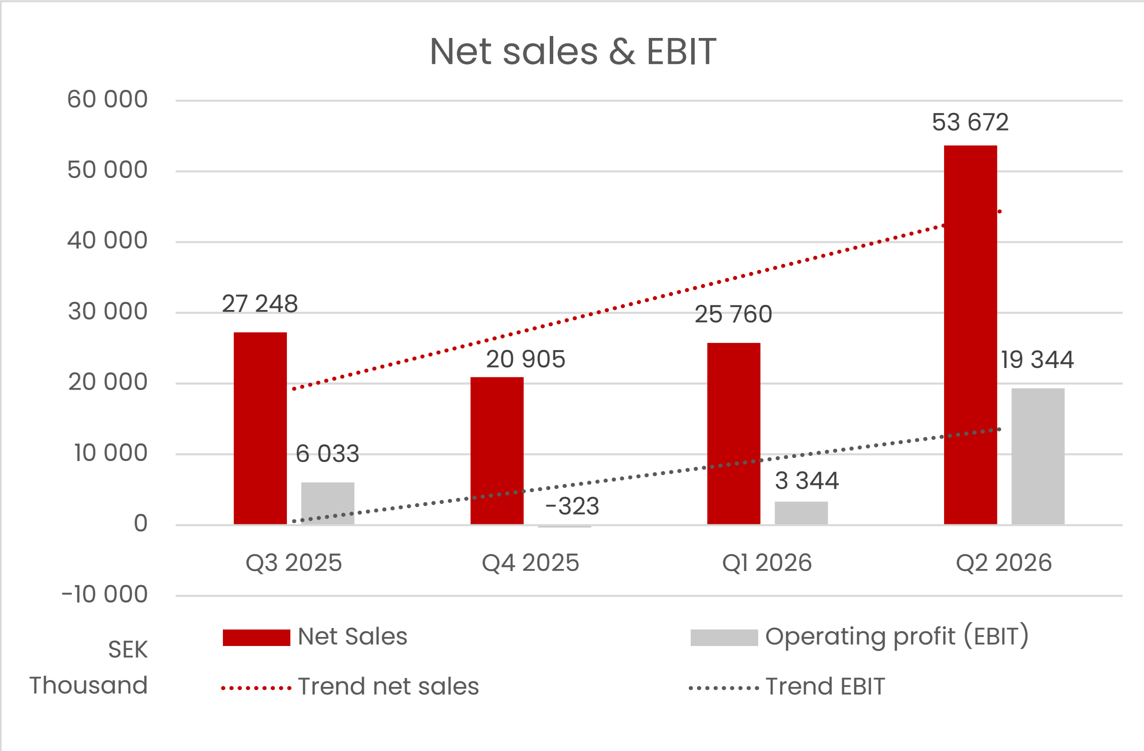
Interim report

Second quarter 2026

Envar Holding AB

Financial highlights | Q2 2026



FINANCIAL OVERVIEW

SEK thousand	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025
Net sales	53,672	25,760	20,905	27,248	24,368
EBITDA	20,993	3,535	-74	6,240	6,222
EBITDA margin (%)	39.11	13.72	-0.35	22.90	25.53
Operating profit (EBIT)	19,344	3,344	-323	6,033	6,045
EBIT margin (%)	36.04	12.98	-1.55	22.14	24.81
Sales growth (%)	120.26	13.60	-11.75	22.78	50.75
Equity ratio (%)	77.38	81.64	83.42	83.32	83.19
Earnings per share, basic (SEK)	1.19	0.23	-0.04	0.37	0.38
Earnings per share, diluted (SEK)	1.14	0.22	-0.03	0.35	0.37
Average number of shares, basic*	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000
Average number of shares, diluted*	13,014,780	13,014,780	13,014,780	13,014,780	13,014,780
Number of shares at balance sheet date*	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000

*A 20,000:1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
For definitions of key performance indicators go to page 22 in the report.

