

(in millions of euros)	**H1 2023**	**H1 2024**
Sales at standard metal prices	**541**	**410**
Organic growth	*-19.2%*	*-11.8%*
Adjusted EBITDA	**(5)**	**(7)**

The **Other Activities** segment – corresponding for the most part to copper wire sales and corporate costs that cannot be allocated to other segments – reported **standard sales** of €410 million in H1 2024. Standard sales were down -11.8% organically year-on-year, mainly linked to the Group's strategy to reduce copper wire external sales through tolling agreements in order to mitigate their dilutive effect.

The segment's **adjusted EBITDA** was stable at a negative €7 million in H1 2024, versus a negative €5 million in H1 2023.

3 2024 OUTLOOK

As the world continues to embrace electrification, Nexans is well-positioned to harness buoyant market demand, supported by global megatrends and the Company's commitment to delivering value-added solutions. Nexans' Generation & Transmission segment boasts a record risk-reward adjusted backlog, ensuring solid visibility. The Group is poised to reap benefits from the expanded capacity of the Halden plant in Norway, positioning Nexans to meet the growing global demand for high-voltage solutions. Looking ahead, the Generation & Transmission business is on a trajectory of gradual improvement anticipated to be more pronounced in 2025. This progress is contingent upon the successful execution of projects and the completion of legacy contracts. The Distribution market is entering a significant hyper cycle of investment, presenting Nexans with opportunities for growth and enhanced profitability. Despite weak demand in certain geographies within the construction sector, Nexans' Usage segment remains resilient, with strategic initiatives in place to mitigate the impact of these macroeconomic conditions. Seasonality impacts are anticipated in H2 2024, as in previous years. Nexans will continue to leverage the agility and dedication of its teams to adapt to market changes and maintain a steadfast focus on cash generation.

Reflecting the strong performance in the first half of the year and the successful integration of La Triveneta Cavi, which is expected to add around €40 million to EBITDA in 2024, Nexans is upgrading its financial outlook for the full year of 2024. The Group expects to achieve the following targets, excluding the impact of any non-closed acquisitions and divestments:

- Adjusted EBITDA of between €750 and €800 million (€670 - €730 million previously);
- Normalized Free Cash Flow of between €275 and €375 million (€200 - €300 million previously).

Nexans reaffirms its commitment to the 2021 Capital Markets Day targets and will continue to execute its strategic roadmap and priorities.

4 RISK FACTORS

A detailed description of recurring risk factors relating to Nexans business is provided in Nexans 2023 Universal Registration Document, in Section 2.1, "Risk factors", and in Note 15 "Disputes and contingent liabilities" to the condensed interim consolidated financial statements at June 30, 2024.

Nexans considers that the main risks identified in the 2023 Universal Registration Document have not changed significantly.

If these risks were to materialize they could have a significant adverse effect on the Group's operations, financial position, earnings and outlook.

Nexans may be exposed to other risks that were not identified at the date of this report, or which are not currently considered material.

5 RELATED-PARTY TRANSACTIONS

The Company considers that there were no significant changes in its main transactions with related-parties during the first half of 2024 compared to the situation described in the 2023 Universal Registration Document (Note 29 to the consolidated financial statements for the year ended December 31, 2023 and list of related party agreements and commitments in paragraph 4.7 of the 2023 Universal Registration Document).

6 FINANCIAL STATEMENTS

6.1. Consolidated financial statements

6.1.1. Consolidated income statement

(in millions of euros)	Notes	1st semester 2024	1st semester 2023
NET SALES (a)	**3.4**	**4,224**	**4,009**
Cost of sales		(3,619)	(3,483)
GROSS PROFIT		**604**	**526**
Administrative and selling expenses		(262)	(243)
R&D costs		(43)	(42)
OPERATING MARGIN (b)	**3**	**300**	**240**
Core exposure effect (c)		25	6
Reorganization costs	13	(23)	(23)
Other operating income and expenses	5, 6 and 7	(14)	(6)
Share in net income of associates		4	(0)
OPERATING INCOME (LOSS)		**291**	**217**
Cost of debt (net)		(21)	(26)
Other financial income and expenses (d)	7	(23)	(12)
INCOME BEFORE TAXES		**247**	**179**
Income taxes	8	(71)	(45)
NET INCOME (LOSS) FROM CONTINUING OPERATIONS		**176**	**134**
Net income from discontinued operations		-	-
NET INCOME (LOSS)		**176**	**134**
- attributable to owners of the parent		174	132
- attributable to non-controlling interests		2	2
ATTRIBUTABLE NET INCOME (LOSS) PER SHARE (in euros)	**9**		
- basic earnings (loss) per share		3.98	3.02
- diluted earnings (loss) per share		3.86	2.93

(a) In addition to Net Sales, the Group uses the indicator Sales at constant metal prices calculated using reference prices. They are presented in the segment information provided in ***Note 3*** *and in the activity report in Section 2. Sales at constant copper and aluminum prices are used by the Group to monitor its operational performance, because the effect of changes in non-ferrous metals prices is neutralized to show underlying business growth. Cost of sales is restated on the same basis.*

(b) Operating margin is one of the business management indicators used to assess the Group's operating performance.

(c) Effect relating to the revaluation of Core exposure at its weighted average cost.

(d) Other financial income and expenses includes the adjustment on monetary impact of Turkey due to the application of IAS 29 "Hyperinflation" (see ***Note 1*** *and* ***Note 7****).*

6.1.2. Consolidated statement of comprehensive income

(in millions of euros)	Notes	1st semester 2024	1st semester 2023
NET INCOME (LOSS)		**176**	**134**
Recyclable components of comprehensive income (loss)		**42**	**(151)**
- currency translation differences		4	(57)
- cash flow hedges		38	(94)
Tax impacts on recyclable components of comprehensive income (loss)		**(10)**	**18**
Non-recyclable components of comprehensive income (loss)		**23**	**5**
- actuarial gains and losses on pensions and other long-term employee benefit obligations	12	23	5
- financial assets at fair value through other comprehensive income		-	-
- share of other non-recyclable comprehensive income of associates		-	-
Tax impact on non-recyclable components of comprehensive income (loss)		**(5)**	**(3)**
TOTAL OTHER COMPREHENSIVE INCOME (LOSS)		**50**	**(131)**
TOTAL COMPREHENSIVE INCOME (LOSS)		**226**	**4**
- attributable to owners of the parent		224	2
- attributable to non-controlling interests		2	2

6.1.3. Consolidated balance sheet

(in millions of euros)	Notes	June 30, 2024	December 31, 2023
ASSETS			
Goodwill	10	635	293
Intangible assets		214	210
Property, plant and equipment		2,035	1,854
Investments in associates		22	19
Deferred tax assets		120	129
Other non-current assets		256	234
NON-CURRENT ASSETS		**3,282**	**2,740**
Inventories and work in progress		1,418	1,319
Contract assets		321	187
Trade receivables		1,277	856
Current derivative assets		78	67
Other current assets		231	235
Cash and cash equivalents	14	1,120	1,131
Assets and groups of assets held for sale		-	-
CURRENT ASSETS		**4,444**	**3,796**
TOTAL ASSETS		**7,726**	**6,536**

