

Interim Report January–September 2026

GARO Electrification reports growth and improved profitability

GARO Electrification reports growth and improved profitability – GARO Entity product family to be discontinued

JULY–SEPEPTEMBER 2026

- Net sales amounted to MSEK 265.9 (251.3).
- Net sales increased 6% (-7).
- Operating EBIT amounted to MSEK 9.9 (2.5).
- Operating EBIT margin amounted to 3.8% (1.0).
- Non-recurring impairment of MSEK 111,3 was charged to EBIT.
- EBIT amounted to MSEK -105.8 (-1.6).
- Cash flow from operating activities amounted to MSEK -10.8 (11.0).
- Net income was MSEK -100.0 (-4.5).
- Earnings per share[2] amounted to SEK -2.0 (-0.09).

JANUARY–SEPTEMBER 2026

- Net sales amounted to MSEK 784.4 (782.5).
- Net sales increased 0% (-10).
- Operating EBIT amounted to MSEK -20.5 (3.8).
- Operating EBIT margin amounted to -2.6% (0.5).
- Non-recurring impairment of MSEK 111,3 was charged to EBIT.
- EBIT amounted to MSEK –142.6 (-3.1).
- Cash flow from operating activities amounted to MSEK -5.0 (20.7).
- Net income was MSEK -137.6 (-13.0).
- Earnings per share amounted to SEK -2.75 (-0.26).

SIGNIFICANT EVENTS DURING AND AFTER THE QUARTER

- In July, Tobias Byfeldt acquired 400,000 warrants in GARO.
- In October, GARO decided to discontinue the GARO Entity product family and intensify focus on Electrification (see separate press release).
- GARO is relocating production from Poland to Gnosjö/Hillerstorp to consolidate and streamline operations, with the goal of being complete by December 2026 (see the separate press release).
- Non-cash impairment of MSEK 111,3 pertaining to the decision to discontinue the GARO Entity product family.

1) For definitions, see page 21-24
2) Before and after dilution

GARO Electrification reports growth and improved profitability – GARO Entity product family to be discontinued

GARO GROUP[1]	Jul–Sep 2026	Jul–Sep 2025	+/- %	Jan–Sep 2026	Jan–Sep 2025	R12	Jan–Dec 2025
Net sales, MSEK	265.9	251.3	6	784.4	782.5	1,045.4	1,043.5
Operating EBITDA, MSEK	23.4	15.8		18.7	44.1	27.4	52.8
Operating EBITDA margin, %	8.8	6.3		2.4	5.6	2.6	5.1
Operating EBIT, MSEK	9.9	2.5		-20.5	3.8	-25.4	-1.1
Operating EBIT margin, %	3.8	1.0		-2.6	0.5	-2.4	-0.1
EBIT, MSEK	-105.8	-1.6		-142.6	-3.1	-147.5	-8.1
Net income, MSEK	-100.0	-4.5		-137.6	-13.0	-142.2	-17.5
Earnings per share[2], (SEK)	-2.0	-0.09		-2.75	-0.26	-2.84	-0.35
Cash flow from operating activities, MSEK	-10.8	11.0		-5.0	20.7	32.0	57.9
Depreciation, MSEK	13.5	13.4		39.2	40.2	52.8	53.8
Investments, MSEK	1.6	1.6		15.5	6.3	20.8	11.6
Equity ratio, %	43.1	51.5		43.1	51.5	43.1	52.7
Equity per share, SEK	8.00	10.78		8.00	10.78	8.00	10.59
Return on equity, %	-30.6	-2.6		-30.6	-2.6	-30.6	-3.2
Return on capital employed, %	-21.8	0.0		-21.8	0.0	-21.8	-1.0
Net debt (+) / net cash position (-), MSEK	271.1	269.9		271.1	269.9	271.1	239.8
Net debt (+) / net cash position (-) excl. IFRS 16, MSEK	229.4	217.8		229.4	217.8	229.4	191.2
Number of employees	337	374		337	374	358	373

1) For definitions, see page 21-24.
2) Before and after dilution

CEO TOBIAS BYFELDT COMMENTS ON THE QUARTER

GARO Electrification reports growth and improved profitability – GARO Entity product family to be discontinued

The Group's sales for the third quarter amounted to MSEK 266 (251), corresponding to growth of 6% for the quarter, which similar to the previous quarter was primarily attributable to our companies in Ireland and the UK.

Operating EBIT for the quarter amounted to MSEK 9.9 (2.5), yielding an operating EBIT margin of 3.8% (1.0). The improved profitability for the quarter was due to higher sales and the effects of the implemented savings program and overall cost control.

The Group's EBIT the third quarter amounted to MSEK -105.8 (-1.6). During the quarter, we recognized non-cash impairment of MSEK 111,3 pertaining to the decision to discontinue the GARO Entity product family. Impairments are fully recognized in the GARO E-mobility business area and are related to the remaining capitalized development expenditure, inventory and other assets associated with the product family as well as goodwill. Earnings were also charged with non-recurring costs of approximately MSEK 4, such as severance pay and other costs associated with relocating our production from Poland to Sweden.

GARO ELECTRIFICATION

The business area delivered sales growth of 10% during the quarter, generating MSEK 217 (197) in sales. GARO Electrification represents the company's core operations, accounts for approximately 80% of sales and serves as the foundation of our operations. Profitability in this business area improved during the quarter, proof that the measures taken have had the intended effect. This creates good conditions for a positive performance going forward.

GARO continued to strengthen its market position during the quarter. The first cable cabinet projects in Infrastructure were put into operation in an electricity grid environment and received very positive feedback. Through our sales company in Norway, we have also made deliveries to Tydal Data Center, where the continued expansion of AI-driven data centers in the Nordic region is creating attractive business opportunities and strengthening GARO's market position in the segment. The growing establishment of data centers is also creating new business opportunities in Sweden for us, in addition to several projects with very good potential we are already involved with through our sales company in Ireland.

Overall, customer activity was strong during the quarter, with greater market impact in several strategically important areas.

DISCONTINUATION OF THE GARO ENTITY PRODUCT FAMILY

Following a strategic review of its E-mobility business area, GARO decided at the beginning of October to phase out sales of the GARO Entity vehicle charger. The phase-out process will take six to nine months. The decision was made after careful consideration. The development in GARO Entity involved a high level of commitment and effort from many employees. At the same time, a proprietary charging platform requires significant investments to remain competitive and retain its market position.
Given this, the discontinuation was deemed necessary to create conditions for profitability in the company's core operations. The decision will allow for a greater focus on operations with better potential for future growth and profitability. Now we are shifting our focus from strategy to implementation.

As a result of this decision, notice of termination of employment was given to all employees of the Swedish company GARO E-mobility AB at the beginning of October. Employees at the company's foreign subsidiaries were also impacted by the discontinuation.

NEW PRODUCTION STRUCTURE

The relocation of production from Poland to Sweden is proceeding according to the established timeline. When the move is complete, it will lead to higher efficiency, greater competitiveness and better conditions for profitable growth. The target end date for the fully completed relocation remains December 2026. As a part of the restructuring, our production facility in Poland was listed for sale in August. Interest so far has been positive, with several parties involved in the process, and the process of divesting the property is going according to plan.

MARKET CONDITIONS

Electrification in our society is continuing at the same level of intensity, creating needs for investment in infrastructure as well as data centers, the defense industry, public charging, the energy transition and the renovation of the existing building stock. These are markets where GARO has a strong product offering and an established brand. Given the continued stability of demand for products and solutions for electrification and energy efficiency, GARO is optimistic about the future.

