Interim report January–June 2026

Growth and efficiency measures at GARO Electrification inspire confidence, while GARO E-mobility remains under evaluation.

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APRIL–JUNE 2026

- Net sales amounted to MSEK 272.3 (266.5).
- Net sales increased 2% (-13).
- Operating EBIT amounted to MSEK -17.1 (1.0).
- Operating EBIT margin amounted to -6.3% (0.4).
- EBIT amounted to MSEK -23.5 (1.0).
- Cash flow from operating activities amounted to MSEK 13.3 (9.4).
- Net income was MSEK -20.3 (-8.6).
- Earnings per share amounted to SEK -0.41 (-0.17).

JANUARY–JUNE 2026

- Net sales amounted to MSEK 518.5 (531.2).
- Net sales declined 2% (-11).
- Operating EBIT amounted to MSEK -30.4 (1.4).
- Operating EBIT margin amounted to -5.9% (0.3).
- EBIT amounted to MSEK -36.8 (-1.5).
- Cash flow from operating activities amounted to MSEK 5.8 (9.9).
- Net income was MSEK -37.4 (-8.5).
- Earnings per share amounted to SEK -0.75 (-0.17).

SIGNIFICANT EVENTS DURING AND AFTER THE QUARTER

- GARO implemented a corporate consolidation to integrate the GARO Elflex AB and GARO Montage AB subsidiaries into GARO AB. This means a clearer, more cohesive business partner for customers (see the separate press release).
- GARO decided to relocate production from Poland to Gnosjö/Hillerstorp to consolidate and streamline operations (see the separate press release).
- GARO carried out organizational changes in Sweden to enhance efficiency and strengthen customer focus (see the separate press release).
- Two new apps and a new web interface were launched for GARO E-mobility during the quarter. These initiatives enhance the company’s digital offering and improve the user experience, with increased functionality and availability.
- Tobias Byfeldt assumed the role of President and CEO and acquired 400,000 warrants in GARO at the beginning of July.

Growth and efficiency measures at GARO Electrification inspire confidence, while GARO E-mobility remains under evaluation.

GARO GROUP[1]	Apr–Jun 2026	Apr–Jun 2025	+/- %	Jan–Jun 2026	Jan–Jun 2025	R12	Jan–Dec 2025
Net sales, MSEK	272.3	266.5	2	518.5	531.2	1,030.8	1,043.5
Operating EBITDA, MSEK	-4.3	14.3		-4.7	28.2	19.9	52.8
Operating EBITDA margin, %	-1.6	5.4		-0.9	5.3	1.9	5.1
Operating EBIT, MSEK	-17.1	1.0		-30.4	1.4	-32.9	-1.1
Operating EBIT margin, %	-6.3	0.4		-5.9	0.3	-3.2	-0.1
EBIT, MSEK	-23.5	1.0		-36.8	-1.5	-43.4	-8.1
Net income, MSEK	-20.3	-8.6		-37.4	-8.5	-46.4	-17.5
Earnings per share, SEK	-0.41	-0.17		-0.75	-0.17	-0.93	-0.35
Cash flow from operating activities, MSEK	13.3	9.4		5.8	9.9	53.8	57.9-
Depreciation, MSEK	12.8	13.3		25.8	26.9	52.7	53.8
Investments, MSEK	8.2	2.8		14.3	4.7	21.2	11.6
Equity ratio, %	48.7	51.4		48.7	51.4	48.7	52.7
Equity per share, SEK	9.92	10.88		9.92	10.88	9.92	10.59
Return on equity, %	-8.9	-9.1		-8.9	-9.1	-8.9	-3.2
Return on capital employed, %	-5.7	-5.6		-5.7	-5.6	-5.7	-1.0
Net debt (+) / net cash position (-), MSEK	257.6	279.6		257.6	279.6	257.6	239.8
Net debt (+) / net cash position (-) excl. IFRS 16, MSEK	213.7	224.4		213.7	224.4	213.7	191.2
Number of employees	346	389		346	389	367	373

1) For definitions of key figures, see pages 21-23

CEO TOBIAS BYFELDT COMMENTS ON THE QUARTER

The Group's sales for the second quarter amounted to MSEK 272 (267), corresponding to growth of 2% for the quarter, primarily attributable to our companies in Ireland and the UK.

The Group's EBIT the second quarter amounted to MSEK -23.5 (1.0). Earnings were charged with non-recurring costs of MSEK 6.4 pertaining to persons dismissed and exempted from work as well as impairment of inventories connected to the change of business systems. The quarter was also charged with MSEK 1 related to the implementation of the new business system, which was successfully launched on May 1. Costs are expected to decrease significantly going forward since the project has now entered the maintenance phase.

Despite weaker EBIT, the Group posted stable cash flow during the quarter, largely due to positive changes in working capital. Our net debt has decreased compared with June 2025.

Strategic decisions continue to be implemented and as early as the next quarter we should be able to see savings of approximately MSEK 4, although many of the savings will not have an effect until the end of the year. Overall, our assessment remains unchanged: these structural changes will generate annual cost savings of at least MSEK 50.

GARO ELECTRIFICATION – GROWTH AND STRATEGIC MEASURES TO INCREASE PROFITABILITY

GARO Electrification represents the company's core operations and accounts for approximately 80% of sales, making this business area the foundation of our operations. The business area delivered sales growth of 5% for the quarter, while operating EBIT was lower than in the previous year, largely due to a weaker gross margin. However, I remain highly confident in the business area. In addition to the ongoing strategic changes, the ERP project has now entered the maintenance phase, and this combination should create the conditions for stronger profitability as early as the autumn.

On May 1, GARO Elflex and GARO Montage were successfully integrated into GARO AB.
During the quarter, we also decided on and implemented a restructuring of the Swedish organization, and the affected employees left GARO during the quarter.

GARO Electrification also launched a new cable cabinet for low-voltage distribution up to 400 A during the quarter. The cabinet, which was designed in accordance with EBR (Sweden's electrical industry guidelines) and is produced in Magnelis®, is adapted for our Nordic climate and provides more space for the installation engineer. The first cabinet has already been produced and the response has been positive.

GARO E-MOBILITY – UNDERPERFORMING AND UNDER ASSESSMENT

GARO E-mobility reported a decrease of 7% in sales compared with the year-earlier quarter. At the same time, operating EBIT continued to have a negative impact on the Group's total earnings.

Our performance in this business area is not meeting our expectations. While the ongoing price campaign and greater confidence in our products are generating increased sales of GARO Entity, volumes are still insufficient. Accordingly, our strategic work is continuing at a more intense pace, fully focused on creating the conditions to maintain sustainable, scalable and profitable operations over the long term.This work is our top priority and we will keep the market informed as various strategic decisions are made.

GARO E-mobility launched two new apps and a new web interface during the quarter. These initiatives improve the company's digital offering and improve the user experience, with increased functionality and availability, primarily within GARO Entity.

Our marketing operations in Germany have now been moved to our recently established export function in Sweden.

GARO RELOCATES PRODUCTION TO SWEDEN

We have made a strategic decision to relocate our production from Poland to Sweden. The project is in full swing and the move to Gnosjö has begun. The first phase of layoffs in Poland has been completed, meaning that 22 individuals will be leaving us at the end of August. Fortunately, nearly all of them have already found new jobs. More consolidated production will create economies of scale and lead to more efficient processes with greater flexibility. The divestment process for the property in Poland is continuing as planned.

MARKET CONDITIONS

As I see it, there are two sides to the situation for GARO. While the market remains cautious given the prevailing geopolitical uncertainty, GARO is also not performing according to our own expectations.

The long-term underlying trends of electrification and the green transition are driving our market. Developments in society are continuing to be driven by investments in infrastructure – for example, for data centers, the defense industry, public charging, the energy transition and the renovation of the existing building stock. This is resulting in stable demand for products and solutions for electrification and energy efficiency, a market where GARO is well positioned.

We have committed employees, a strong brand and a product portfolio that gives us solid foundation to build on, but additional strategic decisions need to be made and implemented if we are to win the full trust of our customers and thereby capture market share.

SUMMARY OF BECOMING NEW PRESIDENT AND CEO

As the new President and CEO of GARO, I am excited to work together with our employees to continue developing the company and strengthening our market position.

GARO is involved in one of the most important societal transformations of our time: the transition to electrification. Our solutions for charging infrastructure, industry, data centers, commercial properties and housing contribute to a more sustainable and energy-efficient future. With development operations, production and strong technical know-how in Sweden, we have a very good platform for continued growth in the Nordic region and Northern Europe.

I have spent my entire career working in international technology-intensive operations, where customer focus, business development and the ability to get things done are essential factors for success. I believe in clear leadership, strong teamwork and a consistent focus on areas where we can create the greatest value for our customers and owners.

By combining GARO's strong market position with a clear focus on profitable growth, operational efficiency and innovation, will can continue to develop our operations and become more competitive.

Our goal is to create long-term value for our customers, employees and shareholders while contributing to society's electrification and sustainable transition.