Interim report

Second quarter | April – June

- Net sales amounted to SEK 53,672 thousand (24,368), of which SEK 16,760 thousand (0) relates to revenue from game sales, representing a total increase in revenue of 120.26% compared with the same period last year.
- Operating profit before depreciation (EBITDA) totaled SEK 20,993 thousand (6,222), representing an operating margin of 39.11 percent (25,53) before depreciation.
- Operating profit (EBIT) totaled SEK 19,344 thousand (6,045) representing an operating margin of 36,04 percent (24.81).
- Earnings per share, basic, amounted to SEK 1.19 (0.38).
- Cash and cash equivalents totaled SEK 39,528 thousand (54,324). Cash flow from operating activities amounted to SEK 10,503 thousand (7,475).
- Net cash totaled SEK 39,528 thousand. The Company has no interest-bearing liabilities.

(Figures for comparison in parentheses refer to the corresponding period of the previous year).

Accumulated | January – June

- Net sales amounted to SEK 79,432 thousand (47,044), of which SEK 16,760 thousand (0) relates to revenue from game sales, representing a total increase in revenue of 68.85% compared with the same period last year.
- Operating profit before depreciation (EBITDA) totaled SEK 24,529 thousand (11,283), representing an operating margin of 30.88 percent (23.98) before depreciation.
- Operating profit (EBIT) totaled SEK 22,688 thousand (10,928), representing an operating margin of 28.56 percent (23.23).
- Earnings per share, basic, amounted to SEK 1.42 (0.65).
- Cash and cash equivalents totaled SEK 39,528 thousand (54,324). Cash flow from operating activities amounted to SEK 6,244 thousand (2,922).
- Net cash totaled SEK 39,528 thousand. The Company has no interest-bearing liabilities.

Comments on the second quarter of 2026

During the second quarter of the year, Envar continued to deliver very strong sales. Compared with the same period in the previous year, net sales increased by SEK 29,304 thousand to SEK 53,672 thousand, corresponding to an increase of 120.26%. Operating profit amounted to SEK 19,344 thousand for the quarter, an increase of SEK 13,299 thousand, corresponding to an increase of 220.00%.

The strong increase in sales and earnings during the second quarter of 2026 was generated by the business areas outsourcing and game development. Within Entertainment, which represents Envar's consulting operations, customer relationships have deepened and customers have continued to demonstrate a greater need for high-quality consulting services, which has generated increased sales. Envar Games launched the game Witchspire in Early Access on 10 June, and during the first 20 sales days, which fall within the Q2 reporting period, the business area contributed with approximately SEK 6,370 thousand to EBIT for the period.

Net sales for the quarter amounted to SEK 53,672 thousand (24,368), of which SEK 16,760 thousand (0) relates to revenue from game sales. Operating profit (EBIT) amounted to SEK 19,344 thousand (6,045), corresponding to an EBIT margin of 36.04% (24.81%).

COMMENT FROM THE CEO

As I now summarise the second quarter of the 2026 financial year, I can conclude that Envar continues to develop strongly, both financially and organisationally. During the first half of the year, our focus has been on what became a successful launch of Witchspire, as well as on shaping the newly established business area Envar Publishing and the start-up of Envar Blue.

The second quarter of the year was the financially strongest quarter in Envar's history, with net sales amounting to SEK 53,672 thousand (24,368), of which SEK 16,760 thousand (0) related to revenue from game sales. Operating profit (EBIT) amounted to SEK 19,344 thousand (6,045), corresponding to an operating margin of 36.04% (24.81%). Compared with Q2 2025, revenue increased by 120.26% and operating profit by 220%.

Envar Entertainment

During the year, we have seen continued change in the gaming industry, particularly in the United States, where many companies have reduced their staffing levels. The focus is increasingly on cost efficiency and measurable results, which has increased demand for flexible consulting solutions rather than permanent employment. This development strengthens Envar's position and confirms the value of our business model, and it is also a development that has been in line with our expectations.

At the same time, our Entertainment business area delivered record revenue during the second quarter, even excluding revenue from Witchspire. Deeper collaborations with our customers are a clear sign that the business has entered a new phase of growth. To meet the increased demand and create the conditions for continued expansion, we have strengthened the organisation with an additional recruiter and a business developer.