(in millions of euros)	Notes	June 30, 2024	December 31, 2023
EQUITY AND LIABILITIES			
Capital stock, additional paid-in capital, retained earnings and other reserves		1,877	1,793
Other components of equity		(67)	(98)
Equity attributable to owners of the parent		**1,810**	**1,695**
Non-controlling interests		18	16
TOTAL EQUITY	**11**	**1,828**	**1,711**
Pensions and other long-term employee benefit obligations	12	224	237
Non-current provisions	13	82	82
Long-term debt	14	1,652	747
Non-current derivative liabilities		14	33
Deferred tax liabilities		140	129
NON-CURRENT LIABILITIES		**2,112**	**1,227**
Current provisions	13	119	117
Short-term debt	14	278	598
Contract liabilities		895	738
Current derivative liabilities		76	61
Trade payables		1,914	1,601
Other current liabilities		505	482
Liabilities related to groups of assets held for sale		-	-
CURRENT LIABILITIES		**3,787**	**3,597**
TOTAL EQUITY AND LIABILITIES		**7,726**	**6,536**

6.1.4. Consolidated statement of changes in equity

(in millions of euros)	Number of shares outstanding (a)	Capital stock	Additional paid-in capital	Treasury stock	Retained earnings and other reserves	Changes in fair value and other	Currency translation differences	Equity attributable to owners of the parent	Non controlling interests	Total equity
AT DECEMBER 31, 2022	**43,460,978**	**44**	**1,604**	**(26)**	**46**	**(29)**	**13**	**1,652**	**15**	**1,667**
Net income for the year	-	-	-	-	132	-	-	132	2	134
Other comprehensive income (loss)	-	-	-	-	2	(74)	(58)	(130)	(1)	(131)
TOTAL COMPREHENSIVE INCOME (LOSS)			**-**	**-**	**134**	**(74)**	**(58)**	**2**	**2**	**4**
Dividends paid	-	-	-	-	(92)	-	-	(92)	(1)	(93)
Changes in capital	-	-	-	-	-	-	-	-	-	-
Change in treasury shares	-	-	-	-	-	-	-	-	-	-
Employee share-based plans :										
- Service cost	253,400	-	-	-	7	-	-	7	-	7
- Proceeds from share issues	-	-	-	-	-	-	-	-	-	-
Transactions with owners not resulting in a change of control	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	(2)	-	-	(2)	-	(2)
AS OF JUNE 30, 2023	**-**	**-**	**-**	**-**	**71**	**-**	**-**	**1,563**	**-**	**1,579**
AT DECEMBER 31, 2023	**43,633,522**	**44**	**1,604**	**(10)**	**159**	**(56)**	**(46)**	**1,695**	**16**	**1,711**
Net income for the year	-	-	-	-	174	-	-	174	2	176
Other comprehensive income (loss)	-	-	-	-	18	29	4	50	0	50
TOTAL COMPREHENSIVE INCOME (LOSS)	**-**	**-**	**-**	**-**	**191**	**29**	**4**	**224**	**2**	**226**
Dividends paid	-	-	-	-	(101)	-	-	(101)	(1)	(101)
Changes in capital	-	-	-	-		-	-		-	
Change in treasury shares	(180,553)	-	-	5	(22)	-	-	(17)	-	(17)
Employee share-based plans :										
- Service cost	261,099	-	-	-	9	-	-	9	-	9
- Proceeds from share issues	-	-	-	-	-	-	-	-	-	-
Transactions with owners not resulting in a change of control	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	(0)	-	(0)	(0)	(0)	(0)
AS OF JUNE 30, 2024	**43,714,068**	**44**	**1,604**	**(5)**	**237**	**(28)**	**(43)**	**1,810**	**18**	**1,828**

*(a) The number of shares outstanding corresponded to issued shares less shares held in treasury; acquisition, shares hold in treasury and shares negotiated in the stock market are detailed on **Note 12**.*

*(b) This line contains the application of IAS 29 "Hyperinflation" (see **Note 1** and **Note 7**).*

6.1.5. Consolidated statement of cash flows

(in millions of euros)	**Notes**	**1st semester 2024**	**1st semester 2023**
Net income		176	134
Depreciation, amortization and impairment of assets (including goodwill)		100	80
Cost of debt (gross)		34	35
Core exposure effect (a)		(25)	(6)
Current and deferred income tax charge (income)		71	45
Net (gains) losses on asset disposals		4	6
Net change in provisions and non current liabilities		(6)	(7)
Fair value changes on operational derivatives		2	(20)
Charges related to the cost of share-based payments		9	7
Other restatements		7	7
CASH FLOWS FROM OPERATIONS BEFORE GROSS COST OF DEBT AND TAX (b)		**371**	**282**
Decrease (increase) in working capital		(6)	142
Impairment of current assets and accrued contract costs		(1)	(0)
Income taxes paid		(56)	(69)
NET CHANGE IN CURRENT ASSETS AND LIABILITIES		**(64)**	**73**
NET CASH GENERATED FROM OPERATING ACTIVITIES		**307**	**355**
Proceeds from disposals of property, plant and equipment and intangible assets		1	0
Capital expenditure		(191)	(148)
Decrease (increase) in loans granted and short-term financial assets		4	(3)
Purchase of shares in consolidated companies, net of cash acquired		(529)	(56)
Proceeds from sale of shares in consolidated companies, net of cash transferred		(1)	0
NET CASH USED IN INVESTING ACTIVITIES		**(717)**	**(206)**
NET CHANGE IN CASH AND CASH EQUIVALENTS AFTER INVESTING ACTIVITIES		**(409)**	**148**
Proceeds from (repayments of) long-term and short-term borrowings	**2, 15**	579	72
- of which proceeds of bond 2024 - 2030		*348*	*-*
- of which proceeds of bond 2024 - 2029		*569*	*-*
- of which repayment of bond 2017 - 2024		*(200)*	*-*
- of which proceeds of bond 2023 - 2028		*-*	*398*
- of which repayment of bond 2018 - 2023		*-*	*(325)*
Cash capital increases (reductions) (c)		(17)	(5)
Interest paid		(50)	(35)
Transactions with owners not resulting in a change of control		-	-
Dividends paid		(101)	(92)
NET CASH USED IN FINANCING ACTIVITIES		**411**	**(61)**
Hyperinflation impact (d)		(1)	(1)
Net effect of currency translation differences		(1)	(49)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		**(0)**	**38**
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	**14.A**	**1,114**	**1,129**
CASH AND CASH EQUIVALENTS AT YEAR-END	**14.A**	**1,114**	**1,167**
- of which cash and cash equivalents recorded under assets		1,120	1,174
- of which short-term bank loans and overdrafts recorded under liabilities		(6)	(6)

(a) Effect relating to the revaluation of Core exposure at its weighted average cost, which has no cash impact.