Tobias Byfeldt,
President and CEO

Earnings

NET SALES

Net sales for the second quarter amounted to MSEK 272.3 (266.5), which corresponds to growth of 2% compared with the year-earlier quarter. Sales in GARO Electrification amounted to MSEK 215.8 (206.0), up 5%, while sales in GARO E-mobility amounted to MSEK 56.5 (60.5).

EBIT

Operating EBIT for the second quarter amounted to MSEK -17.1, compared with MSEK 1.0 for the year-earlier quarter. Earnings decreased due to the weaker gross margin in GARO E-mobility, despite somewhat higher sales during the quarter. At the same time, costs for sales and product development increased as GARO intensified its marketing efforts and strengthened its customer presence. The quarter was also charged with approximately MSEK 1.0 related to the implementation of the new business system, which was successfully launched on May 1. After two years of implementation costs of approximately MSEK 6–8 per year, the project has now entered the maintenance phase, meaning that we expect these costs to decrease to a significantly lower level going forward.

EBIT for the second quarter amounted to MSEK -23.5 (1.0), including non-recurring costs of MSEK 6.4 attributable to the GARO Electrification business area and to persons dismissed and exempted from work.

Since the beginning of the year, GARO has been carrying out a robust price campaign for certain product groups in GARO E-mobility. This is a strategic decision to gradually fill production, generate economies of scale and free up capital from inventories.

FINANCIAL ITEMS

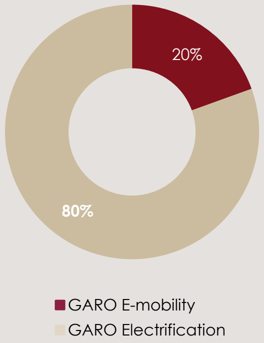
The Group’s net financial items amounted to MSEK -1.8 (-10.0) for the second quarter and included currency effects from loans and hedging. Net interest income for the second quarter amounted to MSEK -2.8 (-2.9).

TAX

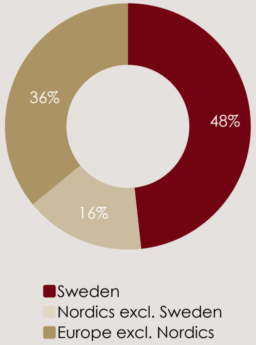
Net income amounted to MSEK -20.3 (-8.6) for the quarter, and earnings per share to SEK -0.41 (-0.17). Tax assets recognized for the quarter amounted to MSEK 5.0 (0.4).

Net income for the January to June period amounted to MSEK -37.4 (-8.5). Earnings per share totaled SEK -0.75 (-0.17). Tax assets recognized for the first half of the year amounted to MSEK 7.4 (1.1).

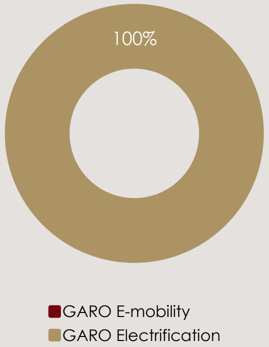
ALLOCATION OF NET SALES
by business area, Jan–Jun 2026



ALLOCATION OF NET SALES
by geographic area, Jan–Jun 2026



ALLOCATION OF EBIT
by business area, Jan–Jun 2026



THE GARO SHARE AND PERFORMANCE MEASURES

Earnings per share (before and after dilution) amounted to SEK -0.41 (-0.17). At the end of the period, the number of shares amounted to 50,000,000 (50,000,000). The average number of shares during the quarter amounted to 50,000,000 (50,000,000).

On June 30, 2026, the share price closed at SEK 11.24 (20.0).

CASH FLOW

Cash flow from operating activities before changes in working capital amounted to MSEK -1.2 (0.3) for the quarter. Cash flow from operating activities after changes in working capital for the quarter amounted to MSEK 13.3 (9.4).

Capital tied-up in inventories for the quarter increased net MSEK 3, excluding impairment, with cash flow for the quarter attributable to this together with general changes to accounts receivable and accounts payable. For the January–June period, capital tied-up in inventories increased net MSEK 6, excluding impairment. GARO is adapting its supplier structure as part of its strategic development work. A limited need for advance payments can be expected as a result of the transition to new suppliers in 2026.

GARO previously paid a deposit to a supplier for materials ordered but not yet called off. The deposit, which is denominated in EUR, remained unchanged during the quarter and amounted to an equivalent of MSEK 43.4 at the end of the period.

INVESTMENTS

Investments for the quarter amounted to net MSEK 8.2 (2.8), of which MSEK 4.4 was attributable to product development (0.6).

During the quarter, right-of-use assets (leases and rental contracts) decreased MSEK 2.2 (3.7).

During the quarter, GARO acquired the remaining 20% of the shares in the subsidiary EV Charge Partner Sweden AB for MSEK 1.5, in accordance with the agreement entered into in 2020. EV Charge Partner commissions, maintains and provides service for charging infrastructure, supporting the Group's comprehensive e-mobility offering through specialist expertise in operating and maintaining charging stations.

LIQUIDITY AND FINANCIAL POSITION

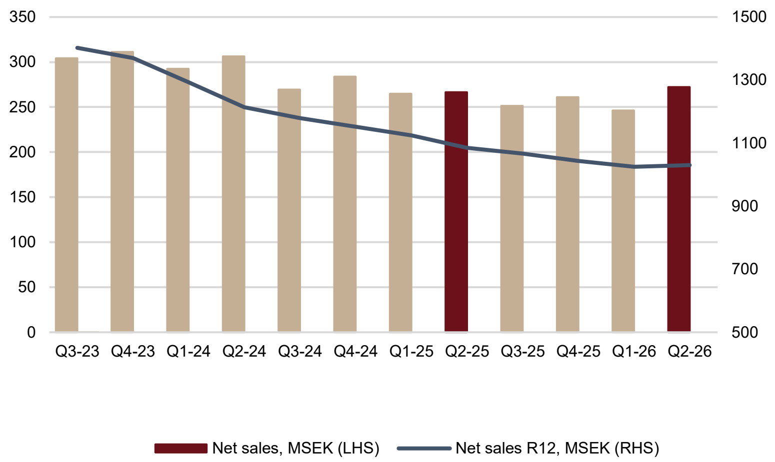
The Group's net debt at the end of the period amounted to MSEK 257.6 (279.6). The Group's net debt excluding lease liabilities, which is to say effects of IFRS 16, amounted to MSEK 213.7 (224.4).

Available liquidity in the Group, including unutilized overdraft facilities, amounted to MSEK 50.0 (75.9) and the equity ratio was 48.7% (51.4).

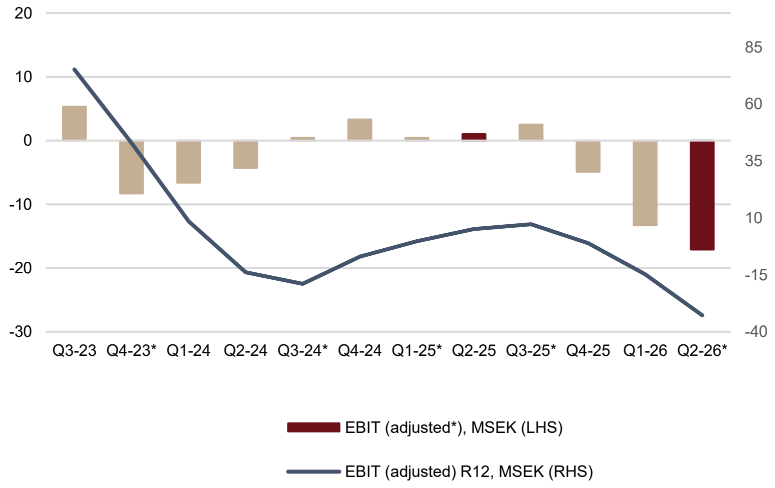
EVENTS AFTER THE END OF THE QUARTER

Until the publication of this report, no other significant events or conditions have occurred, favorable or unfavorable, that would require further disclosures, apart from the above.