Tobias Byfeldt,
President and CEO

Earnings

NET SALES
Net sales for the third quarter amounted to MSEK 265.9 (251.3), which corresponds to growth of 6% compared with the year-earlier quarter. Sales in GARO Electrification amounted to MSEK 216.8 (196.7), up 10%. Sales in GARO E-mobility amounted to MSEK 49.1 (54.5).

Net sales for the January to September 2026 period amounted to MSEK 784.4 (782,5), which is in line with the year-earlier period.

EBIT
Operating EBIT for the third quarter amounted to MSEK 9.9 (2.5). The improved profitability for the quarter was due to higher sales and the effects of the implemented savings program and other cost control.

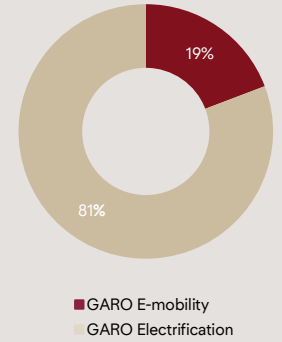
EBIT for the third quarter amounted to MSEK -105.8 (-1.6), including non-cash impairment totaling MSEK 111.3 charged to the quarter for GARO, related entirely to the decision to discontinue GARO Entity. The impairments are related to capitalized development expenditure, inventory and other assets associated with the product family as well as goodwill. Earnings for the quarter were also charged with approximately MSEK 4 due to relocating production from Poland to Sweden. Those costs were non-recurring and are part of efforts to create a more efficient and competitive production structure.

The process of analyzing the remaining inventory within the GARO Entity product family, as well as the obligations arising from previously signed agreements, is ongoing. Based on the current assessment, additional inventory impairments may arise during the fourth quarter, under the framework of the previously announced MSEK 150, after a complete review has been conducted of contractual agreements, material needs and opportunities to divest or use remaining inventory. This activity is a direct consequence of discontinuing GARO Entity.

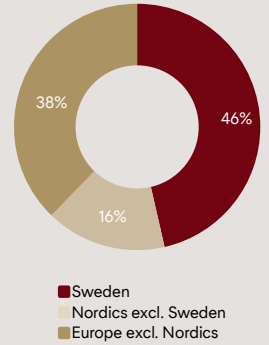
FINANCIAL ITEMS
The Group's net financial items amounted to MSEK -4.8 (-3.9) for the third quarter and included currency effects from loans and hedging. Net interest income for the third quarter amounted to MSEK -2.5 (-1.5). The Group's net financial items for the January to September 2026 period amounted to MSEK -12.9 (-12.0).

TAX
Net income amounted to MSEK -100.0 (-4.5) for the quarter, and earnings per share (before and after dilution) to MSEK –2.0 (-0.09). Tax assets recognized for the quarter amounted to MSEK 11.1 (2.5). Tax assets recognized for the January to September period amounted to MSEK 22.3 (7.3).

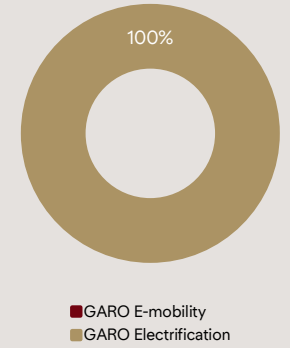
ALLOCATION OF NET SALES
by business area, Jan–Sep 2026



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



ALLOCATION OF EBIT
by business area, Jan–Sep 2026



CASH FLOW

As a result of seasonal variation, GARO's cash flow is typically weaker during the third quarter, followed by strong cash flow during the fourth quarter and the first quarter of the next year.

Cash flow from operating activities before changes in working capital for the quarter amounted to MSEK 12.1 (5.1). Cash flow from operating activities after changes in working capital for the quarter amounted to MSEK -10.8 (11.0).

Capital tied-up in inventories for the quarter decreased net MSEK 5, excluding impairment, with cash flow for the quarter attributable to this together with general changes to accounts receivable and accounts payable. GARO is adapting its supplier structure as part of its strategic development work. The transition to new suppliers involves a limited need for advance payments. GARO is also currently building security stocks in Poland in order to maintain a high delivery capacity to customers while production of various product groups is being relocated to Sweden.

INVESTMENTS

Investments for the quarter amounted to net MSEK 1.6 (1.6), of which the entire amount was attributable to product development (0.6).

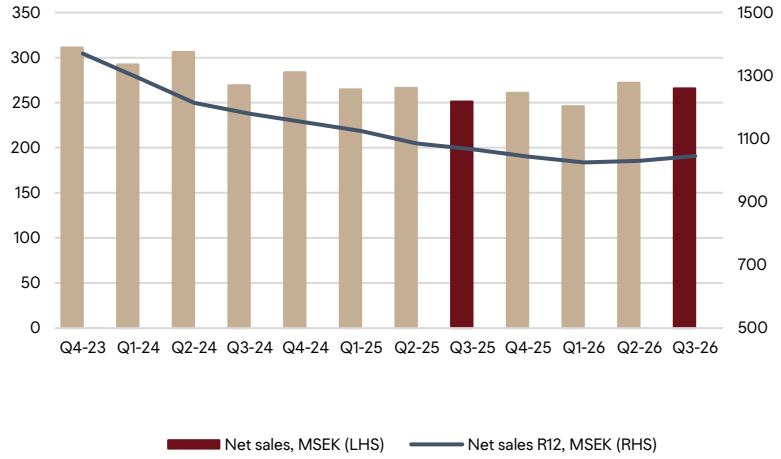
During the quarter, right-of-use assets (leases and rental contracts) decreased MSEK 2.2 (3.7).

LIQUIDITY AND FINANCIAL POSITION

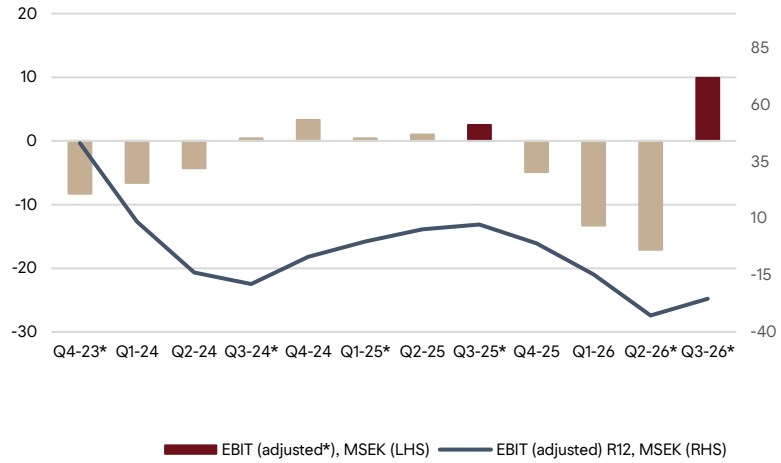
The Group's net debt at the end of the period amounted to MSEK 271.1 (269.9). The Group's net debt excluding lease liabilities, which is to say effects of IFRS 16, amounted to MSEK 229.4 (217.8).

Available liquidity in the Group, including unutilized overdraft facilities, amounted to MSEK 33.3 (49.5) and the equity ratio was 43.1% (51.5).

NET SALES, GROUP



OPERATING EBIT, GROUP



THE GARO SHARE AND PERFORMANCE MEASURES

Earnings per share (before and after dilution) amounted to SEK -2.0 (-0.09). 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 September 30, 2026, the share price closed at SEK 10.98 (18.18).

In conjunction with the 2026 AGM, a resolution was passed to carry out a directed share issue of a total of 500,000 warrants for senior executives. The program has a three-year term and is expected to contribute to achieving GARO's long-term business plan, strategy and financial targets. During the third quarter, the President and CEO subscribed for 400,000 warrants.