*(b) The Group also uses the "cash from operations" concept, which is mainly calculated after adding back cash outflows relating to reorganizations as per **Note 13** and deduction of paid taxes.*

(c) This line includes also inflows and outflows on acquisitions/sales of treasury stocks.

*(d) This line contains the impacts related to the application of IAS 29 "Hyperinflation" detailed in **Note 1** and **Note 7**.*

6.1.6. Notes to the consolidated financial statements

Note 1. Summary of significant accounting policies

A. GENERAL PRINCIPLES

Nexans (the Company) is a French joint stock corporation (*société anonyme*) governed by the laws and regulations applicable to commercial companies in France, notably the French Commercial Code (*Code de commerce*). The Company was formed on January 7, 1994 (under the name Atalec) and its headquarters is at Le Vinci, 4 allée de l'Arche, 92400 Courbevoie, France.

Nexans is listed on the regulated market of Euronext Paris (Compartment A) and forms part of the SBF 120 index.

These condensed interim consolidated financial statements are presented in euros rounded to the nearest million. Rounding may in some cases lead to non-material differences in totals or year-on-year changes.

The condensed interim consolidated financial statements were approved by Nexans' Board of Directors on July 23, 2024.

Compliance with IAS 34

The condensed interim consolidated financial statements of the Nexans Group have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union. The standards adopted by the European Union can be viewed on the European Commission website at:

https://ec.europa.eu/info/law/international-accounting-standards-regulation-ec-no-1606-2002/amending-and-supplementary-acts/acts-adopted-basis-regulatory-procedure-scrutiny-rps_fr

The application of IFRS as issued by the IASB would not have a material impact on the financial statements presented.

These condensed interim consolidated financial statements have been prepared in accordance with IAS 34, "Interim Financial Reporting". They do not contain all the disclosures required for annual financial statements and should therefore be read in conjunction with the Group's annual financial statements for the year ended December 31, 2023.

Standards and interpretations applied

The accounting policies adopted for the financial statements at June 30, 2024 are consistent with those applied in the annual consolidated financial statements for the year ended December 31, 2023, except as explained below and where specific conditions apply relating to the preparation of interim financial statements (see **Note 1.B**).

The following standards, amendments or interpretations issued by the IASB and adopted by the European Union were applied by the Group at June 30, 2024, without any material impact on the consolidated financial statements:

- Amendments to IAS 1 "Classification of current and non-current liabilities";
- Amendments to IAS 8 "Definition of Accounting Estimates";
- Amendments to IAS 12 "Deferred Taxes Relating to Assets and Liabilities Arising from the Same Transaction";
- Amendments to IFRS 17 "Insurance contracts";
- Amendments to IAS 7 and IFRS 7 "Reverse factoring".

The Group has applied IAS 29 to Turkey since January 1, 2022 and Ghana since January 1, 2023.

The IAS 29 standard requires the restatement of the non-monetary elements of the assets and liabilities of the country in hyperinflation as well as its income statement to reflect the evolution of the general purchasing power of its functional currency, resulting in a profit or a loss on the net monetary position which is recorded in net income. In addition, the financial statements of this country are translated at the closing rate for the period in question.

These publications had no material impact on the Group's consolidated financial statements. Moreover, following the recommendation of "Pillar 2" of the OECD leading to the creation of a minimum tax regime for large international organizations, on December 14, 2022 the European Union adopted a directive making this regime effective on January 1, 2024, transposed by France as part of the 2024 Finance Bill. The "Pillar 2" rules are therefore applicable to all entities effectively controlled by Nexans, whether consolidated or not.

The Group is applying the "Pillar 2" rules from January 1, 2024. The consequences of this application are described in **Note 8** "Income Taxes".

New standards published but not yet effective

The IASB has not issued any new standards, amendments or interpretations that have been endorsed by the European Union but are not yet applicable.

The IASB has issued the following amendments that have not yet been endorsed by the European Union and are potentially applicable by the Group:

- Amendments IAS 21 "Lack of Exchangeability".

The Group does not expect its application of these amendments to have a material impact on its consolidated financial statements.

Accounting estimates and judgments

The preparation of interim consolidated financial statements requires Management to exercise its judgment and make estimates and assumptions that could have a material impact on the reported amounts of assets and liabilities, income and expenses.

The main sources of the uncertainty relating to the estimates used to prepare these interim consolidated financial statements for the first half of the year were the same as those described in the full-year December 31, 2023 consolidated financial statements.

During the first six months of 2024, Management reviewed its estimates concerning:

- The recoverable amount of certain items of property, plant and equipment, goodwill and other intangible assets (see **Note 6** and **Note 10**);
- Recognition and recoverability of deferred tax assets for unused tax losses (see **Note 8**);
- Margins to completion and percentage of completion on long-term contracts;
- The measurement of pension liabilities and other employee benefits (see **Note 12**);
- Provisions and contingent liabilities (see **Note 13** and **Note 15**);
- The measurement of derivative instruments and their qualification as cash flow hedges.

The estimates and underlying assumptions are based on past experience and other factors considered reasonable under the circumstances. They are reviewed on an ongoing basis. They serve as the basis for determining the carrying amounts of assets and liabilities when such amounts cannot be obtained directly from other sources. Due to the inherent uncertainties of any valuation process, it is possible that actual amounts reported in the Group's future financial statements may differ from the estimates used in these financial statements. The impact of changes in accounting estimates is recognized in the period of the change if it only affects that period or over the period of the change and subsequent periods if they are also affected by the change

B. SPECIFIC ISSUES CONCERNING THE PREPARATION OF INTERIM FINANCIAL STATEMENTS

For the purpose of preparing the Group's condensed interim consolidated financial statements, the following calculations and estimates are applied in addition to the recognition, measurement and presentation rules described in **Note 1.A**:

- The current and deferred tax charge for the period is calculated by applying the estimated average annual tax rate for the current fiscal year to the first-half pre-tax income figure for each entity or tax group. This average annual rate includes, where appropriate, the impact of transactions affecting the legal structure of the Group during the period, such as mergers.
- The net provision recognized for pension and other long-term employee benefit obligations is calculated based on the latest valuations available at the previous period-end. The expenses recognized over the period correspond to the pro rata of the estimated expenses over the full year. Adjustments of actuarial assumptions are performed on the main contributing plans in order to take into account any significant fluctuations or one-time events that may have occurred during the six-month period. The fair value of the main plan assets is reviewed at the period end.

Note 2. Significant events of the period

A. CHANGE IN CONSOLIDATION SCOPE

Acquisition of La Triveneta Cavi

At the beginning of 2024, Nexans entered into an agreement to acquire the group La Triveneta Cavi, one of the European leader in medium- and low-voltage cables.