NET SALES, GROUP



OPERATING EBIT, GROUP

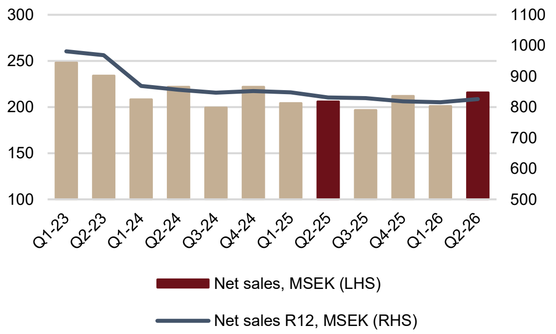


GARO Electrification business area

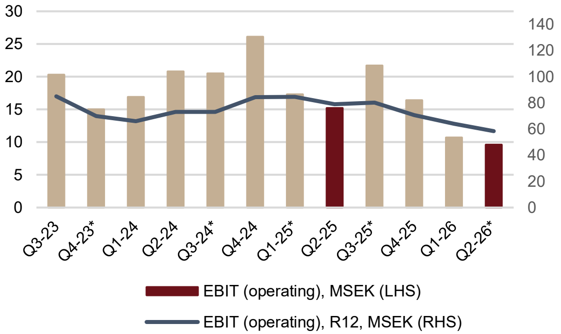
GARO ELECTRIFICATION KEY FIGURES		Apr–Jun 2026	Apr–Jun 2025	Jan–Jun 2026	Jan–Jun 2025	R12	Jan–Dec 2025
Net sales	MSEK	215.8	206.0	417.0	410.2	825.7	818.9
Growth	%	5	-7	2	-5	-1	-4
Operating EBIT	MSEK	9.6	15.2	20.3	32.5	58.3	70.6
Operating EBIT margin	%	4.4	7.4	4.9	7.9	7.1	8.6
Investments	MSEK	3.9	2.7	6.4	4.0	9.0	6.6
Depreciation	MSEK	5.7	6.1	11.6	12.3	24.1	24.8
Number of employees		242	268	242	268	256	260
Share of sales by product area:							
Electrical distribution products	%	71	68	68	67	68	67
Project business	%	25	28	28	28	28	28
Temporary Power	%	4	4	4	5	4	5

For definitions of key figures, see pages 20-23

NET SALES, GARO ELECTRIFICATION



OPERATING EBIT, GARO ELECTRIFICATION



NET SALES AND EARNINGS

During the quarter, net sales in the business area amounted to MSEK 215.8, which was up 5% or MSEK 10 compared with the year-earlier quarter. Sales in the Swedish market were MSEK 4 lower compared with the year-earlier period, due in part to the implementation of a new business system at the beginning of May. Sales outside Sweden grew MSEK 15, or 15%, with this growth primarily occurring in Ireland and the UK.

Operating EBIT for the quarter amounted to MSEK 9.6 (15.2), yielding an operating EBIT margin of 4.4% (7.4). The lower profitability for the quarter was partly attributable to currency effects affecting gross profit as well as higher sales and marketing costs. The quarter was also charged with MSEK 1 related to the implementation of the new business system, which was successfully launched on May 1. After two years of implementation costs of MSEK 6–8 per year, the project has now entered into the maintenance phase, meaning that we expect these costs to decrease to a substantially lower level going forward.

The business area's EBIT for the second quarter amounted to MSEK 6.2 (15.2), including non-recurring costs for GARO of MSEK 3.4 attributable to persons dismissed and exempted from work.

In addition to the ongoing strategic changes, the ERP project has now entered the maintenance phase, and this combination should create the conditions for stronger profitability as early as the autumn.

OPERATIONS

Market performances during the quarter differed between Sweden and other markets, with sales down in Sweden but up in other countries. The same year-on-year trend was apparent in the *Electrical distribution products* and *Project business* product groups, which grew internationally while sales declined domestically in Sweden. For the *Temporary Power* product group, whose sales primarily take place in the Swedish market, sales were on a par with the previous year.

In June, GARO secured a major urban development project in Gothenburg, comprising custom-designed switchgear and distribution boards. The project demonstrates GARO's ability to deliver flexible, customized solutions for complex projects.

Additionally, GARO launched a new EBR-compliant series of cable cabinets for low-voltage distribution up to 400 A during the quarter. The series was developed as a complete system solution. It is manufactured in Magnelis® and adapted for the Nordic climate. The first cabinet has been delivered and the response from various market segments in Sweden has been positive.

THE MARKET

International growth remains strong for GARO and demand has increased in several of the company's main markets. The Swedish market is showing signs of a gradual recovery. Demand for GARO's products in this business area is expected to increase as the market recovers.

GARO E-mobility business area

NET SALES AND EARNINGS

During the quarter, net sales in the GARO E-mobility business area amounted to MSEK 56.5 (60.5), a decrease of 7% or MSEK 4. Sales outside Sweden increased MSEK 3, while Swedish sales decreased MSEK 7 as a result of a weaker wholesale trend.

Operating EBIT for the quarter amounted to MSEK -26.7 (-14.2). The lower profitability was primarily due to lower gross profit. Since the beginning of the year, GARO has been carrying out a targeted campaign for certain products. This is a strategic decision to gradually fill production, generate economies of scale and free up capital from inventories.

EBIT for the second quarter amounted to MSEK -29.7 (-14.2), including non-recurring costs for GARO of MSEK 3.0 attributable to persons dismissed and exempted from work as well as impairment of inventories connected to the change of business system.

OPERATIONS

The business area is not performing according to plan. While sales of GARO Entity increased sequentially by 14% during the quarter as a result of the ongoing price campaign and increased confidence in the product, this is well below expectations. Intensive strategic work is being carried out to achieve a sustainable business model.

During the quarter, GARO launched two new apps and an updated web interface for the GARO Entity wall box. These solutions strengthen the digital offering by adding a more intuitive, user-friendly interface. The apps make it easy to manage installations, systems and data, and are suitable for installation engineers as well as end customers.

During the quarter, GARO acquired the remaining 20% of the shares in the subsidiary EV Charge Partner Sweden AB, in accordance with the agreement entered into in 2020. The company commissions, maintains and provides service for charging infrastructure, supporting the Group's comprehensive e-mobility offering through specialist expertise.

STRUCTURAL CHANGE

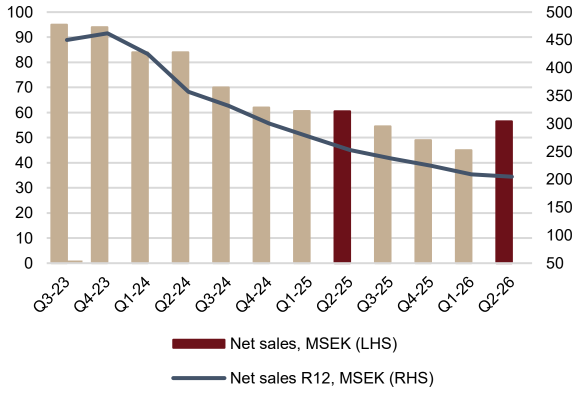
GARO closed its sales office in Germany during the quarter. Customer relationships have been transferred and will continue to be managed through existing channels.

At the same time, GARO's product portfolio is continuing to undergo a major review to reduce the number of product varieties in order to simplify the customer offering, free up working capital and improve GARO's margins.

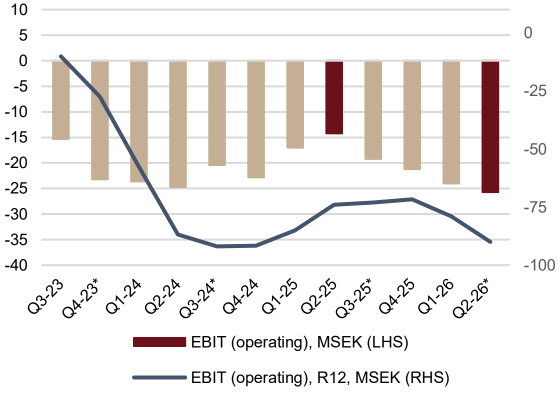
GARO E-MOBILITY KEY FIGURES		Apr–Jun 2026	Apr–Jun 2025	Jan–Jun 2026	Jan–Jun 2025	R12	Jan–Dec 2025
Net sales	MSEK	56.5	60.5	101.5	121.1	205.0	224.6
Growth	%	-7	-28	-16	-28	-19	-25
Operating EBIT	MSEK	-26.7	-14.2	-50.7	-31.2	-91.1	-71.6
Operating EBIT margin	%	-47.2	-23.5	-49.9	-25.8	-44.5	-31.9
Investments	MSEK	4.3	0.2	7.9	0.7	12.2	5.0
Depreciation	MSEK	7.1	7.2	14.2	14.5	28.8	29.1
Number of employees		104	121	104	121	112	113

For definitions of key figures, see pages 21-23

NET SALES, GARO E-MOBILITY



OPERATING EBIT, GARO E-MOBIILITY

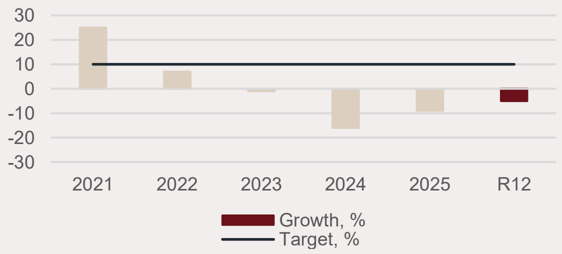


GARO's financial targets

SALES GROWTH
Organic growth will amount to not less than 10% over a business cycle.

TARGET

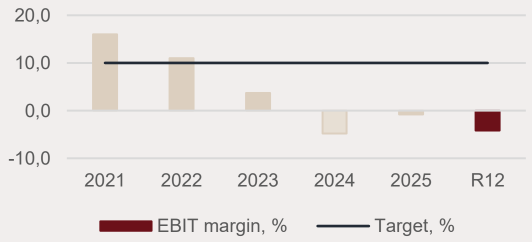
≥10%



PROFITABILITY
The EBIT margin for the Group will amount to not less than 10% of net sales over a business cycle.