EVENTS AFTER THE END OF THE QUARTER

On October 1, GARO decided to discontinue the GARO Entity product family. As a result of this decision, notice of termination of employment was given to all employees of the Swedish company GARO E-mobility AB.

Apart from this, up until the publication of this report, no other significant events or conditions have occurred, favorable or unfavorable, that would require further disclosures.

NOMINATION COMMITTEE APPOINTED

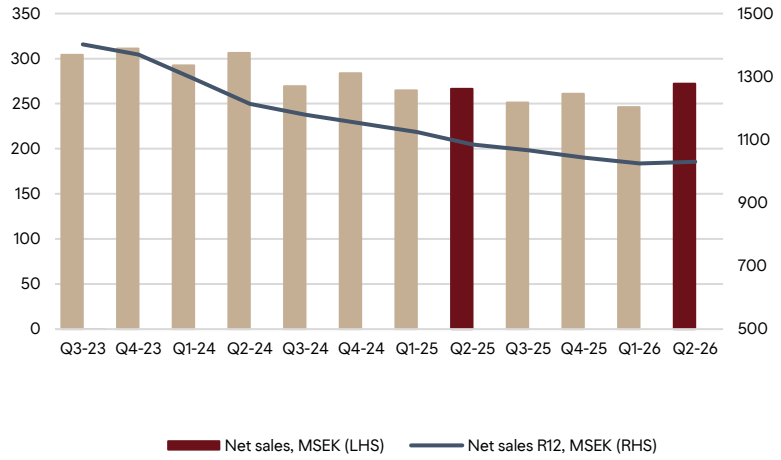
The Nomination Committee for the 2027 Annual General Meeting comprises; Niklas Bogefors, appointed by Anna Blomqvist; Tomas Risbecker, appointed by Svolder AB; Rickard Blomqvist, appointed by Volador AB; and Axel Barnekow Widmark in his capacity as Chairman of GARO AB.

Niklas Bogefors has been appointed as Chairman of the Nomination Committee.

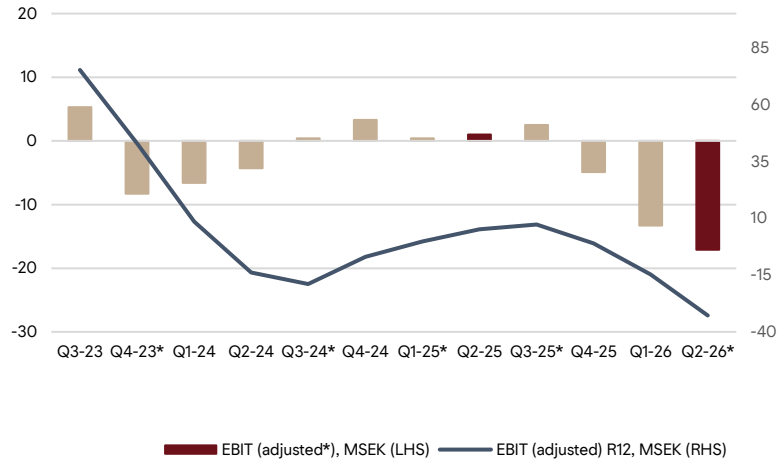
ANNUAL GENERAL MEETING

The 2027 Annual General Meeting will take place on May 13, 2027 in Hillerstorp, Sweden. Please visit www.garogroup.se for more information.

NET SALES, GROUP



OPERATING EBIT, GROUP

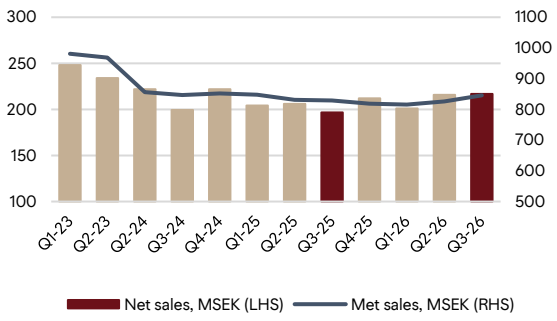


GARO Electrification business area

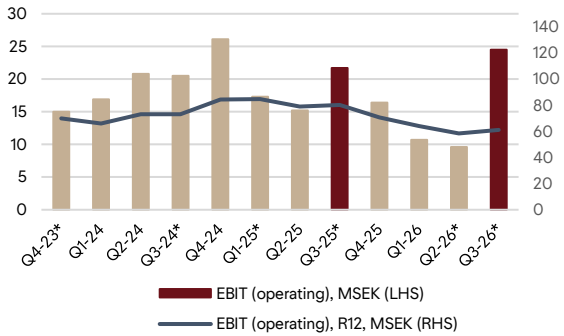
GARO ELECTRIFICATION KEY FIGURES		Jul–Sep 2026	Jul–Sep 2025	Jan–Sep 2026	Jan–Sep 2025	R12	Jan–Dec 2025
Net sales	MSEK	216.8	196.7	633.7	606.9	845.7	818.9
Growth	%	10	-1	4	-4	2	-4
Operating EBIT	MSEK	24.5	21.7	44.7	54.2	59.0	70.6
Operating EBIT margin	%	11.3	11.0	7.1	8.9	7.0	8.6
Investments	MSEK	0.7	0.2	6.8	4.2	9.1	6.6
Depreciation	MSEK	5.9	6.1	17.4	18.5	23.8	24.8
Number of employees		246	257	246	257	253	260
Share of sales by product area:							
Electrical distribution products	%	71	69	69	68	69	67
Project business	%	25	26	27	28	27	28
Temporary Power	%	4	5	4	4	4	5

For definitions of key figures, see pages 20-24

NET SALES, GARO ELECTRIFICATION



OPERATING EBIT, GARO ELECTRIFICATION



NET SALES AND EARNINGS

During the quarter, net sales in the business area amounted to MSEK 216.8, which was up 10% or MSEK 20 compared with the year-earlier quarter. Sales in the Swedish market remained at the same levels as the preceding year, while sales outside the Swedish market (in Ireland and the UK) grew 24% or MSEK 17.

Operating EBIT for the quarter amounted to MSEK 24.5 (21.7), yielding an operating EBIT margin of 11.3% (11.0), due to improved sales in combination with lower costs. The results clearly show that the measures taken during the year have had the intended effect. This creates good conditions for a positive performance going forward.

The business area's EBIT for the third quarter amounted to MSEK 21.0 (20.7), including non-recurring costs for GARO of MSEK 3.5 attributable to relocating production from Poland and persons dismissed and exempted from work.

OPERATIONS

Market performances continued to vary among countries during the third quarter. Electrical distribution products in the UK posted strong growth, primarily driven by major street lighting projects. The *Project* business product area performed well in the UK, where deliveries under the framework agreement with British Gas led to a major increase in sales. This trend confirms that GARO has the solutions and a sound ability to win and complete major projects in priority markets. In Sweden, sales in *Electrical distribution products* increased MSEK 6, offset by a corresponding decrease in the *Project* business. Sales in Temporary Power, which is primarily a Swedish product group, also increased during the quarter, albeit from low levels. GARO's sales in Norway grew during the quarter in all product groups.

During the quarter, GARO successfully commissioned the first cable cabinets of a pilot project in E.ON's grid. The projects were carried out according to plan and with positive feedback from the grid owner and the contractors and technicians who work with the solutions in the field. This positive response confirms that the product is functional, user-friendly, and of high quality. Through its sales company in Norway, GARO has also made deliveries to Tydal Data Center, where the continued expansion of AI-powered data centers in the Nordic region is creating attractive business opportunities and strengthening GARO's market position in the segment.