Based in Italy since 1965, La Triveneta Cavi primarily manufactures low-voltage cables for building, infrastructure, fire-retardant cable systems and renewable energy applications across thirty countries. The company operates a best-in-class, vertically integrated network with three cable production units featuring highly efficient logistic capabilities, in addition to a world class "in-house" copper drawing facility. The company boasts a workforce of approximately 700 skilled employees and has generated current revenues of more than 800 million euros over the last twelve months.

Nexans successfully completed this acquisition after obtaining approval from the Italian competition authority at the end of May 2024.

The transaction details and terms and the provisional goodwill recognized on the transaction date are presented in **Note 10** to the condensed consolidated financial statements for the first half of 2024.

The Triveneta entities have been fully consolidated since June 1, 2024. At current metal prices, for the first half of 2024 their activities contributed 76 million euros to the Group's consolidated sales and 7 million euros to its operating margin.

On a six-month basis, if La Triveneta Cavi had been acquired on January 1, 2024, its contribution to current sales and operating margin would have been an estimated 440 million euros and 33 million euros, respectively.

B. FINANCING

Issuance of two new bonds

Nexans issued 2 new bonds during this first semester 2024:

- The first issuance was done on March 11, 2024 for an aggregate principal amount of EUR 350 million with a 6-year maturity and an annual interest rate of 4.25% ;
- The second issuance was done on May 29, 2024 for an aggregate principal amount of EUR 575 million with a 5-year maturity and an annual interest rate of 4.125%. This issuance has been used to finance most of the acquisition of La Triveneta Cavi.

Repayment of the bond maturing in 2024

Nexans redeemed the 200 million euros bond on its maturing date on April 5,2024.

Note 3. Operating segments

The Group has the following reportable segments within the meaning of IFRS 8 (after taking into account the aggregations allowed by the standard):

- **Building & Territories**: This segment provides reliable cabling systems and smart energy solutions enabling buildings and territories to be more efficient, sustainable and people-friendly. It covers the following markets: building, smart cities/grids, e-mobility, local infrastructure, decentralized energy systems and rural electrification. It has two components:
  - **Distribution,** which covers the cables intended for the energy distribution networks managed by the electricity suppliers within the "Territories",
  - **Usages,** corresponding to all the equipment cables of the various "Buildings".

- **Power Generation & Transmission** : This segment supports its customers from the start of the cycle (design, engineering, financing, asset management) right through to the end (systems management) to help them find the cabling solution that is the best suited to their needs in terms of efficiency and reliability. It includes the following markets: offshore wind farms, subsea interconnections, land high-voltage, subsea data transmissions (closely related to subsea high-voltage projects), as well as the remaining projects for smart solutions for the oil and gas sector.

- **Industry & Solutions:** This segment provides support to OEMs and industrial infrastructure project managers in personalizing their cabling and connection solutions to enable them to meet their electrification, digitization and automation requirements. It covers the following markets: transport (aeronautics, rail, shipbuilding, automotive), automatic devices, renewable energy (solar and wind power), resources (oil and gas, mining) and other sectors (nuclear, medical, handling).

The column entitled "**Other Activities**" includes, in addition to certain specific or centralized activities carried out for the Group as a whole and entailing expenses that are not allocated between the various segments, the Electrical Wires business which comprises wire rods and electrical wires.

Concerning the "**Other Activities**" column, the following should be noted:

- As June 30, 2024, 89% of this segment's sales at constant metal prices corresponded to sales generated by the Group's Electrical Wires business (compared with 77% at June 30, 2023).
- The operating margin of this segment was a negative 37 million euros at June 30, 2024. It includes the combined impact of profit generated from sales of copper wires and certain centralized Group costs that are not allocated between the segments (such as holding company expenses).

Transfer prices between the various operating segments are generally the same as those applied for transactions with parties outside the Group.

The segments presented in the segment information correspond to product families that are similar in nature, customer type, distribution methods and manufacturing processes.

The adjusted EBITDA is defined as the operating margin before (i) the depreciation, amortization and impairment, (ii) the share-based expenses and (iii) certain other specific operating items that are not representative of the Company's performance.

Sales at constant metal prices for first-half 2024 and 2023 have been calculated using the reference prices of 5,000 euros per tonne for copper and 1,200 euros per tonne for aluminum.

A. INFORMATION BY REPORTABLE SEGMENT

1st semester 2024 (in millions of euros)	**Building & Territories**		**Generation & Transmission**	**Industry & Solutions**	**Other Activities**	**Group total**
	Distribution	**Usages**				
Net sales at current metal prices	733	1,276	635	963	616	**4,224**
Net sales at constant metal prices	635	989	622	890	410	**3,546**
Adjusted EBITDA	99	139	68	114	(7)	**412**
Specific operating items (a)	-	-	(4)	-	(9)	**(12)**
Depreciation and amortization	(14)	(12)	(33)	(20)	(21)	**(100)**
Operating margin	85	127	31	94	(37)	**300**
Net impairment of non-current assets (including goodwill) (see Note 6)	0	-	(0)	-	0	**0**

(a) The specific operating items included 9 million euros related to the share-based payment tagged as "Other", and 4 million euros in Generation and Transmission in relation with additional costs on long term projects impacted by past reorganizations.

1st semester 2023 (in millions of euros)	**Building & Territories**		**Generation & Transmission**	**Industry & Solutions**	**Other Activities**	**Group total**
	Distribution	**Usages**				
Net sales at current metal prices	695	1,177	396	980	761	**4,009**
Net sales at constant metal prices	599	890	384	908	541	**3,322**
Net sales at constant metal prices and 2024 exchange rates	598	873	379	904	537	**3,292**
Adjusted EBITDA	82	137	30	109	(5)	**354**
Specific operating items (a)	-	-	(20)	-	(7)	**(27)**
Depreciation and amortization	(13)	(12)	(25)	(19)	(18)	**(87)**
Operating margin	70	126	(15)	90	(30)	**240**
Net impairment of non-current assets (including goodwill) (see Note 6)	-	-	(0)	7	0	**7**

(a) The specific operating items included 7 million euros related to the share-based payment tagged as "Other", and 20 million euros in Generation and Transmission in relation with additional costs on long term projects impacted by past reorganizations. These additional costs led to subsequent losses at completion which are not representative of the actual business performance.

B. INFORMATION BY MAJOR GEOGRAPHIC AREA

1st semester 2024 (a) (in millions of euros)	**Norvège**	**Canada**	**France**	**Germany**	**Other (b)**	**Group total**
Net sales at current metal prices	618	603	525	499	1,979	**4,224**
Net sales at constant metal prices	598	427	421	492	1,608	**3,546**

(a) Based on the location of the assets of the Group's subsidiaries.
(b) Countries that do not individually account for more than 10% of the Group's net sales at constant metal prices.

1st semester 2023 (a) (in millions of euros)	Norvège	Canada	France	Germany	Other (b)	Group total
Net sales at current metal prices	406	646	553	522	1,882	**4,009**
Net sales at constant metal prices	390	466	440	510	1,516	**3,322**
Net sales at constant metal prices and 2024 exchange rates	384	462	440	510	1,496	**3,292**

(a) Based on the location of the assets of the Group's subsidiaries.
(b) Countries that do not individually account for more than 10% of the Group's net sales at constant metal prices.