TARGET

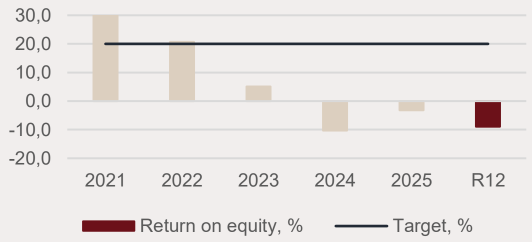
≥10%



RETURN
Return on equity will amount to not less than 20% over a business cycle.

TARGET

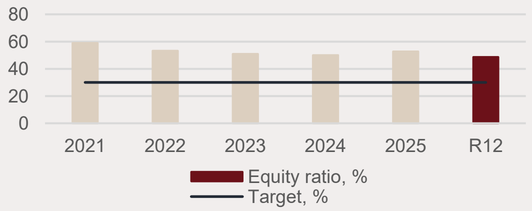
≥20%



EQUITY RATIO
The equity ratio will not be less than 30%.

TARGET

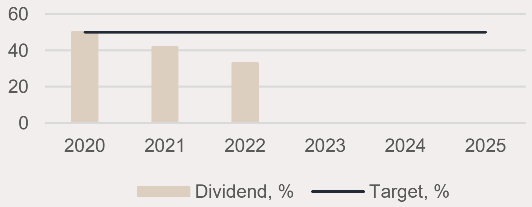
≥30%



DIVIDEND POLICY
GARO's dividend will amount to approximately 50% of the Group's net earnings after tax. The dividend proposal must take into account GARO's long-term dividend potential and the Group's general investment and consolidation requirements.

TARGET

≥50%



ASSURANCE BY THE BOARD AND CEO

The CEO and Board assure that this interim report provides a fair review of the Group's and Parent Company's operations, financial position and earnings, and describes significant risks and uncertainties faced by the Parent Company and the companies included in the Group.

Gnosjö, August 14, 2026

GARO AB (publ), (Corp. ID. No. 556051-7772)

Axel Barnekow Widmark
Chairman

Johan Paulsson
Board member

Anna Blomqvist
Board member

Jacob Jonmyren
Board member

Lars Kongstad
Board member

Kristine Lindberg
Board member

Jonas Lohtander
Employee representative

My Bäck
Employee representative

Tobias Byfeldt
President and CEO

Overview

NATURE OF OPERATIONS

GARO develops, manufactures and markets innovative products and systems for the electrical installations market under its own brand. Operations are carried out in several countries, with the Group organized in two business areas: GARO Electrification and GARO E-mobility. GARO's business concept is to, with a focus on innovation, sustainability and design, provide profitable complete solutions for the electrical industry.

SEASONAL VARIATIONS

GARO's operations are, to a certain degree, subject to seasonal variations. GARO's sales are generally stable from one quarter to the next, but can fluctuate monthly within the quarter. Sales can be somewhat lower during the vacation months (July–August) and from December to January. During periods of high production, GARO is normally tied up in working capital. Cash and cash equivalents are freed from working capital after the busy season, when the finished products have been installed in customers' facilities and invoices have been paid.

SUSTAINABILITY WORK

GARO's sustainability work is based on three cornerstones that are all part of the strategic framework: Climate, Circular economy and Responsible business. The strategy forms the basis for responding to regulatory requirements, market expectations, growth and return for investors, while strengthening GARO's social capital by attracting, encouraging and retaining employees. For more information about GARO's goals for a more sustainable future, refer to GARO's 2025 Annual Report, pages 24–41.

RISKS AND UNCERTAINTIES

As a geographically diversified international Group, GARO is exposed to a number of strategic, business-related and financial risks. Strategic risk in GARO is defined as risks that emerge that have a long-term impact on operations such as changes in technology and the macroeconomic trend. Business risks can be divided into operational, sustainability, compliance as well as legal and commercial risks. Financial risks include currency risk, interest-rate risk, raw material price risk, tax risk, etc. All of these risk areas could negatively impact the business in both the short and the long term, but they can also create business opportunities if they are well managed.

The current macroeconomic situation and geopolitical turmoil are leading to uncertainty that is making it difficult to predict how demand and the cost base will be impacted. Neither the conflict in the Middle East nor the tariffs announced by the US are, at the time of writing, not expected to have a noticeable impact on GARO, which does not do business in these countries.

More detailed information on GARO's risks and uncertainties can be found in Note 3 on pages 58–61 of the 2025 Annual Report. The Annual Report is available at www.garogroup.se.

BUSINESS AREAS

GARO divides its operations into two business areas and segments: GARO Electrification and GARO E-mobility.

RELATED-PARTY TRANSACTIONS

Related-party transactions take place in accordance with the principles described in the 2025 Annual Report. There were no related party transactions during the year except for the payment of fees to the Board of Directors, the remuneration of senior executives and transactions with Group companies.

EMPLOYEES

The number of employees in the Group on June 30, 2026 was 346 (389) excluding persons dismissed and exempted from work.

ACCOUNTING POLICIES

GARO applies the International Financial Reporting Standards, IFRS, as adopted by the EU, the Swedish Annual Accounts Act (1995:1554) and the recommendations and statements of the Swedish Corporate Reporting Board. This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting. Disclosures in accordance with IAS 34, 16A are presented in the financial statements and their notes in the interim information on pages 1–20, which constitute an integrated part of this financial statement. In addition, disclosures according to IAS 34.16A and IFRS 5 are presented in the financial statements and their notes as well as other parts of the interim report.

The Parent Company's interim report was prepared in accordance with Chapter 9 of the Annual Accounts Act and the Swedish Corporate Reporting Board's recommendation RFR 2.

GARO AB applies the same accounting policies as in the most recent Annual Report.

AUDITORS' STATEMENT

This interim report has not been reviewed by the company's auditors.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amount in MSEK	Apr–Jun 2026	Apr–Jun 2025	Jan–Jun 2026	Jan–Jun 2025	R12	Jan–Dec 2025
Operating income						
Net sales	272.3	266.5	518.5	531.2	1,030.8	1,043.5
Other operating income	0,1	2.4	1.4	2.4	1.5	2.5
Total operating income	**272.4**	**268.9**	**519.9**	**533.6**	**1,032.3**	**1,046.0**
Capitalized production costs	0.3	0.1	0.6	0.4	1.0	0.7
Operating expenses						
Raw materials and consumables	-160.6	-142.5	-297.7	-284.6	-578.3	-565.3
Other external expenses	-44.0	-40.5	-86.2	-79.0	-167.2	-160.0
Personnel expenses	-78.4	-71.5	-147.4	-144.8	-277.8	-275.2
Other operating expenses	-0.4	-0.2	-0.2	-0.2	-0.7	-0.5
Depreciation/amortization of tangible and intangible assets	-12.8	-13.3	-25.8	-26.9	-52.7	-53.8
EBIT	**-23.5**	**1.0**	**-36.8**	**-1.5**	**-43.4**	**-8.1**
Result from financial items						
Net financial expenses	-1.8	-10.0	-8.1	-8.0	-13.8	-13.8
Loss before tax	**-25.3**	**-9.0**	**-44.9**	**-9.6**	**-57.2**	**-21.9**
Income tax	5.0	0.4	7.4	1.1	10.7	4.4
Net income	**-20.3**	**-8.6**	**-37.4**	**-8.5**	**-46.5**	**-17.5**
Other comprehensive income:						
Items that may be reclassified to the income statement						
Translation differences	2.0	3.9	3.8	-4.6	-1.7	-10.1
Other comprehensive income, net	**2.0**	**3.9**	**3.8**	**-4.6**	**-1.7**	**-10.1**
Total comprehensive income for the period	**-18.3**	**-4.7**	**-33.6**	**-13.1**	**-48.1**	**-27.6**
Net income and total comprehensive income for the period are entirely attributable to shareholders of the Parent Company's						
Key ratios per share						
Average number of shares	50,000,000	50,000,000	50,000,000	50,000,000	50,000,000	50,000,000
Earnings per share, before and after dilution, SEK	-0.41	-0.17	-0.75	-0.17	-0.93	-0.35

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amount in MSEK	Jun 30, 2026	Jun 30, 2025	Dec 31, 2025
ASSETS			
Fixed assets			
Intangible assets	119.0	116.3	108.4
Tangible assets	120.2	251.2	242.3
Financial assets	0.3	0.2	0.3
Other assets	40.8	26.9	31.2
Total fixed assets	**280.3**	**394.6**	**382.2**
Current assets			
Inventories	315.4	341.2	314.7
Accounts receivable	237.8	229.5	211.5
Other current receivables	74.8	79.1	79.6
Cash and cash equivalents	6.3	11.2	17.0
Total current assets	**634.3**	**661.1**	**622.8**
Assets for sale	**104.3**	**4.9**	**0.0**
TOTAL ASSETS	**1,018.9**	**1,060.6**	**1,005.0**

Changes to the company's structure (divestment of long-term investment)

GARO has begun the process of divesting two properties in Poland. This is the result of the relocation of production to Sweden in order to further consolidate operations.

The property for sale has a carrying amount of MSEK 104.3 with corresponding borrowings of MSEK 46.9. The property is assessed to have a market value corresponding to the carrying amount.