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 49.1 (54.5), a decrease of 10%or MSEK 5. Sales outside Sweden increased MSEK 5, while Swedish sales decreased MSEK 10.

Operating EBIT for the quarter amounted to MSEK –14.6 (-19.2).

EBIT for the third quarter amounted to MSEK -126.8 (-22.3), including non-recurring costs totaling MSEK 111,3 charged to the quarter for GARO, related entirely to the decision to discontinue GARO Entity. The impairments are related to capitalized development expenditure, inventory and other assets associated with the product family as well as goodwill.

STRUCTURAL CHANGE

After a strategic review of the E-mobility business area, the decision was made in October to discontinue the GARO Entity product family over a course of six to nine months. This decision is part of GARO's efforts to create conditions for the company's core operations to operate profitably.

As a result of this decision, notice of termination of employment was given to all employees of the Swedish company GARO E-mobility AB. Employees at foreign subsidiaries are also affected.

THE MARKET

The overall assessment is that the e-mobility market remains positive, both in Europe and in Sweden. Rising oil prices are driving the transition toward electrified infrastructure and are expected to further strengthen demand for charging solutions.

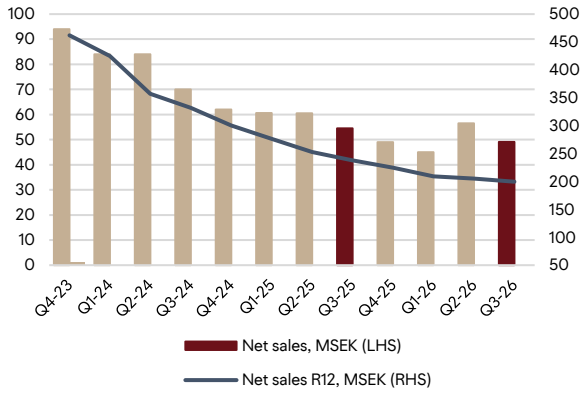
Going forward, GARO will offer a more limited but attractive range of vehicle chargers, including the well-tried and popular LS4-charger.

Additionally, the process for the sales department is developing as well as marketing activities, striving to move closer to its customers in order to better meet their needs. Looking ahead, this will create more profitable operations in e-mobility.

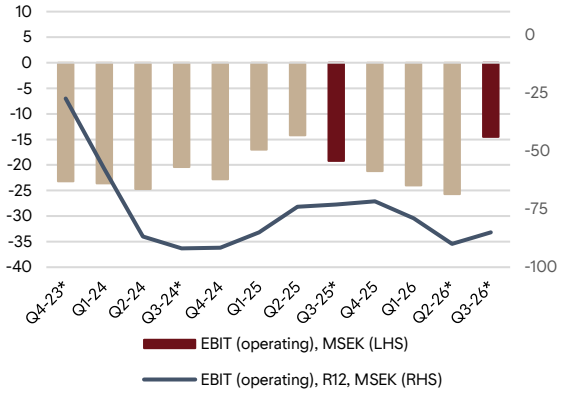
GARO E-MOBILITY KEY FIGURES		Jul–Sep 2026	Jul–Sep 2025	Jan–Sep 2026	Jan–Sep 2025	R12	Jan–Dec 2025
Net sales	MSEK	49.1	54.5	150.7	175.6	199.7	224.6
Growth	%	-10	-22	-14	-26	-16	-25
Operating EBIT	MSEK	-14.6	-19.2	-65.3	-50.4	-84.4	-71.6
Operating EBIT margin	%	-29.7	-35.2	-43.3	-28.7	-42.3	-31.9
Investments	MSEK	0.9	1.4	8.8	2.1	11.6	5.0
Depreciation	MSEK	7.6	7.2	21.8	21.8	24.3	29.1
Number of employees		91	117	91	117	105	113

For definitions of key figures, see pages 21-24

NET SALES, GARO E-MOBILITY



OPERATING EBIT, GARO E-MOBIILITY

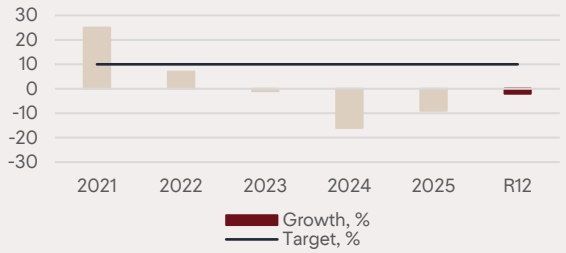


GARO’s financial targets

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

TARGET

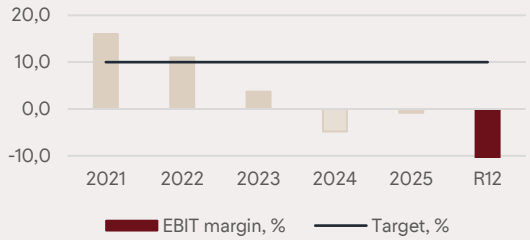
≥10%



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

TARGET

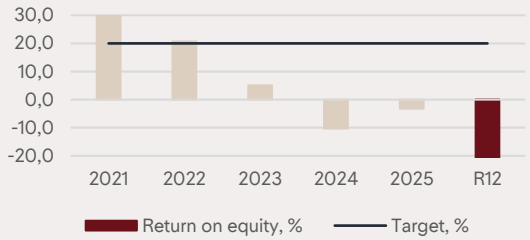
≥10%



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

TARGET

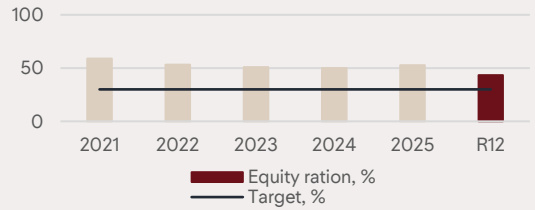
≥20%



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

TARGET

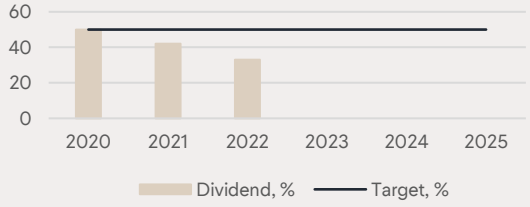
≥30%



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%



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 September 30, 2026 was 337 (374) 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.

IFRS 18 is replacing IAS 1 and comes into effect for fiscal years beginning on or after January 1, 2027. The primary change from the new standard pertains to requirements for presentation and disclosures in the financial statements, including new management-defined performance measures and expanded disclosure requirements. Based on the preliminary analysis conducted, IFRS 18 is not deemed to have any impact on the Group's financial position, earnings or cash flow, although there will be some changes to the presentation of the financial statements.

Financial assets comprise accounts receivable, cash and cash equivalents, other current receivables and derivative instruments. All of these are classified at amortized cost except for derivative instruments which are classified at fair value through profit or loss. The total amount of the derivative instruments is immaterial. The Group does not apply hedge accounting.

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 was reviewed by the company's auditors, refer to page 12.

Auditor's Review Report

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

Introduction

We have reviewed the condensed interim report for GARO AB (publ) as at September 30, 2026 and for the nine months period then ended. The Board of Directors and the Managing Director are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements, ISRE 2410 Review of Interim Financial Statements Performed by the Independent Auditor of the Entity. A review 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 International Standards on Auditing and other generally accepted auditing standards in Sweden.

The procedures performed in a review do 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act regarding the Group, and in accordance with the Swedish Annual Accounts Act regarding the Parent Company.