C. INFORMATION BY MAJOR CUSTOMER

The Group did not have any customers that individually accounted for over 10% of its sales in the first half of 2024 or 2023.

Note 4. Revenue from contracts with customers

Consolidated net sales can be analyzed as follows:

1st semester 2024 Sales (in millions of euros)	Building & Territories		Generation & Transmission	Industry & Solutions	Other Activities	Group total
	Distribution	Usages				
Performance obligations satisfied at a point in time	733	1,276	91	963	616	**3,680**
Performance obligations satisfied over time	-	-	544	-	-	**544**
NET SALES	**733**	**1,276**	**635**	**963**	**616**	**4,224**

1st semester 2023 Sales (in millions of euros)	Building & Territories		Generation & Transmission	Industry & Solutions	Other Activities	Group total
	Distribution	Usages				
Performance obligations satisfied at a point in time	695	1,177	60	980	761	**3,673**
Performance obligations satisfied over time	-	-	336	-	-	**336**
NET SALES	**695**	**1,177**	**396**	**980**	**761**	**4,009**

Note 5. Other operating income and expenses

(in millions of euros)	Notes	1st semester 2024	1st semester 2023
Net asset impairment	6	0	7
Changes in fair value of non-ferrous metal derivatives		1	(1)
Net gains (losses) on asset disposals		(4)	(6)
Acquisition-related costs (completed and planned acquisitions)	10	(12)	(6)
Expenses and provisions for antitrust investigations	15	(0)	(1)
Other non-current operating expenses		(0)	(0)
OTHER OPERATING INCOME AND EXPENSES		**(14)**	**(6)**

Note 6. Net asset impairment

The Group carries out impairment tests on goodwill and intangible assets with indefinite useful lives at least once a year and on other intangible assets and property, plant and equipment whenever there is an indication that they may be impaired.

For the closing of the financial statements at June 30, 2024, the Group carried out a review of the main impairment issues to identify any indications of impairment that appeared during the period, both on individual assets and on cash generating units (CGU).

This review did not lead to the identification of any new impairment indicators in the first half of 2024.

In the absence of impairment testing, no sensitivity analysis was performed.

During the first half of 2023, a reversal of an impairment of 7 million euros on the Industry & Solutions activities in the United States due to the continued improvement in performance.

As a reminder, the Group had included the challenges associated with the consequences of climate change (see **Note 7** of the 2023 annual consolidated financial statements).

Note 7. Other financial income and expenses

(in millions of euros)	1st semester 2024	1st semester 2023
Dividends received from non-consolidated companies	2	2
Impairment of financial investments and provisions	(2)	(1)
Net foreign exchange gain (loss)	(15)	(3)
Net interest expense on pensions and other long-term employee benefit obligations	(3)	(2)
Hyperinflation	(1)	(1)
Other	(4)	(5)
OTHER FINANCIAL INCOME AND EXPENSES	**(23)**	**(12)**

Note 8. Income taxes

The effective income tax rates were as follows for first-half 2024 and first-half 2023:

(in millions of euros)	1st semester 2024	1st semester 2023
Income before taxes	247	179
- of which share in net income of associates	4	(0)
INCOME BEFORE TAXES AND SHARE IN NET INCOME OF ASSOCIATES	**244**	**179**
(Income tax expense)	(71)	(45)
EFFECTIVE TAX RATE (IN %)	**29.20%**	**24.94%**

At the stage of the work carried out on the "Pillar 2" tax calculations and positions, the Group will probably be subject to "Pillar 2" rules from January 1, 2024 in certain jurisdictions. However, the Group has not recognized any expense under "Pillar 2" in its accounts as of June 30, 2024 as no significant tax expense being expected.

Note 9. Earnings per share

The following table presents a reconciliation of basic earnings per share and diluted earnings per share:

	1st semester 2024	1st semester 2023
NET INCOME ATTRIBUTABLE TO OWNERS OF THE PARENT (a)	**174**	**132**
Average number of shares outstanding	43,673,924	43,564,042
Average number of dilutive instruments (b)	1,338,486	1,366,730
Average number of diluted shares	45,012,410	44,930,772
ATTRIBUTABLE NET INCOME PER SHARE		
- Basic earnings per share (c)	3.98	3.02
- Diluted earnings per share (c)	3.86	2.93

(a) In millions of euros. Attributable net income corresponded to adjusted net income attributable to owners of the parent.
(b) Dilutive instruments correspond to free share and performance share rights.
(c) In euros.

Note 10. Goodwill

The increase in goodwill in the first half of 2024 (635 million euros at June 30, 2024 versus 293 million euros at December 31, 2023) was primarily attributable to the acquisition of the groupe La Triveneta Cavi and, to a lesser extent, to changes in exchange rates over the period as most of the Group's goodwill relates to acquisitions in Australia (Olex), South America (Madeco and Centelsa) and North America (AmerCable) and is denominated in foreign currencies.

Goodwill is tested for impairment at least once a year and whenever there is an indication that it may be impaired, using the methods and assumptions described in the notes to the consolidated financial statements for the year ended December 31, 2023.

No goodwill impairment losses were recognized at June 30, 2024, as at December 31, 2023 and June 30, 2023.

They will be tested in the second half of 2024.

Provisional goodwill recognized on the Group LA TRIVENETA CAVI

The acquisition was paid mainly by proceeds of the bonds, issued in 29 May 2024 for an acquisition cost of the shares of 580 million euros.

The price paid is subject to change in application of a price adjustment clause, the amount of which has not been determined as at June 30, 2024.

The amount paid net of the cash acquired amounted to 519 million euros at June 30, 2024.

The provisional goodwill recognized before allocation to identifiable assets and liabilities amounted to 338 million euros on the date of entry into the scope of consolidation.

The following table presents the main items used to determine provisional goodwill:

(in millions of euros)	**La Triveneta Acquisition 2024**
Purchase price (a)	580
Purchase price of shares (1)	**580**
Assets	
Non-current assets (including financial assets)	72
Inventories	81
Receivables	169
Cash and cash equivalents	60
Deferred taxes assets	0
Other assets	3
Liabilities	
Provisions	3
Deferred taxes liabilities	0
Borrowings and debt	3
Other liabilities	138
Net attributable assets acquired (2)	**242**
Goodwill (1)-(2)	**338**

(a) The full acquisition price was with cash and cash equivalents.

In accordance with IFRS 3, the allocation of the purchase price to the fair values of the assets, liabilities and contingent liabilities will be carried out during the second half of 2024.

The corresponding acquisition-related costs amounted to 11 million euros and were recognized in the income statement as required under IFRS 3. In accordance with the Group's accounting policies (see **Note 1.D** to the consolidated financial statements for the year ended December 31, 2023), they are presented on the specific line "Acquisition-related costs (completed and planned acquisitions)" within "Other operating income and expenses" (see **Note 5**).