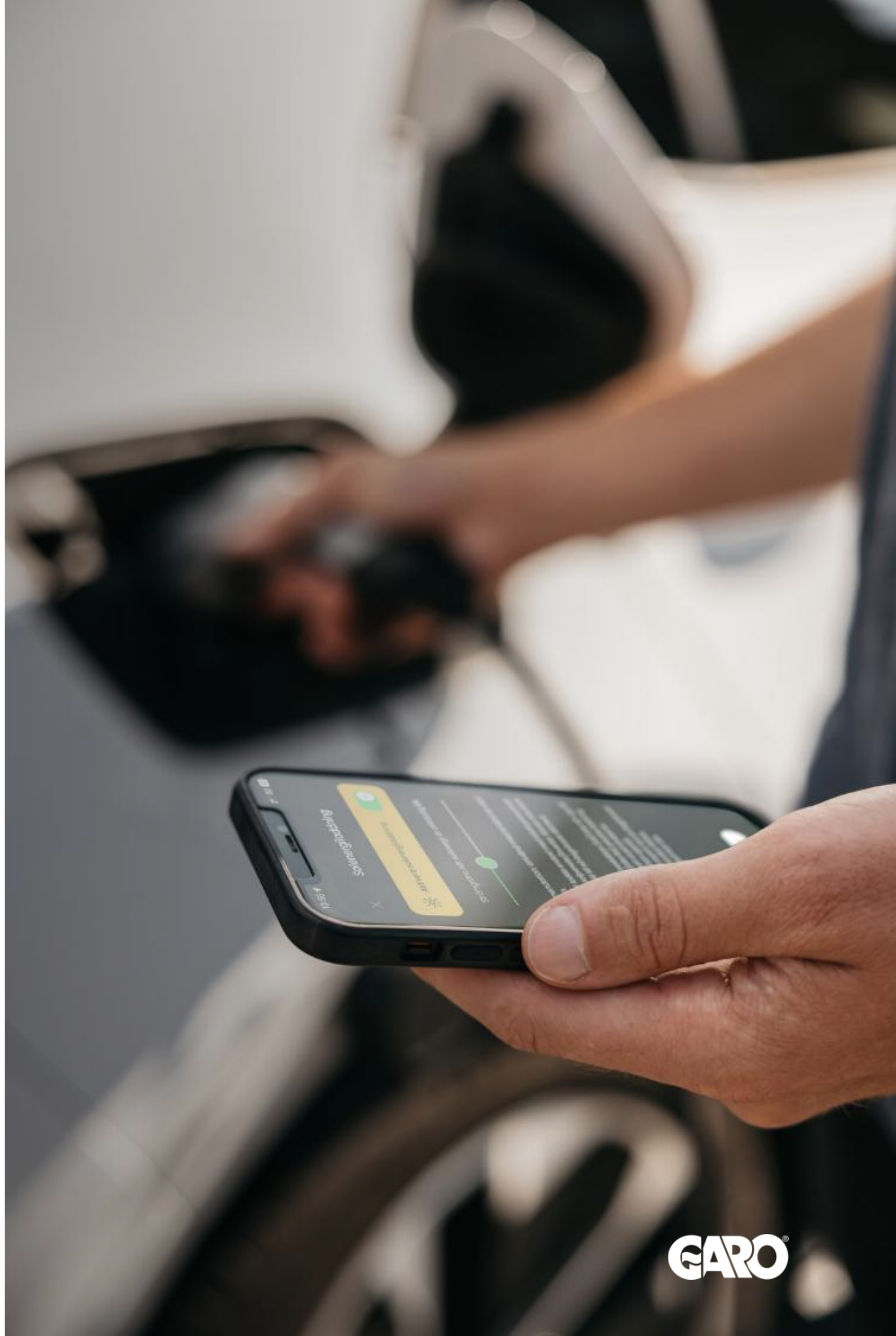
It is GARO's ambition to carry out a divestment within six to 12 months.

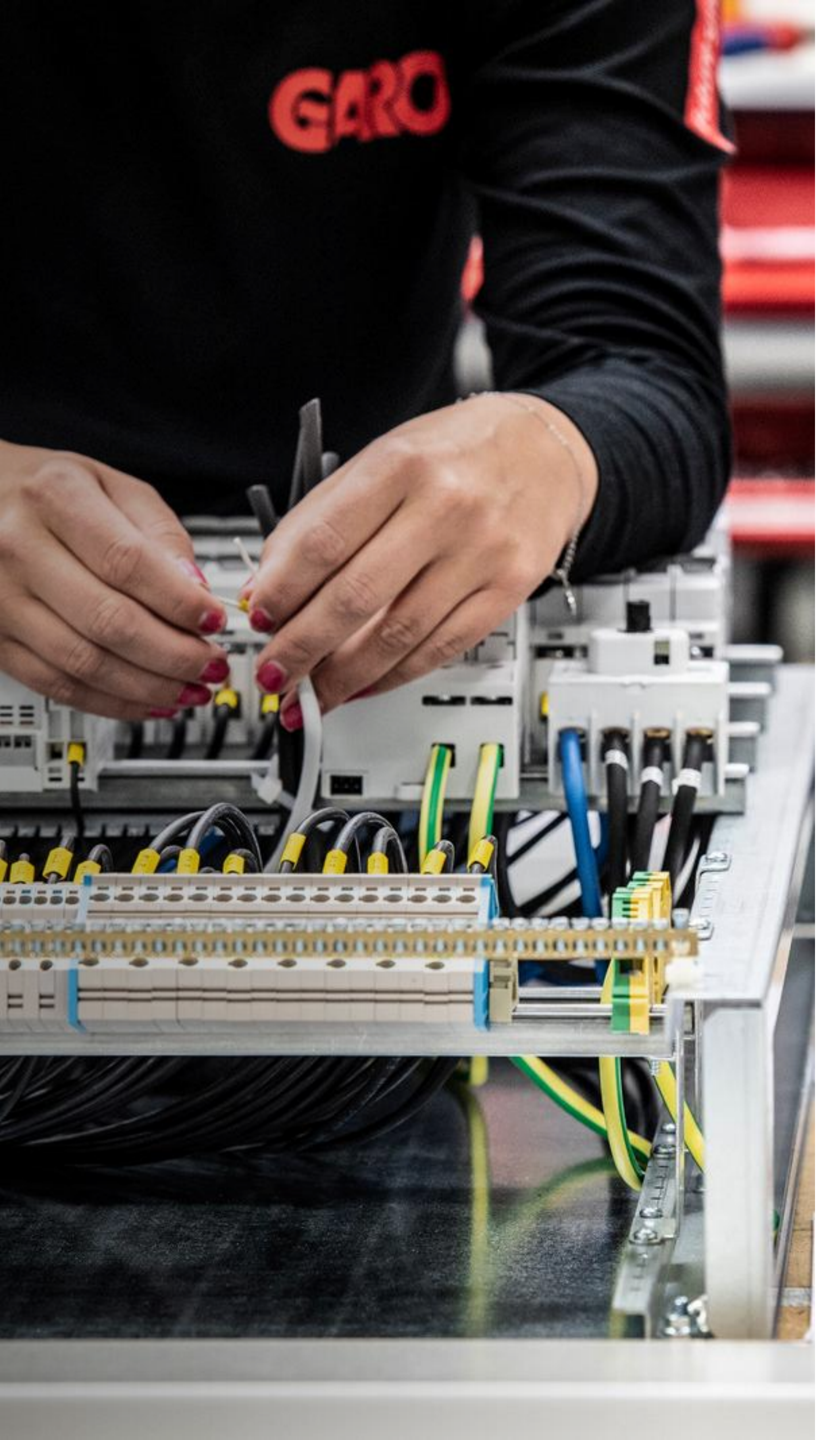
GARO previous had a small property in Gnosjö for sale. In light of the prevailing market conditions, it has proven difficult to sell the property in the municipality at the desired price. As such, GARO decided to take the property off the market in autumn 2025 and wait for a more favorable property market.