Jönköping, November 13, 2026

Ernst & Young AB

Carolina Timén

Authorized Public Accountant

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amount in MSEK	Jul–Sep 2026	Jul–Sep 2025	Jan–Sep 2026	Jan–Sep 2025	R12	Jan–Dec 2025
Operating income						
Net sales	265.9	251.3	784.4	782.5	1,045.4	1,043.5
Other operating income	0.9	1.0	2.3	5.5	1.8	2.5
Total operating income	**266.8**	**252.3**	**786.7**	**788.0**	**1,047.2**	**1,046.0**
Capitalized production costs	0.0	0.1	0.6	0.5	1.0	0.7
Operating expenses						
Raw materials and consumables	-166.9	-144.2	-464.6	-431.2	-601.3	-565.3
Other external expenses	-73.9	-34.2	-160.1	-113.2	-206.9	-160.0
Personnel expenses	-62.4	-62.1	-209.7	-206.8	-278.1	-275.2
Other operating expenses	0.0	0.0	0.0	-0.3	-0.3	-0.5
Impairment of tangible and intangible assets	-55.9	0.0	-56.3	0.0	-56.3	0.0
Depreciation/amortization of tangible and intangible assets	-13.5	-13.4	-39.2	-40.2	-52.8	-53.8
EBIT[1]	**-105.8**	**-1.6**	**-142.6**	**-3.1**	**-147.5**	**-8.1**
Result from financial items						
Net financial expenses	-4.8	-3.9	-12.9	-12.0	-14.9	-13.8
Loss before tax	**-110.6**	**-5.6**	**-155.5**	**-15.1**	**-162.4**	**-21.9**
Income tax	10.6	1.1	17.9	2.1	20.2	4.4
Net income	**-100.0**	**-4.5**	**-137.6**	**-13.0**	**-142.2**	**-17.5**
Other comprehensive income:						
Items that may be reclassified to the income statement						
Translation differences	3.6	-1.5	7.4	-6.2	3.6	-10.1
Other comprehensive income, net	**3.6**	**-1.5**	**7.4**	**-6.2**	**3.6**	**-10.1**
Total comprehensive income for the period	**-96.4**	**-6.0**	**-130.2**	**-19.2**	**-138.6**	**-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	-2.00	-0.09	-2.75	-0.26	-2.84	-0.35

1) Includes impairment of previously capitalized product development expenditure, inventory and other assets pertaining to GARO Entity, as well as impairment of goodwill.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amount in MSEK	Sep 30, 2026	Sep 30, 2025	Dec 31, 2025
ASSETS			
Fixed assets			
Goodwill	39.6	45.5	45.5
Intangible assets	18.7	65.8	62.9
Tangible assets	116.0	249.6	242.3
Financial assets	0.6	0.3	0.3
Deferred tax assets	53.5	28.7	31.2
Total fixed assets	**228.4**	**389.9**	**382.2**
Current assets			
Inventories	290.0	318.3	314.7
Accounts receivable	260.1	246.6	211.5
Other current receivables	34.3	81.5	79.6
Cash and cash equivalents	13.2	11.4	17.0
Total current assets	**597.6**	**657.8**	**622.8**
Assets for sale	**104.3**	**0.0**	**0.0**
TOTAL ASSETS	**930.3**	**1,047.7**	**1,005.0**

Amount in MSEK	Sep 30, 2026	Sep 30, 2025	Dec 31, 2025
EQUITY AND LIABILITIES			
Share capital	20.0	20.0	20.0
Other reserves	17.2	13.7	9.8
Other contributed capital	4.0	4.2	3.0
Other equity including net income for the period	359.0	501.1	496.6
Total equity	**400.2**	**539.0**	**529.4**
Long-term liabilities			
Liabilities to credit institutions	13.9	63.6	14.5
Lease liabilities	27.1	36.4	33.5
Other provisions	5.1	6.5	6.3
Deferred tax liabilities	0.3	0	0.3
Total long-term liabilities	**46.4**	**106.5**	**54.6**
Short-term liabilities			
Liabilities to credit institutions	181.8	165.6	193.7
Lease liabilities	14.5	15.7	15.1
Accounts payable	122.2	109.3	110.8
Other short-term liabilities	118.3	111.6	101.4
Total short-term liabilities	**436.8**	**402.2**	**421.0**
Liabilities directly attributable to assets for sale	**46.9**	**0.0**	**0.0**
TOTAL EQUITY AND LIABILITIES	**930.3**	**1,047.7**	**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.

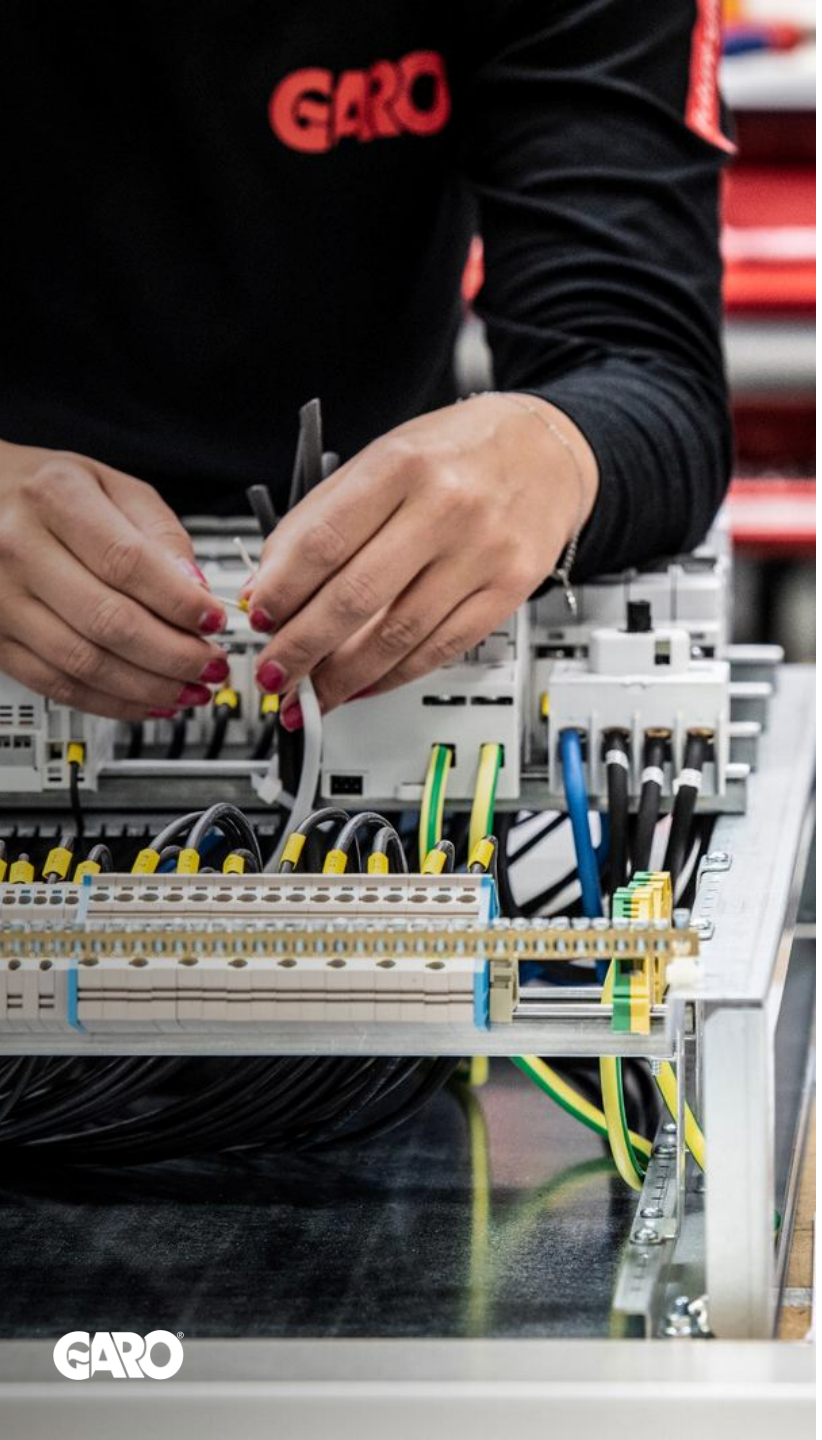
It is GARO's ambition to carry out a divestment within six to 12 months.