Note 11. Equity

A. COMPOSITION OF CAPITAL STOCK

At June 30, 2024, Nexans S.A.'s capital stock comprised 43,753,380 fully paid-up shares with a par value of 1 euro each (as at December 31, 2023).

B. DIVIDENDS

At the Combined Shareholders' Meeting held on May 16, 2024 to approve the financial statements for the year ended on December 31, 2023, the Company's shareholders authorized payment of a dividend of 2.30 euros per share, representing an aggregate 101 million euros based on the 43,720,721 ordinary shares (excluding treasury shares) making up the Company's capital stock on the May 23, 2024 dividend payment date.

At the Combined Shareholders' Meeting held on May 11, 2023 to approve the financial statements for the year ended on December 31, 2022, the Company's shareholders authorized payment of a dividend of 2.10 euros per share, representing an aggregate 92 million euros based on the 43,657,466 ordinary shares (excluding treasury shares) making up the Company's capital stock on the May 17, 2023 dividend payment date.

C. TREASURY STOCK

Movements in treasury stock in first-half 2024 and first-half 2023 are presented below:

	Notes	Number of treasury stock
AT DECEMBER 31, 2022		**292,402**
Share buyback program		35,856
Cancelation of treasury stock		-
Grant to employees	11.D	(253,400)
Liquidity contract (purchases) / sales		20,304
AS OF JUNE 30, 2023		**95,162**
AT DECEMBER 31, 2023		**119,858**
Share buyback program		175,000
Cancelation of treasury stock		-
Grant to employees	11.D	(261,099)
Liquidity contract (purchases) / sales		5,553
AS OF JUNE 30, 2024		**39,312**

D. FREE SHARES AND PERFORMANCE SHARES

At June 30, 2024, there were 1,352,995 free shares and performance shares outstanding, each entitling their owner to one share on vesting, representing a total of 3.09% of the Company's capital stock (1,325,345 shares at December 31, 2023 representing 3.03% of the Company's capital stock).

The fair value of free shares and performance shares is recorded as a payroll expense from the grant date to the end of the vesting period, with a corresponding adjustment to equity.

In the first half of 2024, this expense totaled 9 million euros (versus 7 million euros in first half of 2023).

Note 12. Pensions, retirement bonuses and other long-term benefits

The net provision recognized for pension and other long-term employee benefit obligations is calculated based on the latest valuations available at the previous period-end. Adjustments of actuarial assumptions are performed on the main contributing plans in order to take into account any significant fluctuations or one-time events that may have occurred during the six-month period. At June 30, 2024 the main benefit obligations and plan assets of the plans in France, Germany, Switzerland, Canada and the United States were remeasured, primarily based on the applicable discount rates and the fair value of the plan assets.

A. MAIN ASSUMPTIONS

The basic assumptions used for the actuarial calculations and required to measure obligations under defined benefit plans are determined by the Group in conjunction with its external actuary. Demographic and other assumptions (such as for staff turnover and salary increases) are set on a per-company basis, taking into consideration local job market trends and forecasts specific to each entity.

The (average equivalent) discount rates break down as follows by country at closing periods:

	Discount rate at June 30, 2024	Discount rate at December 31, 2023	Discount rate at June 30, 2023
France	3.60% - 3.70%	3.20% - 3.70%	3.15% - 3.80%
Germany	3.60% - 3.70%	3.20% - 3.70%	3.15% - 3.70%
Switzerland	1.25%	1.30%	1.80%
Canada	4.90% - 4.95%	4.60% - 4.90%	4.95%
United States	5.50%	5.20%	5.25%

B. CHANGE IN NET PROVISION FOR PENSION AND OTHER LONG-TERM EMPLOYEE BENEFIT OBLIGATIONS

(in millions of euros)	2024	2023
NET PROVISION RECOGNIZED AT JANUARY 1	**158**	**160**
- of which pension assets	*(79)*	*(72)*
- of which pension liabilities	*237*	*232*
Expense (income) recognized in the income statement	5	7
Expense (income) recognized in other comprehensive income	(23)	(5)
Utilization	(11)	(12)
Other impacts (exchange differences, acquisitions/disposals, etc.)	3	(7)
NET PROVISION RECOGNIZED AT JUNE 30	**132**	**143**
- of which pension assets	*(91)*	*(77)*
- of which pension liabilities	*224*	*220*

Note 13. Provisions

A. ANALYSIS BY NATURE

The movements in these provisions were as follows:

(in millions of euros)	TOTAL	Accrued contract costs	Provisions for reorganization	Other provisions
AT DECEMBER 31, 2023	**200**	87	22	91
Additions	**24**	14	5	5
Reversals (utilized provisions)	**(14)**	(6)	(7)	(1)
Reversals (surplus provisions)	**(12)**	(11)	(1)	(0)
Exchange differences and other	**3**	2	0	1
AT JUNE 30, 2024	**201**	**86**	**19**	**96**

The above provisions have not been discounted as the effect of discounting would not have been material.

Provisions for accrued contract costs are primarily set aside by the Group as a result of its contractual responsibilities, particularly relating to customer warranties, loss-making contracts and penalties under commercial contracts (see **Note 15**). Where appropriate, they also include provisions for construction contracts in progress.

The "Other provisions" column primarily includes provisions set aside for antitrust investigations, which amounted to 65 million euros at June 30, 2024 (see **Note 15**).

B. ANALYSIS OF REORGANIZATION COSTS

The reorganization costs came to 23 million euros in first half of 2024, comprising the following:

(in millions of euros)	Redundancy costs	Asset impairment and retirements (a)	Other monetary costs	TOTAL
Charges to provisions, net of reversals of surplus provisions	4	-	0	**4**
Other costs for the year	0	-	19	**20**
TOTAL REORGANIZATION COSTS	**4**	**-**	**20**	**23**

(a) Presented as a deduction from the corresponding assets in the consolidated balance sheet.

Note 14. Net debt

Since February 2024, Standard & Poor's has adjusted its long-term BB+ rating for the Group from positive to stable outlook.

A. ANALYSIS BY NATURE

(In millions of euros)	Notes	At June 30, 2024	At December 31, 2023
Long-term – ordinary bonds (a)	14.B	1,316	398
Other long-term borrowings (a)	14.C	224	246
TOTAL LONG-TERM DEBT (a)		**1,540**	**644**
Short-term – ordinary bonds (a)	14.B	-	199
Short-term borrowings and short-term accrued interest not yet due (b)	14.C	243	354
Short-term bank loans and overdrafts		6	16
TOTAL SHORT-TERM DEBT (b)		**249**	**569**
GROSS DEBT (b)		**1,789**	**1,213**
Cash		(1,065)	(1,056)
Cash equivalents		(55)	(75)
NET DEBT EXCLUDING LEASE LIABILITIES		**669**	**82**
Lease liabilities (c)		141	132
NET DEBT		**810**	**214**

(a) *Excluding short-term accrued interest not yet due and lease liabilities.*
(b) *Excluding lease liabilities.*
(c) *Out of the total lease liabilities recognized, 112 million euros corresponded to non-current liabilities and the balance to current liabilities. The related interest expense amounted to 3 million euros In first-half of 2024.*

At June 30, 2024, the net balance of the cash deposits with Lebanese banks amounted to 4 million euros (4 million euros at December 31, 2023).