Amount in MSEK	Jun 30, 2026	Jun 30, 2025	Dec 31, 2025
EQUITY AND LIABILITIES			
Share capital	20.0	20.0	20.0
Other reserves	13.6	15.3	9.8
Other contributed capital	3.0	3.3	3.0
Other equity including net income for the period	459.2	505.6	496.6
Total equity	**495.8**	**544.2**	**529.4**
Long-term liabilities			
Liabilities to credit institutions	14.2	62.7	14.5
Lease liabilities	29.3	39.3	33.5
Other provisions	5.4	6.7	6.3
Deferred tax liabilities	0.3	0	0.3
Total long-term liabilities	**49.2**	**108.7**	**54.6**
Short-term liabilities			
Liabilities to credit institutions	158.9	169.5	193.7
Lease liabilities	14.6	16.0	15.1
Accounts payable	145.0	113.4	110.8
Other short-term liabilities	108.5	105.5	101.4
Total short-term liabilities	**427.0**	**404.3**	**421.0**
Liabilities directly attributable to assets for sale	**46.9**	**3.4**	**0.0**
TOTAL EQUITY AND LIABILITIES	**1,018.9**	**1,060.6**	**1,005.0**

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Equity attributable to shareholders in the Parent Company Amount in MSEK	**Share capital**	**Reserves**	**Other contributed capital**	**Retained earnings**	**Total equity**
Equity at January 1, 2025	**20.0**	**19.9**	**1.5**	**514.1**	**555.5**
Net loss for the period				-8.5	-8.5
Other contributed capital			1.8		1.8
Other comprehensive income for the period		-4.6		0	-4.6
Closing equity, June 30, 2025	**20.0**	**15.3**	**3.3**	**505.6**	**544.2**
Equity at January 1, 2026	**20.0**	**9.8**	**3.0**	**496.6**	**529.4**
Net loss for the period				-37.4	-37.4
Other contributed capital					
Other comprehensive income for the period		3.8			3.8
Closing equity, March 31, 2026	**20.0**	**13.6**	**3.0**	**459.2**	**495.8**





CONDENSED CONSOLIDATED CASH-FLOW STATEMENT

Amount in MSEK	Apr–Jun 2026	Apr–Jun 2025	Jan–Jun 2026	Jan–Jun 2025	R12	Jan–Dec 2025
Cash flow from operating activities						
EBIT	-23.5	1.0	-36.8	-1.5	-43.4	-8.1
Depreciation/amortization and impairment	12.8	13.3	25.8	26.9	52.7	53.8
Interest paid/received, income tax and adjustment for non-cash items	9.5	-14.0	4.5	-15.5	-4.7	-24.8
Cash flow from operating activities before changes in working capital	**-1.2**	**0.3**	**-6.5**	**9.9**	**4.6**	**20.9**
Change in working capital						
Increase(-)/decrease(+) in inventories	1.0	6.8	3.9	27.7	24.0	47.9
Increase(-)/decrease(+) in operating receivables	-14.8	-1.2	-29.2	-4.1	-9.5	15.6
Increase(+)/decrease(-) in operating liabilities	28.3	3.5	37.6	-23.6	34.7	-26.5
Cash flow from operating activities	**13.3**	**9.4**	**5.8**	**9.9**	**53.8**	**57.9**
Investing activities						
Investments in intangible assets	-5.0	-0.6	-9.4	-1.0	-12.9	-4.4
Investments in tangible assets	-3.2	0.0	-4,8	-3.7	-8.3	-7.2
Investments in subsidiaries	-1.5	0.0	-1,5	0.0	-1.5	0.0
Disposal of tangible assets	0.0	-2.2	0.0	0.0	0.0	0.0
Cash flow from investing activities	**-9.7**	**-2.8**	**-15.7**	**-4.7**	**-22.7**	**-11.6**
Financing activities						
Net borrowing/amortization of loans	-9.9	-8.6	7.3	-2.7	-19.5	-29.5
Amortization of lease liability	-4.2	-4.4	-8.2	-8.6	-16.4	-16.9
Warrant liquidity received	0	1.8	0	1.8	-0.3	1.5
Cash flow from financing activities	**-14.1**	**-11.2**	**-0.9**	**-9.5**	**-36.2**	**-44.9**
Cash flow for the period	**-10.5**	**-4.6**	**-10.8**	**-4.3**	**-5.1**	**1.4**
Currency effect in cash and cash equivalents	-0.1	-0.2	0.1	-1.0	0.2	-0.9
Cash and cash equivalents, start of the period	16.9	16.0	17.0	16.5	11.2	16.5
Cash and cash equivalents, end of the period	**6.3**	**11.2**	**6.3**	**11.2**	**6.3**	**17.0**

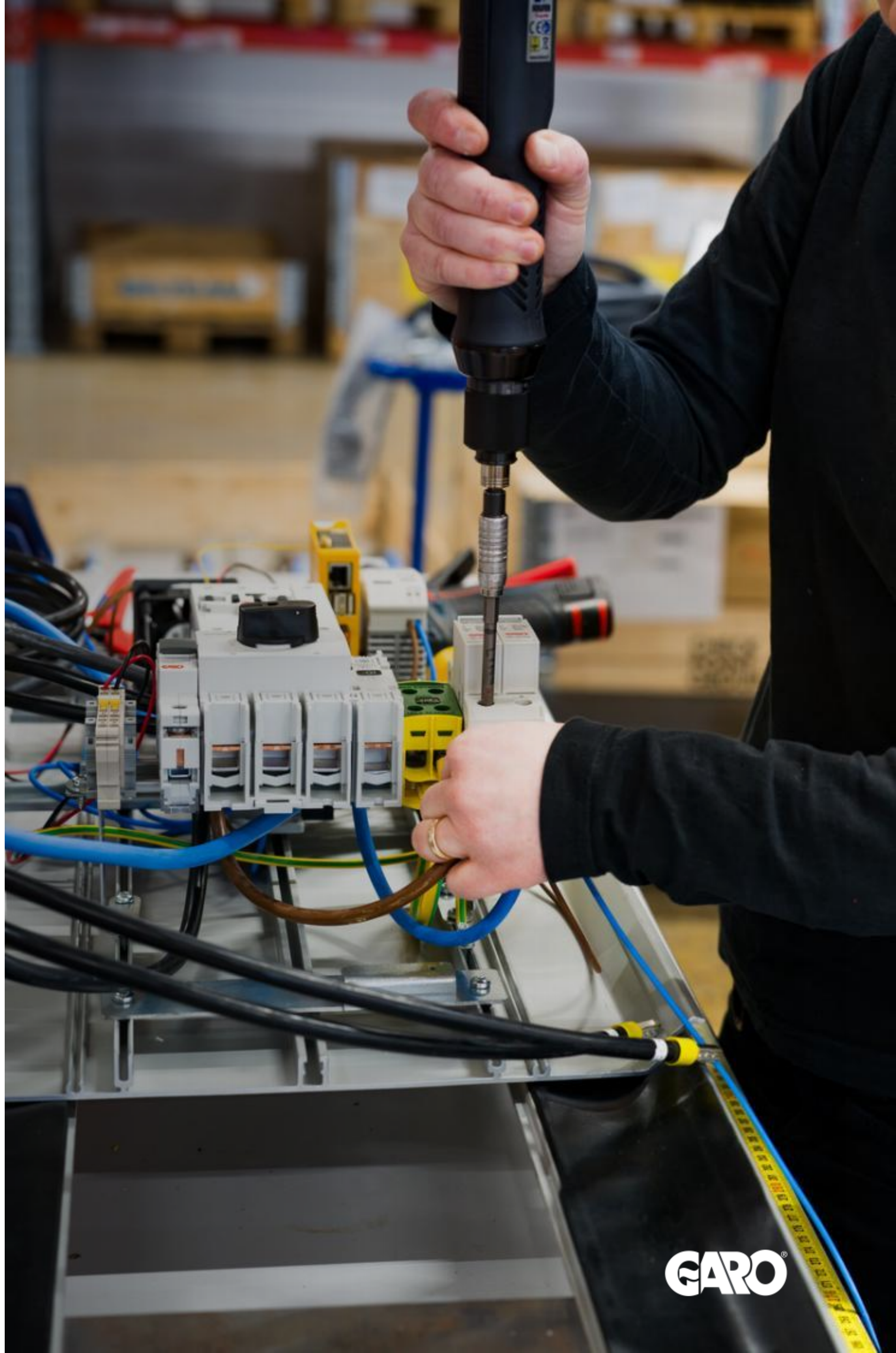
CONDENSED PARENT COMPANY INCOME STATEMENT

On May 1, 2026, GARO consolidated the operations of GARO Montage AB and GARO Elflex AB into the Parent Company, affecting comparability with the previous year. The Parent Company's operations now comprise all sales in the GARO Electrification business area, Group Management, Group-wide functions and the Group's finance function.

Net sales for the Parent Company in the second quarter amounted to MSEK 108.8 (93.3), of which MSEK 13.6 (11.6) comprised internal sales. EBIT for the quarter amounted to MSEK -2.8 (4.9).

Amount in MSEK	Apr–Jun 2026	Apr–Jun 2025	Jan–Jun 2026	Jan–Jun 2025	Jan–Dec 2025
Operating income					
Net sales	95.1	78.9	158.1	151.7	302.0
Other operating income	13.7	14.5	32.2	29.4	59.0
Total income	**108.8**	**93.3**	**190.3**	**181.2**	**361.0**
Operating expenses					
Raw materials and consumables	-56.8	-51.1	-95.1	-96.8	-187.6
Other external expenses	-21.1	-17.5	-40.9	-34.5	-73.8
Personnel expenses	-32.4	-18.7	-50.3	-39.3	-71.8
Depreciation/amortization of tangible and intangible assets	-1.3	-1.1	-2.1	-2.2	-4.1
EBIT	**-2.8**	**4.9**	**1.8**	**8.4**	**23.7**
Result from financial items					
Profit/loss from participations in Group companies	0.1	0.0	-0.2	-1.1	18.5
Net interest income and similar items	4.3	4.2	8.4	8.6	16.7
Net interest expenses and similar items	-0.3	-2.7	-1.4	-7.1	-12.0
Profit before tax	**1.3**	**6.4**	**8.6**	**9.6**	**46.9**
Appropriations	0.0	0.0	0.0	0.0	-70.5
Income tax	-0.3	-1.3	-1.8	-2.0	9.0
Net income	**1.0**	**5.1**	**6.8**	**7.6**	**-14.6**

The Parent Company does not have any items recognized as other comprehensive income which is why total comprehensive income corresponds to net income.