We also continue to be active at relevant gaming fairs and industry events, where we build relationships, follow market developments and create new business opportunities.

Envar Games

One of the most important focus areas during the first half of the year has been to create the very best gaming experiences in Witchspire, which was released on Steam on 10 June. The successful launch demonstrates that Envar is not only a strong consulting company, but that we also have the ability to develop and launch our own attractive, high-quality games. Many consulting companies have tried over the years to take the step into game development, but few have succeeded. I am convinced that our success is based on having focused on the right things from the start: building the right team, creating clear processes and maintaining an uncompromising focus on quality and the player experience.

At the same time, we are looking ahead. Our primary focus is now to take Witchspire all the way to version 1.0, while laying the foundation for the development of our next AA title. In parallel, we are evaluating various alternatives for what will become Envar's next major game project, with the ambition of continuing to build a long-term sustainable game portfolio. To create a more even pace in our game releases without compromising on quality, we have taken important strategic initiatives during the year. The launch of Envar Publishing and the Envar Blue initiative are two central parts of this strategy. Through Envar Blue, a business branch within Games, we will launch a smaller indie title in 2027. For us, an indie title is not about lower quality, but about a more cost-efficient development model that enables us to reach a broader audience while also expanding our game portfolio.

The successful launch of Witchspire has also opened new doors. We have noticed growing interest from entertainment giants in opportunities to develop games based on well-known brands and IPs. This is a testament to the trust we have built and to opportunities that may further strengthen Envar's position in the coming years.

Envar Publishing

During Q2, the establishment of Envar Publishing was announced through a press release. This is a business area in which we act as a full-service publishing and development partner, supporting game projects at every stage of development. Envar Publishing has already received more than one hundred game pitches from developers around the world - something that clearly demonstrates the strong interest in the opportunity to collaborate with Envar.

Our ambition is not to publish many games - but the right games. When we find projects with a clear vision, high quality and a team that shares our values, we will invest and contribute the experience and resources required to give players new and memorable experiences.

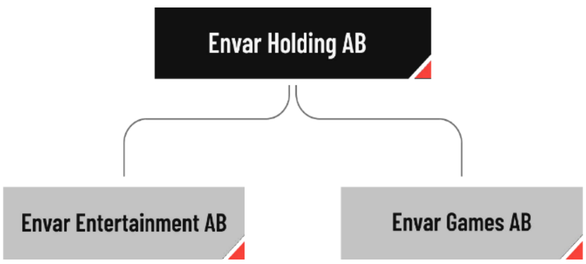
Yours sincerely,

Atey Ghailan
CEO Envar Holding AB

About Envar Holding

Envar Holding is an outsourcing and development studio focusing on graphic design, 3D graphics, animations and illustrations mainly on behalf of world-leading game development companies and other companies active in the entertainment industry. The Company has established itself as a provider of graphics and development services to some of the biggest brands in the gaming industry, including companies such as Riot Games, Netflix, EA Games, Nickelodeon, NetEase, Blizzard, 2K, Hasbro, Sony, Tencent and EPIC Games.

Envar Holding today consists of two wholly-owned subsidiaries: Envar Entertainment AB and Envar Games AB. Historically, Envar Entertainment has constituted the main business but at the end of 2022 the Company established Envar Games for in-house game development and IP ownership.



Envar Entertainment

Envar Entertainment is a leading player in outsourcing and co-development in the gaming and entertainment industry. Through its expertise, wide-ranging services and high quality, the Company has established strong relationships with several of the largest players in the market, including industry giants such as Riot Games, Tencent and Blizzard. The size of the team varies, depending on the nature of client assignments, and consists of mainly freelancers in more than 20 countries.

Envar Games

Envar Games is the Group's game development studio and is responsible for the development of Envar's self-produced games. The business combines creative excellence, technical expertise and experience from international game productions to create engaging gaming experiences with high visual quality. The studio's first internally developed title, Witchspire, was launched in June 2026.

Publishing

Envar Publishing will operate as a full-service publishing and development partner, supporting game projects at every stage of development. This may include technical support in the development of the game's systems, mechanics and performance, as well as graphics, branding and marketing resources ahead of launch.