At June 30, 2024, as at December 31, 2023, they were classified as other net receivables, excluded from cash and cash equivalents.

B. BONDS

(in millions of euros)	Carrying amount at June 30, 2024	Face value at issue date	Maturity date	Nominal interest rate
Ordinary bonds redeemable in 2028	403	400	April 5, 2028	5.50%
Ordinary bonds redeemable in 2029	572	575	May 29, 2029	4.13%
Ordinary bonds redeemable in 2030	353	350	March 11, 2030	4.25%
TOTAL ORDINARY BONDS (a)	**1,328**	**1,325**		

(a) Including 11 million euros in short-term accrued interest.

On March 11, 2024, Nexans carried out a 350 million euro bond issue at 4.25% with a maturity date of March 11, 2030. The issue price was 100% of the bonds' face value.

On April 5, 2024, Nexans redeemed the 200 million euros bond, issued in 2017 for 7-year maturity.

On May 29, 2024, Nexans carried out a 575 million euro bond issue at 4.125% with a maturity date of May 29, 2029. The issue price was 99,447% of the bonds' face value.

C. OTHER BORROWINGS

On October 6, 2021, the European Investment Bank (EIB) granted Nexans a loan facility in the amount of 200 million euros, intended to promote its active participation in the global energy transition and its commitment to contribute to achieving carbon neutrality by 2030.

On April 5, 2022, Nexans drew down the entire financing line, *i.e.* an amount of 200 million euros. The loan, repayable at maturity, has a maturity of five years (maturing on April 5, 2027) and carries a fixed-rate annual coupon of 1.93%.

Accrued interest not yet due amounted to 1 million euros at June 30, 2024.

D. COVENANTS

On October 25, 2022, the Group signed a new syndicated credit agreement for an amount of 800 million euros, replacing the syndicated credit agreement signed in 2018. The maturity date is October 25, 2027. It includes two extension options of one year each, possibly extending its final maturity to October 25, 2029.

The renewed syndicated credit facility and the EIB loan facility are subject to the following two hard covenants:

- the consolidated net debt to equity ratio (including non-controlling interests) must not exceed 1.20x; and
- the maximum debt to equity ratio expressed as a multiple of consolidated EBITDA, as defined in **Note 3**, must not exceed 3.2x.

These ratios were well within the specified limits at both June 30, 2024 and December 31, 2023.

If any of the covenants were breached, the syndicated credit facility or the EIB loan facility would become unavailable and any drawdowns would be repayable, either immediately or after a contractual cure period depending on the nature of the breach.

The Group is not subject to any other financial ratio covenants.

Note 15. Disputes and contingent liabilities

A. ANTITRUST INVESTIGATIONS

In late January 2009, antitrust investigations were launched in several countries against various cable manufacturers including Group companies in relation to alleged anticompetitive behavior in the submarine and underground high-voltage power cables sector.

On April 7, 2014, Nexans France SAS and the Company were notified of the European Commission's decision, which found that Nexans France SAS had participated directly in an infringement of European antitrust legislation in the submarine and underground high-voltage power cable sector. The Company was held jointly liable for the payment of a portion of the fine imposed on Nexans France SAS by the European Commission.

In early July 2014, Nexans France SAS paid 70.6 million euro fine imposed on it by the European Commission.

Nexans France SAS and the Company appealed the European Commission's decision to the General Court of the European Union. The appeal was dismissed on July 12, 2018. Nexans France SAS and the Company appealed the General Court's judgment before the European Court of Justice, which, in turn, dismissed the appeal on July 16, 2020.

Certain Group entities have received claims from customers filed before the courts in the United-Kingdom, the Netherlands, Germany and Italy against Nexans and other defendants.

In the United-Kingdom, Prysmian is one of the main defendants in certain antitrust damages claims initiated by National Grid and Scottish Power in 2015. Contribution claims have been brought by Prysmian against Nexans France SAS and the Company in these cases. Prysmian and the other main defendants reached a settlement with National Grid and Scottish Power.

In April 2017, Vattenfall initiated a claim for alleged antitrust damages against Prysmian and NKT before the High Court in London. On June 12, 2020, Nexans France SAS and the Company were notified of a contribution claim brought by Prysmian. Following a transfer from the High Court, to the UK Competition Tribunal, NKT reached a settlement with Vattenfall. Vattenfall's claim against Prysmian and Prysmian's contribution claim against Nexans France SAS has settled.

In May 2022 an application for a collective proceedings order was lodged in the UK before the Competition Appeal Tribunal (CAT) by Ms Spottiswoode seeking authorization to bring an action for damages on behalf of certain individuals against Nexans, Prysmian and NKT. The prospective claim is based on the European Commission's 2014 "Power Cables" decision. In May 2024 the CAT granted the application, but required Ms Spotiswoode to provide more details of the proposed distribution methodology and reserved the right to de-certify Ms Spottiswoode's claim.

In July 2022, London Array Limited and others commenced a claim in the CAT against Nexans France SAS and the Company in relation to the European Commission's decision. Nexans France SAS and the Company are defending the claim, which is scheduled for trial in April 2025.

Italian company Terna S.p.A. launched an antitrust damages claim before the Court of Milan. Nexans Italia filed a defense on October 24, 2019 focusing on Nexans Italia's lack of standing to be sued. On February 3, 2020 the judge ruled Terna's claim to be null for lack of clarity. Terna has since supplemented its claim and the case is ongoing.

The claim in Netherlands was made jointly by Electricity & Water Authority of Bahrain, Gulf Cooperation Council Interconnection Authority, Kuwait Ministry of Electricity and Water and Oman Electricity Transmission Company, against certain companies of the Prysmian Group and its former shareholders, and companies in the Nexans Group and ABB Group. This action has been brought before the Court of Amsterdam. Nexans and other defendants filed a motion contesting jurisdiction and this question is now before the European Court of Justice for final determination.

In October 2023, Nexans S.A. was served with a claim dated 29 December 2022 and filed before the Regional Court of Cologne (Germany) by Saudi Electricity Company (SEC). The claim has also been brought against other companies including companies in the NKT and Prysmian groups. Nexans and the other defendants sought security for costs, and in June 2024 an order for such costs was made against SEC.

Investigations carried out by the American, Japanese, New Zealand and Canadian authorities in the high-voltage power cable sector were closed without sanctions. During investigations led by the Australian antitrust authority (ACCC), the Australian courts dismissed ACCC's case and refused to sanction Nexans and its Australian subsidiary in the high-voltage power cable sector in a case pertaining to the sale of low- and medium-voltage cables.