CONDENSED PARENT COMPANY BALANCE SHEET

Amount in MSEK	Jun 30, 2026	Jun 30, 2025	Dec 31, 2025
ASSETS			
Fixed assets			
Intangible assets	17.1	3.1	3.3
Tangible assets	15.2	18.5	20.4
Participations in Group companies	102.0	101.9	101.2
Other financial assets	92.2	85.1	88.0
Total fixed assets	**227.0**	**208.6**	**212.9**
Current assets			
Inventories	66.1	27.7	25.3
Accounts receivable	96.4	65.9	64.4
Other receivables	294.3	326.1	341.0
Cash and bank balances	0.0	0.4	0.0
Total current assets	**456.8**	**420.1**	**430.8**
TOTAL ASSETS	**683.8**	**628.8**	**643.7**
EQUITY AND LIABILITIES			
Share capital	20.0	20.0	20.0
Fund for internal development expenses	3.2	2.2	3.2
Statutory reserve	2.6	2.6	2.6
Non-restricted equity including net income for the period	279.2	295.9	272.4
Total equity	**305.0**	**320.7**	**298.2**
Provisions	**1.0**	**1.1**	**1.0**
Long-term liabilities			
Liabilities to credit institutions	9.3	12.1	9.7
Total long-term liabilities	**9.3**	**12.1**	**9.7**
Short-term liabilities			
Short-term interest-bearing liabilities	156.4	167.1	143.1
Short-term non-interest-bearing liabilities	212.1	127.9	191.8
Total short-term liabilities	**368.5**	**295.0**	**334.9**
TOTAL EQUITY AND LIABILITIES	**683.8**	**628.8**	**643.7**

The Parent Company does not have any items recognized as other comprehensive income which is why total comprehensive income corresponds to net income.

SALES AND EBIT BY BUSINESS AREA

	GARO Electrification		GARO E-mobility		Elimination		Group	
Business area information	**Q2 2026**	**Q2 2025**	**Q2 2026**	**Q2 2025**	**Q2 2026**	**Q2 2025**	**Q2 2026**	**Q2 2025**
Income								
Total external income	261.4	268.1	87.5	103.5	-76.6	-105.2	272.3	266.5
Total internal income	-45.6	-62.1	-31.0	-43.0	76.6	105.2	0	0.0
Income from contracts with customers	**215.8**	**206.0**	**56.5**	**60.5**	**0.0**	**0.0**	**272.3**	**266.5**
EBIT	**6.2**	**15.2**	**-29.7**	**-14.2**	**0**	**0**	**-23.5**	**1.0**
Net financial expenses							-1.8	-10.0
Income tax							5.0	0.4
Net income							**-20.3**	**-8.6**

REVENUE PER CUSTOMER'S GEOGRAPHIC LOCATION (JANUARY–JUNE)

Business Area	**GARO Electrification**			**GARO E-mobility**			**Total**		
	2026	**2025**	**growth, %**	**2026**	**2025**	**growth, %**	**2026**	**2025**	**growth, %**
Sweden	209.8	216.0	-3	40.5	48.6	-17	250.3	264.6	-5
Nordic region excl. Sweden	55.0	54.8	0	27.0	31.4	-14	82.0	86.2	-5
Europe excl. Nordic region	152.1	139.4	9	34.0	41.1	-17	186.1	180.5	3
Total	**417.0**	**410.2**	**2**	**101.5**	**121.1**	**-16**	**518.5**	**531.3**	**-2**

BUSINESS AREAS

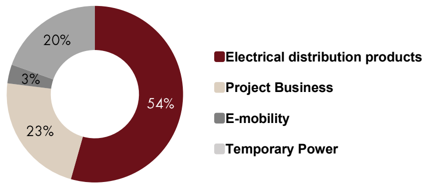
GARO divides its operations into two business areas and segments: GARO Electrification and GARO E-mobility.

QUARTERLY FIGURES

External sales per business area	**Q2 2026**	**Q1 2026**	**Q4 2025**	**Q3 2025**	**Q2 2025**	**Q1 2025**	**Q4 2024**	**Q3 2024**	**Q2 2024**	**Q1 2024**	**Q4 2023**	**Q3 2023**
GARO E-mobility	56.5	45.1	49.0	54.5	60.5	60.6	62.0	70.0	84.4	84.3	93.9	94.6
GARO Electrification	215.8	201.1	212.0	196.7	206.0	204.2	221.8	199.4	221.9	208.2	217.3	209.6
Total Group	**272.3**	**246.2**	**261.0**	**251.3**	**266.5**	**264.8**	**283.8**	**269.4**	**306.3**	**292.5**	**311.2**	**304.2**

EBIT per business area	**Q2 2026**	**Q1 2026**	**Q4 2025**	**Q3 2025**	**Q2 2025**	**Q1 2025**	**Q4 2024**	**Q3 2024**	**Q2 2024**	**Q1 2024**	**Q4 2023**	**Q3 2023**
GARO E-mobility	-29.7	10.7	-21.2	-22.3	-14.2	-17.0	-22.8	-59.4	-24.7	-23.6	-33.0	-15.3
GARO Electrification	6.2	-24.0	16.5	20.7	15.2	14.5	26.1	11.4	20.4	16.9	32.9	20.6
Total Group	**-23.5**	**-13.3**	**-4.9**	**-1.6**	**1.0**	**-2.5**	**3.3**	**-48.0**	**-4.3**	**-6.7**	**-0.1**	**5.3**

ALLOCATION OF NET SALES PER PRODUCT AREA, January–June 2026



	Jan–Jun 2026	**Jan–Jun 2025**	**growth, %**
Electrical distribution products	282.0	276.0	2
Project Business	117.1	116.9	0
Temporary Power	17.9	17.2	4
E-mobility	101.5	121.1	-16
Total	518.5	531.2	-2

GARO GROUP MULTI-YEAR OVERVIEW*

		Apr–Jun 2026	Apr–Jun 2025	Jan–Jun 2026	Jan–Jun 2025	R12	2025	2024	2023	2022	2021	2020
Net sales	MSEK	272.3	266.5	518.5	531.2	1,030.8	1,043.5	1,152.0	1,369.9	1,390.5	1,295.8	1,039.8
Growth	%	2	-13	-2	-11	-5	-9	-16	-1	7	25	3
EBITDA	MSEK	-10.7	14.3	-11.1	25.3	9.4	45.8	0.6	99.6	188.8	243.0	163.2
EBITDA margin	%	-3.9	5.4	-2.1	4.8	0.9	4.4	0.0	7.3	13.6	18.8	15.7
EBIT	MSEK	-23.5	1.0	-36.8	-1.5	-43.4	-8.1	-55.6	51.1	152.8	207.2	136.2
EBIT margin	%	-8.6	0.4	-7.1	-0.3	-4.2	-0.8	-4.8	3.7	11.0	16.0	13.1
Earnings per share, before and after dilution	SEK	-0.41	-0.17	-0.75	-0.17	-0.70	-0.35	-1.20	0.63	2.41	3.33	1.91
Equity per share	SEK	9.92	10.88	9.92	10.88	9.92	10.59	11.11	12.19	12.28	11.03	8.61
Dividend per share	SEK	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0.80	1.40	0.95
Dividend	MSEK	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	40.0	70.0	47.5
Closing rate, share	SEK	11.24	20.0	11.24	20.0	11.24	17.12	23.10	43.52	108.6	216.0	127.0
Return on equity	%	-8.9	-9.1	-8.9	-9.1	-8.9	-3.2	-10.3	5.1	20.7	34.0	24.7
Return on capital employed**	%	-5.7	-5.6	-5.7	-5.6	-5.7	-1.0	-6.6	6.1	19.9	37.8	30.6
Investments	MSEK	8.2	2.8	14.3	4.7	21.2	11.6	19.6	108.2	120.1	45.3	45.3
Depreciation	MSEK	12.8	13.3	25.8	26.9	52.7	53.8	56.2	48.6	36.0	35.8	26.9
Equity ratio	%	48.7	51.4	48.7	51.4	48.7	52.7	50.0	50.9	53.2	58.9	57.9
Net debt	MSEK	257.6	279.6	257.6	279.6	257.6	239.8	285.1	222.1	143.7	-9.4	11.3
Net debt/EBITDA	multiple	27.5	34.7	27.5	34.7	27.5	5.2	497.1	2.2	0.8	0.0	0.1
Number of employees		346	389	346	389	367	373	406	478	521	498	412

*For definitions, see pages 20-22

** The definition of capital employed has been adjusted and the comparative years have been restated accordingly

Key figures and definitions

The performance measures in this report take into account the nature of the operations and are deemed to provide relevant information to shareholders and other stakeholders and also enable comparability with other companies.