The balance sheets are entirely attributable to shareholders of the Parent Company.

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				-13.0	-13.0
Other contributed capital			2.7		2.7
Other comprehensive income for the period		-6.2		0	-6.2
Closing equity, September 30, 2025	**20.0**	**13.7**	**4.2**	**501.1**	**539.0**
Equity at January 1, 2026	**20.0**	**9.8**	**3.0**	**496.6**	**529.4**
Net loss for the period				-137.6	-137.6
Other contributed capital			1.0		1.0
Other comprehensive income for the period		7.4			7.4
Closing equity, September 30, 2026	**20.0**	**17.2**	**4.0**	**359.0**	**400.2**





CONDENSED CONSOLIDATED CASH-FLOW STATEMENT

Amount in MSEK	Jul–Sep 2026	Jul–Sep 2025	Jan–Sep 2026	Jan–Sep 2025	R12	Jan–Dec 2025
Cash flow from operating activities						
EBIT	-105.8	-1.6	-142.6	-3.1	-147.5	-8.1
Depreciation/amortization and impairment	69.4	13.4	95.1	40.2	108.7	53.8
Interest paid/received, income tax and adjustment for non-cash items	48.5	-6.7	53.0	-22.2	50.4	-24.8
Cash flow from operating activities before changes in working capital	**12.1**	**5.1**	**5.5**	**14.9**	**14.9**	**20.9**
Change in working capital						
Increase(-)/decrease(+) in inventories	8.0	18.3	12.0	45.9	13.8	47.9
Increase(-)/decrease(+) in operating receivables	-11.3	-18.1	-40.5	-22.2	-6.0	15.6
Increase(+)/decrease(-) in operating liabilities	-19.6	5.7	18.0	-17.9	9.3	-26.5
Cash flow from operating activities	**-10.8**	**11.0**	**-5.0**	**20.7**	**32.0**	**57.9**
Investing activities						
Investments in intangible assets	-1.6	-0.6	-11.2	-1.6	-14.0	-4.4
Investments in tangible assets	0.0	-1.0	-4.7	-4.7	-7.2	-7.2
Investments in subsidiaries	0.0	0.0	-1.5	0.0	-1.5	0.0
Disposal of tangible assets	0.0	0.0	0.0	0.0	0.0	0.0
Cash flow from investing activities	**-1.6**	**-1.6**	**-17.4**	**-6.3**	**-22.7**	**-11.6**
Financing activities						
Net borrowing/amortization of loans	21.9	-5.9	29.3	-8.6	8.3	-29.5
Amortization of lease liability	-4.1	-4.1	-12.3	-12.9	-16.4	-16.9
Warrant liquidity received	1.0	0.9	1.0	2.7	0.1	1.5
Cash flow from financing activities	**18.9**	**-9.1**	**18.0**	**-18.8**	**-8.0**	**-44.9**
Cash flow for the period	**6.4**	**0.3**	**-4.4**	**-4.4**	**1.3**	**1.4**
Currency effect in cash and cash equivalents	0.5	0.1	0.6	-0.7	0.7	-0.9
Cash and cash equivalents, start of the period	6.3	11.2	17.0	16.5	11.2	16.5
Cash and cash equivalents, end of the period	13.2	11.4	13.2	11.4	13.2	17.0

CONDENSED PARENT COMPANY INCOME STATEMENT

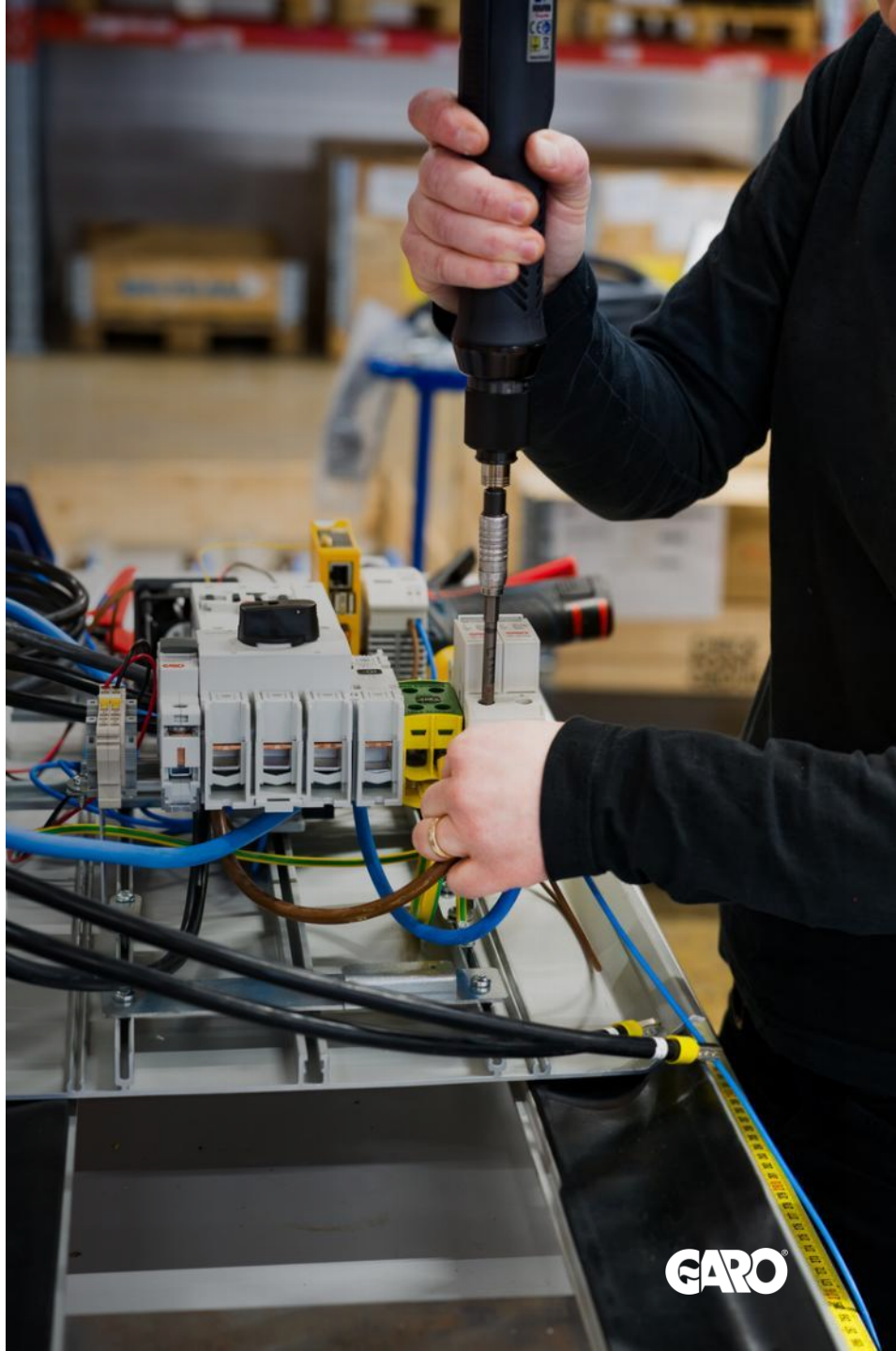
On May 1, 2026, GARO consolidated the operations of GARO Montage AB and GARO Elflex AB into the Parent Company, affecting comparability with the previous year. The Parent Company's operations now comprise all sales in the GARO Electrification business area, Group Management, Group-wide functions and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

Net sales for the Parent Company in the third quarter amounted to MSEK 102.7 (72.8), of which MSEK 4.5 (11.2) comprised internal sales. EBIT for the quarter amounted to MSEK -0.5 (10.8).