Investigation in Brazil by the General Superintendence of the antitrust authority "CADE" in the high-voltage power cable sector was concluded on February 11, 2019. On April 15, 2020 the Administrative Tribunal of CADE condemned the Company, together with other cable manufacturers. The Company has paid the 1 million euro (BRL equivalent) fine and has appealed the decision. The case is ongoing.

Investigation by the antitrust authority in South Korea ("KFTC") in the high-voltage power cable sector has not been officially closed but Nexans understands that the statute of limitations should be considered expired.

Nexans' local Korean subsidiaries have cooperated with the KFTC in investigations initiated between 2013 and 2015 in businesses other than the high-voltage. As a result, full leniency (zero fine) has been granted by KFTC in 15 cases, and for two other cases the Korean subsidiaries were granted a 20% reduction of fines and were ordered to pay the KFTC a total of approx. 850,000 euros. All such investigations are now closed, and the risks associated with the majority of claims brought by customers in connection with them are now all closed.

On November 21, 2017 in Spain, Nexans Iberia and the Company (in its capacity as Nexans Iberia's parent company) were notified of a decision by the Spanish competition authority ("CNMC"), which found that Nexans Iberia had participated directly in an infringement of Spanish competition laws in the low and medium voltage cable sectors. The Company was held jointly liable for the payment of part of the fine levied on Nexans Iberia by the CNMC. In early January 2018, Nexans Iberia settled the 1.3 million euros fine levied by the CNMC. Nexans Iberia and the Company have appealed the CNMC's decision. The judgment of 21 May 2024 decided it was appropriate to reduce the fine of Nexans Iberia, S.L. and Nexans, S.A. to 1,1 million euros.

On 2020 and 2022, five claims (IBERDROLA, TAELPO, PINE, TSK and IMESAPI) were filed by Spanish claimants against Nexans Iberia. Nexans is litigating these claims.

In January 2024, the French Competition Authority (FCA) carried out searches at three of Nexans' sites in France, concerning alleged anti-competitive conduct in relation to the distribution of energy cables in DROM-COM. Nexans is cooperating with the FCA and has appealed against the unannounced inspections.

In January and May, 2022 the German Federal Cartel Office (FCO) carried out searches at three of Nexans' sites in Germany. The searches are part of an investigation on cable manufacturers concerning alleged coordination of industry-standard metal surcharges in Germany. The FCO also conducted inspections at the premises of other companies in Germany. The investigation is ongoing.

As of June 30, 2024, the Group has a recorded contingency provision of 65 million euros to cover all the investigations mentioned above as well as the direct and indirect consequences of the related rulings that have been or will be handed down and in particular the follow-on damages claims by customers (existing or potential claims). The amount of the provision is based on management's assumptions that take into account the consequences in similar cases and currently available information. There is still considerable uncertainty as to the extent of the risks related to potential claims and/or fines. The final costs related to these risks could therefore be significantly different from the amount of the provision recognized.

The Group's risk prevention and compliance systems have been strengthened regularly and significantly in recent years. However, the Group cannot guarantee that all risks relating to practices that do not comply with the applicable rules of ethics and business conduct will be fully eliminated.

The compliance program includes means of detection which could generate internal investigations, and even external investigations. As consistently communicated by the Company in the past, unfavorable outcomes for antitrust proceedings and/or investigations as well as the associated consequences could have a material adverse effect on the results and thus the financial position of the Group.

B. OTHER DISPUTES AND PROCEEDINGS GIVING RISE TO THE RECOGNITION OF PROVISIONS

For cases where the criteria are met for recognizing provisions, the Group considers the resolution of the disputes and proceedings concerned will not materially impact the Group's results in light of the provisions recorded in the financial statements. Depending on the circumstances, this assessment takes into account the Group's insurance coverage, any third party guarantees or warranties and, where applicable, evaluations by the independent counsel of the probability of judgment being entered against the Group.

The Group considers that the other existing or probable disputes for which provisions were recorded at June 30, 2024 do not individually represent sufficiently material amounts to require specific disclosures in the consolidated financial statements.

C. CONTINGENT LIABILITIES RELATING TO DISPUTES AND PROCEEDINGS

Certain contracts entered into by the Group as of June 30, 2024 could lead to performance difficulties, but the Group currently considers that those difficulties do not justify the recognition of provisions in the financial statements or specific disclosure as contingent liabilities.

Note 16. Subsequent events

No significant events that need to be mentioned have occurred since June 30, 2024.

Statutory Auditors’ review report on the 2024 interim financial information

(For the period from January 1 to June 30, 2024)

This is a free translation into English of the statutory auditors' review report on the half-yearly financial information issued in French and is provided solely for the convenience of English-speaking users. This report includes information relating to the specific verification of information given in the Group's half-yearly management report. This report should be read in conjunction with, and construed in accordance with, French law and professional standards applicable in France.

To the Shareholders,

Nexans

Immeuble Le Vinci

4 allée de l'Arche

92400 Courbevoie

In compliance with the assignment entrusted to us by your Shareholders' Meeting and in accordance with the requirements of article L.451-1-2 III of the French Monetary and Financial Code (*Code monétaire et financier*), we hereby report to you on:

- the review of the accompanying condensed half-yearly consolidated financial statements of Nexans, for the period from January 1 to June 30, 2024;
- the verification of the information presented in the half-yearly management report.

These condensed half-yearly consolidated financial statements are the responsibility of the Board of Directors. Our role is to express a conclusion on these financial statements based on our review.

I – Conclusion on the financial statements

We conducted our review in accordance with professional standards applicable in France.

A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with professional standards applicable in France and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed half-yearly consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 - standard of the IFRSs as adopted by the European Union applicable to interim financial information.

Without modifying our conclusion, we draw your attention to Note 16 A, “Antitrust Investigations”, to the condensed half-yearly consolidated financial statements regarding the consequences of the decision of the European Commission.

II – Specific verification

We have also verified the information presented in the half-yearly management report on the condensed half-yearly consolidated financial statements subject to our review.

We have no matters to report as to its fair presentation and consistency with the condensed half-yearly consolidated financial statements.

The Statutory Auditors

Neuilly-sur-Seine and Paris La Défense, July 24, 2024

PricewaterhouseCoopers Audit	**Forvis Mazars SA**
Edouard Demarcq	Juliette Decoux-Guillemot

Statement by the person responsible for the 2024 Half-Year Financial Report

Paris, July 24, 2024

I hereby declare that to the best of my knowledge, the condensed half-year consolidated statements have been prepared in accordance with applicable accounting standards and provide a true and fair view of the assets, liabilities, financial position and results of operations of the Company and all the other companies included in the scope of consolidation, and the interim activity report presented herein provides a fair view of significant developments during the period and their impact on the financial statements, the main related-party transactions and it describes the main risks and uncertainties for the remaining six months of the year.

Christopher Guérin

Chief Executive Officer