History

2020
Envar Entertainment is founded by Atey Ghailan in Stockholm

2021
Revenue:
SEK 20,225 thousand

EBIT: SEK 10,435 thousand

2022
Number of co-workers reaches 60

Atey Ghailan establishes game development activities

Revenue:
SEK 54,944 thousand

EBIT: SEK 20,689 thousand

2023
Envar Games is established to separate the Group's two business areas

Investment in game development increased via cash flows from Envar Entertainment

Revenue:
SEK 75,214 thousand

EBIT: SEK 2,030 thousand

2024
130 co-workers in more than 20 countries

Listed on Nasdaq First North Growth Market

Revenue:
SEK 87,204 thousand

EBIT: SEK 13,340 thousand

2025
160 co-workers in more than 20 countries

Envar Games announces its debut title *Witchspire*, bringing a world of magic to the survival-crafting adventure genre.

Revenue:
SEK 95 197 thousand

EBIT: SEK 16,638 thousand

SIGNIFICANT EVENTS DURING THE QUARTER

- In April, Envar Games announced in a press release that Witchspire had more than 300,000 wishlists on Steam.
- In In May, it was announced in a press release that Envar is strengthening its position in the gaming industry by launching Envar Publishing, a new business area in which Envar acts as an active publishing and development partner for smaller games under development.
- In June, Envar Games launched its first internally developed game title, Withspire, in Early Access on Steam.
- In June, it was announced that Witchspire had surpassed 100,000 copies sold one week after launch, marking a commercially strong start for Envar Games' first internally developed title.

SIGNIFICANT EVENTS AFTER THE QUARTER

- In July, Envar Holding announced a positive profit warning due to a significant increase in operating profit (EBIT) in Q2.

MATERIAL RISKS AND UNCERTAINTIES

Envar Holding AB's operations and performance are affected by a number of external and internal factors. Management works continuously to identify risks and assess how each risk should be managed. Risks may be categorized as financial, market and operational risks.

The risks identified include the Group's dependence on certain key customers and the need to attract the right talent to maintain the company's growth and profitability. In the game development industry, where Envar operates, there is a risk that the market will not receive the company's game developments as expected. At present, the risks are considered limited, but company management continuously monitors market developments. When long-term customer contracts are signed, there is a potential risk that projected direct costs may become higher than expected. Careful project monitoring helps minimize these risks.

The Group invoices customers primarily in USD, while part of the cost base is in SEK, which exposes the Group to currency risk that may affect profit and cash flow.

EMPLOYEES AND ORGANIZATION

At the end of the period, the Group had 32 employees. The Company also engages external consultants for individual projects.

Number of employees at the end of the period	Total, Group
Number of employees Q2 2026	**40**
Number of employees Q2 2025	32
Number of consultants Q2 2026	**142**
Number of consultants Q2 2025	155

NUMBER OF SHARES

At the end of the period the Company has 12,500,000 (12,500,000) shares in issue. The average number of shares is shown below.

	Q1 2026	Q1 2025	FULL YEAR 2025
Average number of shares, basic	12,500,000	12,500,000	12,500,000
Average number of shares, diluted	13,014,780	13,014,780	13,014,780

FINANCIAL POSITION | GROUP

SALES, EXPENSES AND OPERATING PROFIT

SECOND QUARTER | APRIL – JUNE

Net sales totaled SEK 53,672 thousand (24,368), representing growth of 120,26 percent compared with the same period last year.

Research and development expenses during the period totaled SEK 5,913 thousand (5,913). Game development costs are capitalized on an ongoing basis over the quarter. The costs capitalized are those linked to direct salary and consultancy fees for the in-house developed game. Following the launch of the game on 10 June 2026, the Company amortizes the internally generated asset over an estimated useful life of three years.