As a result of the decision to discontinue the GARO Entity product family, the Parent Company wrote down the value of shares in the subsidiary GARO E-mobility AB by MSEK 20 as of September. The amount is reported under the line "Profit/loss from participations in Group companies."

Amount in MSEK	Jul–Sep 2026	Jul–Sep 2025	Jan–Sep 2026	Jan–Sep 2025	Jan–Dec 2025
Operating income					
Net sales	102.7	72.8	260.8	224.5	302.0
Other operating income	8.7	14.4	40.2	43.9	59.0
Total income	**111.4**	**87.2**	**301.0**	**268.4**	**361.0**
Operating expenses					
Raw materials and consumables	-58.2	-46.2	-153.3	-143.0	-187.6
Other external expenses	-23.9	-14.7	-64.1	-49.3	-73.8
Personnel expenses	-28.5	-14.6	-78.9	-53.8	-71.8
Depreciation/amortization of tangible and intangible assets	-1.3	-1.0	-3.4	-3.2	-4.1
EBIT	**-0.5**	**10.8**	**1.3**	**19.2**	**23.7**
Result from financial items					
Profit/loss from participations in Group companies	-20.4	-0.3	-20.6	-0.7	18.5
Net interest income and similar items	4.1	4.0	12.5	12.6	16.7
Net interest expenses and similar items	0.2	-0.9	-1.1	-8.1	-12.0
Profit/loss before tax	**-16.6**	**13.5**	**-7.9**	**23.0**	**46.9**
Appropriations	0.0	0.0	0.0	0.0	-70.5
Income tax	3.4	-2.8	1.6	-4.7	9.0
Net income	**-13.2**	**10.7**	**-6.3**	**18.3**	**-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	Sep 30, 2026	Sep 30, 2025	Dec 31, 2025
ASSETS			
Fixed assets			
Intangible assets	17.5	3.4	3.3
Tangible assets	14.4	19.2	20.4
Participations in Group companies	81.7	101.5	101.2
Other financial assets	92.3	77.6	88.0
Total fixed assets	**205.9**	**201.7**	**212.9**
Current assets			
Inventories	78.2	25.5	25.3
Accounts receivable	114.1	67.4	64.4
Other receivables	267.4	326.1	341.0
Cash and bank balances	0.0	0.0	0.0
Total current assets	**459.7**	**419.0**	**430.8**
TOTAL ASSETS	**665.6**	**620.7**	**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	267.0	307.4	272.4
Total equity	**292.8**	**332.2**	**298.2**
Provisions	**1.0**	**1.1**	**1.0**
Long-term liabilities			
Liabilities to credit institutions	9.1	10.9	9.7
Total long-term liabilities	**9.1**	**10.9**	**9.7**
Short-term liabilities			
Short-term interest-bearing liabilities	174.6	162.6	143.1
Short-term non-interest-bearing liabilities	188.0	113.9	191.8
Total short-term liabilities	**362.7**	**276.5**	**334.9**
TOTAL EQUITY AND LIABILITIES	**665.6**	**620.7**	**643.7**

SALES AND EBIT BY BUSINESS AREA

	GARO Electrification		GARO E-mobility		Elimination		Group	
Business area information	**Q3 2026**	**Q3 2025**	**Q3 2026**	**Q3 2025**	**Q3 2026**	**Q3 2025**	**Q3 2026**	**Q3 2025**
Income								
Total external income	266.3	248.3	82.4	92.7	-82.8	-89.7	265.9	251.3
Total internal income	-49.5	-51.5	-33.3	-38.1	82.8	89.7	0.0	0.0
Income from contracts with customers	**216.8**	**196.7**	**49.1**	**54.5**	**0**	**0.0**	**265.9**	**251.3**
EBIT	**21.0**	**20.7**	**-126.8**	**-22.3**	**0**	**0**	**-105,8**	**-1.6**
Net financial expenses							-4,8	-3.9
Income tax							10.6	1.0
Net income							**-100.0**	**-4.5**

	GARO Electrification		GARO E-mobility		Elimination		Group	
Business area information	**Jan-Sep 2026**	**Jan-Sep 2025**	**Jan-Sep 2026**	**Jan-Sep 2025**	**Jan-Sep 2026**	**Jan-Sep 2025**	**Jan-Sep 2026**	**Jan-Sept 2025**
Income								
Total external income	771.2	771.9	242.9	308.5	-229.7	-297.9	784.4	782.5
Total internal income	-137.5	-165.0	-92.2	-132.9	229.7	297.9	0.0	0.0
Income from contracts with customers	**633.7**	**606.9**	**150.7**	**175.6**	**0**	**0.0**	**784.4**	**782.5**
EBIT	**37.8**	**50.3**	**-180.4**	**-53.5**	**0**	**0**	**-142.6**	**-3.2**
Net financial expenses							-12.9	-12.0
Income tax							17.9	2.1
Net income							**-137.6**	**-13.1**

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

Business Area	**GARO Electrification**			**GARO E-mobility**			**Total**		
	2026	**2025**	**growth, %**	**2026**	**2025**	**growth, %**	**2026**	**2025**	**growth, %**
Sweden	307.6	315.3	-3	55.4	74.3	-25	362.9	389.6	-7
Nordic region excl. Sweden	84.6	80.9	5	39.6	45.3	-13	124.2	126.2	-2
Europe excl. Nordic region	241.5	210.7	15	55.7	56.0	-1	297.2	266.8	11
Total	**633.7**	**606.9**	**4**	**150.7**	**175.6**	**-14**	**784.4**	**782.5**	**0**

BUSINESS AREAS

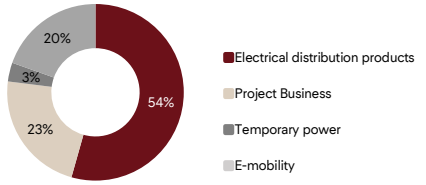
GARO divides its operations into two business areas and segments: GARO Electrification and GARO E-mobility.