EBIT: Earnings before interest and tax

EBIT margin, %: EBIT as a percentage of net sales for the period

Operating EBIT: Earnings before interest and tax adjusted for non-recurring items

Operating EBIT margin, %: Operating EBIT as a percentage of net sales for the period

Operating expenses: The total of selling expenses, administrative costs, other operating income, other operating expenses, excluding amortization and impairment of acquired intangible assets

Earnings per share, before and after dilution, SEK: Net income for the period divided by the average number of shares at the end of the period

Equity per share, SEK: Equity divided by the number of shares at the end of the period

Return on equity, %: Net income for the past 12 months divided by average equity

Return on capital employed, %: EBIT for the past 12 months divided by capital employed

Equity ratio, %: Equity as a percentage of total assets

Capital employed, SEK: Total assets less short-term non-interest-bearing liabilities adjusted for cash and bank balances

Net debt/EBITDA, multiple: Net debt at the end of the period as a percentage of EBITDA for the past 12 months

Number of employees: The number of employees in the Group including contracted staff but excluding persons dismissed and exempted from work

Alternative performance measures

GARO uses certain financial measures – alternative performance measures – that are not defined in the rules for financial reporting that GARO applies. The goal of these performance measures is to create a better understanding of how the operations are performing. Investors should view these financial measures as a supplement rather than a replacement of financial reporting in accordance with IFRS. It must be stressed that these alternative performance measures, as defined, are not entirely comparable with performance measures of the same name used by other companies.

EBIT and EBITDA before and after adjustment of non-recurring costs (operating EBIT).

In second quarater 2026 GARO recognized costs of MSEK 6.4 pertaining to persons dismissed and exempted from work as well as impairment of inventories connected to the change of business systems.

Amount in MSEK	Apr–Jun 2026	%	Apr–Jun 2025	%	Jan–Jun 2026	%	Jan–Jun 2025	%
EBITDA	-10.7	-3.9	14.3	5.4	-11.1	-2.1	25.3	4.8
Non-recurring costs	+4.3		0		+4.3		+2.9	
Impairment of inventories and development expenditure	+2.1		0		+2.1		0	
Operating EBITDA	**-4.3**	**-1.6**	**14.3**	**5.4**	**-4.7**	**-0.9**	**28.2**	**5.3**

Amount in MSEK	Apr–Jun 2026	%	Apr–Jun 2025		Jan–Jun 2026	%	Jan–Jun 2025	%
EBIT	-23.5	-8.6	1.0	0.4	-36.8	-7.1	-1.5	-0.3
Non-recurring costs	+4.3		0		+4.3		+2.9	
Impairment of inventories and development expenditure	+2.1		0		+2.1		0	
Operating EBIT	**-17.1**	**-6.3**	**1.0**	**0.4**	**-30.4**	**-5.9**	**1.4**	**0.3**

Organic growth: Organic growth with adjustments for currency effects from operations in currencies other than SEK. This performance measure is expressed as a percentage of the preceding period's net sales.

Change in net sales	Apr – Jun 2026 (MSEK)	Apr–Jun 2026 (%)
Preceding quarter/year	266.5	3
Organic sales/growth	8.9	3
Currency effects	-3.1	-1
Net sales from acquisitions	0	
Recognized growth	**5.8**	**2**

EBITDA: A measure of EBIT before interest, taxes, depreciation, and amortization.

EBITDA margin, %: EBITDA as a percentage of net sales for the period.

Amount in MSEK	Apr–Jun 2026	Apr–Jun 2025
Recognized EBIT	-23.5	1.0
Reversal of depreciation/amortization	12.8	13.3
EBITDA	**.10,7**	**14.3**

Net debt: Net debt is defined by how large financial borrowings are in the company in absolute terms less cash and cash equivalents. The performance measure is defined as interest-bearing liabilities, lease liabilities in accordance with IFRS 16, less interest-bearing assets including cash and cash equivalents.

This measure is used by Group Management to monitor and analyze the debt trend in the Group and evaluate the Group's refinancing requirements.

Amount in MSEK	Jan–Jun 2026	Jan–Jun 2025
Non-current interest-bearing liabilities	61.1	66.1
Short-term interest-bearing liabilities	158.9	169.5
Lease liability as defined under IFRS 16	43.9	55.3
Less cash and cash equivalents	-6.3	-11.2
Net debt	**257.6**	**279.6**
Net debt in relation to total assets (%)	**25.3**	**26.4**

Net debt excluding IFRS 16: Interest-bearing liabilities excluding lease liabilities in accordance with IFRS 16, less interest-bearing assets including cash and cash equivalents

This measure is used by Group Management to monitor and analyze the debt trend in the Group and evaluate the Group's refinancing requirements.

Amount in MSEK	Jan–Jun 2026	Jan–Jun 2025
Non-current interest-bearing liabilities	61.1	66.1
Short-term interest-bearing liabilities	158.9	169.5
Lease liability as defined under IFRS 16	43.9	55.3
Less cash and cash equivalents	-6.3	-11.2
Reversal of Lease liability as defined under IFRS 16	-43.9	-55.3
Net debt excluding IFRS 16	**213.7**	**224.4**

Working capital: GARO's working capital comprises a major part of the value in the balance sheet for which the performance measure is defined as the total of current assets less cash and cash equivalents less short-term non-interest-bearing liabilities, all calculated at the end of the period.

The measure is used by management to optimize the Group's cash generation.

Amount in MSEK	Jan–Jun 2026	Jan–Jun 2025
Current assets	634.3	661.1
Less cash and cash equivalents	-6.3	-11.2
Less short-term non-interest-bearing liabilities	-253.5	-218.9
Working capital on balance-sheet date	**374.5**	**431.0**
Working capital in relation to sales (R12), %	**36.4**	**39.7**

R12: A summary of the outcome of the past 12 months

Number of employees: The number of employees at the end of the period excluding persons dismissed and exempted from work

Earnings per share: None of the Group's outstanding warrant programs are expected to result in material future dilution.

Return on capital employed: This performance measure is defined as EBIT for the past 12 months divided by capital employed, all calculated at the end of the period.

This measure is used by management to gauge how effectively GARO uses its capital to generate profit and to assess long-term profitability and efficiency.

Amount in MSEK	Jan–Jun 2026	Jan–Jun 2025
EBIT for the past 12 months	-43.4	-46.2
Capital employed at the end of the period	757.8	829.3
Return on capital employed, %	**-5.7**	**-5.6**

Return on equity: This performance measurement is defined as net income for the past 12 months divided by average equity, all calculated at the end of the period.

The measure is used to assess the profitability and efficiency of the operations, and whether GARO can be considered a favorable investment for its owners compared with other alternatives.

Amount in MSEK	Jan–Jun 2026	Jan–Jun 2025
Net income for the past 12 months	-46.5	-51.9
Equity at the beginning of the period	544.2	555.5
Equity at the end of the period	495.8	544.2
Average equity	520.0	549.9
Return on equity, %	**-8.9**	**-9.1**

Economic information

INVITATION TO PRESENTATION FOR THE PRESS AND ANALYSTS

On August 14, 2026, at 9:30 a.m. (CEST), President and CEO Tobias Byfeldt and CFO Helena Claesson will present the report and respond to questions in a teleconference.

Telephone numbers:

Sweden:	+46 10 884 80 16
International:	Global Dial-In Numbers
ID number (access code):	67 18 16

The presentation used during this teleconference can be downloaded at www.garogroup.se, under Investor Relations. A recording of the teleconference will be available on the company’s website afterwards.

FOR MORE INFORMATION, PLEASE CONTACT:

Tobias Byfeldt, President and CEO:	+46 70 161 17 00
Helena Claesson, CFO:	+46 70 676 07 50

FINANCIAL CALENDAR

- Third quarter of 2026 November 13, 2026

FORWARD-LOOKING INFORMATION

Certain statements in this report are forward-looking and the actual outcome may be significantly different. In addition to the specifically mentioned factors, other factors may have a material impact on the actual outcome. Such factors include, but are not limited to, the general economic climate, exchange-rate fluctuations and changes in interest rates, political developments, the impact of competing products and the prices of such products, difficulties associated with product development and commercialization, technical problems, interruptions to the access to raw materials and credit losses attributable to major customers.

GARO IN BRIEF

GARO develops and manufactures innovative products and solutions within electricity and E-mobility. GARO targets both professionals and end users. GARO’s brand is your guarantee for electrical safety, user-friendliness and sustainability. GARO was founded in 1939 in Gnosjö, in Småland, in southern Sweden where a distinct entrepreneurial spirit originates from and where GARO's head office remains. Today, GARO is an international Group with operations in several countries. The foundation of GARO’s work is all of the knowledge and experience that the Group has collected since 1939 until today.

This information is such information that GARO AB is obligated to publish in accordance with the EU Market Abuse Regulation and the Swedish Securities Market Act. The information was published by the abovementioned contact persons on August 14, 2026, at 8:30 a.m. (CEST).