QUARTERLY FIGURES

External sales per business area	**Q3 2026**	**Q2 2026**	**Q1 2026**	**Q4 2025**	**Q3 2025**	**Q2 2025**	**Q1 2025**	**Q4 2024**	**Q3 2024**	**Q2 2024**	**Q1 2024**	**Q4 2023**
GARO E-mobility	49.1	56.5	45.1	49.0	54.5	60.5	60.6	62.0	70.0	84.4	84.3	93.9
GARO Electrification	216.8	215.8	201.1	212.0	196.7	206.0	204.2	221.8	199.4	221.9	208.2	217.3
Total Group	**265.9**	**272.3**	**246.2**	**261.0**	**251.3**	**266.5**	**264.8**	**283.8**	**269.4**	**306.3**	**292.5**	**311.2**

EBIT per business area	**Q3 2026**	**Q2 2026**	**Q1 2026**	**Q4 2025**	**Q3 2025**	**Q2 2025**	**Q1 2025**	**Q4 2024**	**Q3 2024**	**Q2 2024**	**Q1 2024**	**Q4 2023**
GARO E-mobility	-126.8	-29.7	10.7	-21.2	-22.3	-14.2	-17.0	-22.8	-59.4	-24.7	-23.6	-33.0
GARO Electrification	21.0	6.2	-24.0	16.5	20.7	15.2	14.5	26.1	11.4	20.4	16.9	32.9
Total Group	**-105.8**	**-23.5**	**-13.3**	**-4.9**	**-1.6**	**1.0**	**-2.5**	**3.3**	**-48.0**	**-4.3**	**-6.7**	**-0.1**

ALLOCATION OF NET SALES PER PRODUCT AREA, JANUARY–SEPTEMBER 2026



	Jan–Sep 2026	**Jan–Sep 2025**	**growth, %**
Electrical distribution products	436.0	412.9	6
Project Business	170.6	169.0	1
Temporary Power	27.1	25.1	9
E-mobility	150.7	175.6	-14
Total	**784.4**	**782.5**	**0**

GARO GROUP MULTI-YEAR OVERVIEW*

		Jul–Sep 2026	Jul–Sep 2025	Jan–Sep 2026	Jan-Sep 2025	R12	2025	2024	2023	2022	2021	2020
Net sales	MSEK	265.9	251.3	784.4	782.5	1,045.4	1,043.5	1,152.0	1,369.9	1,390.5	1,295.8	1,039.8
Growth	%	6	-7	0	-10	-2	-9	-16	-1	7	25	3
EBITDA	MSEK	-92.3	11.7	-103.4	37.1	-94.7	45.8	0.6	99.6	188.8	243.0	163.2
EBITDA margin	%	-34.7	4.7	-13.2	4.7	-9.1	4.4	0.0	7.3	13.6	18.8	15.7
EBIT	MSEK	-105.8	-1.6	-142.6	-3.2	-147.5	-8.1	-55.6	51.1	152.8	207.2	136.2
EBIT margin	%	-39.8	-0.7	-18.2	-0.4	-14.1	-0.8	-4.8	3.7	11.0	16.0	13.1
Earnings per share, before and after dilution	SEK	-2.00	-0.09	-2.75	-0.26	-2.84	-0.35	-1.20	0.63	2.41	3.33	1.91
Equity per share	SEK	8.00	10.78	8.00	10.78	8.00	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	10.98	18.18	10.98	18.18	10.98	17.12	23.10	43.52	108.6	216.0	127.0
Return on equity	%	-30.6	-2.6	-30.6	-2.6	-30.6	-3.2	-10.3	5.1	20.7	34.0	24.7
Return on capital employed**	%	-21.8	0.0	-21.8	0.0	-21.8	-1.0	-6.6	6.1	19.9	37.8	30.6
Investments	MSEK	1.6	1.6	15.5	6.3	20.8	11.6	19.6	108.2	120.1	45.3	45.3
Depreciation	MSEK	13.5	13.4	39.2	40.2	52.8	53.8	56.2	48.6	36.0	35.8	26.9
Equity ratio	%	43.1	51.5	43.1	51.5	43.1	52.7	50.0	50.9	53.2	58.9	57.9
Net debt	MSEK	271.1	269.9	271.1	269.9	271.1	239.8	285.1	222.1	143.7	-9.4	11.3
Net debt/EBITDA	multiple	-2.9	5.0	-2.9	5.0	-2.9	5.2	497.1	2.2	0.8	0.0	0.1
Number of employees		337	374	337	374	358	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 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 third quarter 2026, GARO recognized impairment of MSEK 111.3 pertaining to the discontinuation of the GARO Entity product family. The impairment is related to the remaining capitalized development expenditure, inventory and other assets associated with the product family as well as goodwill. Earnings were also charged with non-recurring costs of approximately MSEK 4, such as severance pay and other costs associated with relocating our production from Poland to Sweden.

Amount in MSEK	Jul–Sep 2026	%	Jul–Sep 2025	%	Jan–Sep 2026	%	Jan–Sep 2025	%
EBITDA	**-92.3**	**-34.7**	**11.7**	**4.7**	**-103.4**	**-13.2**	**37.1**	**4.7**
Non-recurring costs	+39.4		+4.1		+43.6		+7.0	
Impairment of goodwill	+5.9		0.0		+5.9		0.0	
Impairment of inventories and development expenditure	+70.4		0.0		+72.6		0.0	
Operating EBITDA	**23.4**	**8.8**	**15.8**	**6.3**	**18.7**	**2.4**	**44.1**	**5.6**

Amount in MSEK	Jul–Sep 2026	%	Jul–Sep 2025	%	Jan–Sep 2026	%	Jan–Sep 2025	%
EBIT	**-105.8**	**-39.8**	**-1.6**	**-0.7**	**-142.6**	**-18.2**	**-3.2**	**-0.4**
Non-recurring costs	+39.4		+4.1		+43.6		+7.0	
Impairment of goodwill	+5.9		0.0		+5.9		0.0	
Impairment of inventories and development expenditure	+70.4		0.0		+72.6		0.0	
Operating EBIT	**9.9**	**3.8**	**2.5**	**1.0**	**-20.5**	**-2.6**	**3.8**	**0.5**



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	Jul–Sep 2026 (MSEK)	Jul–Sep 2026 (%)
Preceding quarter/year	251.3	
Organic sales/growth	14.2	6
Currency effects	0.4	
Net sales from acquisitions	0	
Recognized growth	**14.6**	6

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	Jul–Sep 2026	Jul–Sep 2025
Recognized EBIT	-105.8	-1.6
Reversal of depreciation/amortization	13.5	13.4
EBITDA	**-92.3**	**11.7**

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–Sep 2026	Jan–Sep 2025
Non-current interest-bearing liabilities	60.8	63.6
Short-term interest-bearing liabilities	181.8	165.6
Lease liability as defined under IFRS 16	41.6	52.1
Less cash and cash equivalents	-13.2	-11.4
Net debt	**271.1**	**269.9**
Net debt in relation to total assets (%)	**29.0**	**25.7**

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–Sep 2026	Jan–Sep 2025
Non-current interest-bearing liabilities	60.8	63.6
Short-term interest-bearing liabilities	181.8	165.6
Lease liability as defined under IFRS 16	41.6	52.1
Less cash and cash equivalents	-13.2	-11.4
Reversal of Lease liability as defined under IFRS 16	-41.6	-52.1
Net debt excluding IFRS 16	**229.5**	**217.8**

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–Sep 2026	Jan–Sep 2025
Current assets	597.6	657.8
Less cash and cash equivalents	-13.2	-11.4
Less short-term non-interest-bearing liabilities	-240.5	-221.0
Working capital on balance-sheet date	**343.9**	**425.4**
Working capital in relation to sales (R12), %	**32.9**	**39.9**

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–Sep 2026	Jan–Sep 2025
EBIT for the past 12 months	-147.5	0.1
Capital employed at the end of the period	675.4	634.1
Return on capital employed, %	**-21.8**	**0.0**

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–Sep 2026	Jan–Sep 2025
Net income for the past 12 months	-142.2	-14.5
Equity at the beginning of the period	529.4	555.5
Equity at the end of the period	400.2	539.0
Average equity	464.8	547.2
Return on equity, %	**-30.6**	**-2.6**

Economic information

INVITATION TO PRESENTATION FOR THE PRESS AND ANALYSTS

On November 13, 2026, at 9:30 a.m. (CET), 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): 49 47 05

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

- Fourth Quater 2026 18 February 2027

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. The information was published by the abovementioned contact persons on November 13, 2026, at 8:30 a.m. CET.