Operating profit (EBIT) totaled SEK 19,344 thousand (6,045). Operating profit increased by SEK 13,299 thousand, compared to the same period last year. The strong increase in sales and earnings during the second quarter of 2026 was generated by the business areas Outsourcing and Games. Within Entertainment, which represents Envar's consulting operations, customer relationships have deepened and customers have continued to demonstrate a greater need for high-quality consulting services, which has generated increased sales. Envar Games launched the game Witchspire in Early Access on 10 June, and during the first 20 sales days, which fall within the Q2 reporting period, the business area contributed with approximately SEK 6,370 thousand to EBIT for the period.

ACCUMULATED | JANUARY – JUNE
Net sales totaled SEK 79,432 thousand (47,044), representing growth of 68,85 percent compared with the same period last year.

Research and development expenses during the period totaled SEK 14,631 thousand (8,381). Game development costs are capitalized on an ongoing basis over the quarter. The costs capitalized are those linked to direct salary and consultancy fees for the in-house developed game. Following the launch of the game on 10 June 2026, the Company amortizes the internally generated asset over an estimated useful life of three years.

Operating profit (EBIT) totaled SEK 22,688 thousand (10,928). Operating profit increased by SEK 11,760 thousand, compared to the same period last year. The main reason for the significant improvement in profitability is substantially higher net sales compared with the same period in the previous year, partly related to the Group's launch of the game Witchspire and expanded collaborations with customers. Profitability has also continued to improve due to sales of the game Witchspire, which contributed approximately SEK 6,370 thousand to EBIT for the period. Only 20 sales days for Witchspire fall within the reporting period.

CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

SECOND QUARTER | APRIL - JUNE
Cash flow from operating activities during the quarter totaled SEK 10,503 thousand (7,475). The significant change in current receivables in cash flow from operating activities is explained by deferred payments from third-party providers relating to game sales. The Company's cash and cash equivalents totaled SEK 39,528 thousand (54,324).

During the quarter, investments affected cash flow in the amount of SEK -7,656 thousand (-6,039). These investments consisted for the most part of capitalization of costs incurred in in-house game development.

Cash flow from financing activities was SEK -2 thousand (0).

ACCUMULATED | JANUARY – JUNE
Cash flow from operating activities during the quarter totaled SEK 6,244 thousand (2,922). The significant change in current receivables in cash flow from operating activities is explained by deferred payments from third-party providers relating to game sales. The Company's cash and cash equivalents totaled SEK 39,528 thousand (54,324).

During the period, investments affected cash flow in the amount of SEK -15,422 thousand (-8,901). These investments consisted for the most part of capitalization of costs incurred in in-house game development.

Cash flow from financing activities was SEK -2 thousand (0).

CONSOLIDATED INCOME STATEMENT

SEK thousand	NOTE	APR 2026-JUN 2026	APR 2025-JUN 2025	JAN 2026-JUN 2026	JAN 2025-JUN 2025	FULL YEAR 2025
Net sales	8	53,672	24,368	79,432	47,044	95,197
Research and development expenses		7,322	5,913	14,631	8,381	21,126
Other operating income		2,761	2,184	5,309	4,413	9,050
Total revenue		**63,755**	**32,465**	**99,372**	**59,838**	**125,373**
Operating expenses						
Raw materials and consumables		-24,101	-13,229	-38,798	-23,598	-52,785
Other external costs		-8,497	-5,276	-15,988	-10,112	-23,119
Personnel costs		-9,420	-7,359	-18,765	-13,635	-29,710
Depreciation and amortization		-1,649	-177	-1,841	-355	-811
Other operating expenses		-744	-377	-1,292	-1,209	-2,310
Operating profit/loss		**19 344**	**6,045**	**22,688**	**10,928**	**16,638**
Net financial items						
Financial income	9	39	228	1,268	229	893
Financial expenses	10	-633	-211	-1,538	-1,091	-2,152
Profit/loss after financial items		**18,750**	**6,063**	**22,418**	**10,066**	**15,379**
Tax on profit for the period	11	-3,883	-1,267	-4,656	-1,991	-3,132
Profit/loss for the period		**14,867**	**4,796**	**17,762**	**8,075**	**12,247**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEK thousand	NOTE	APR 2026-JUN 2026	APR 2025-JUN 2025	JAN 2026-JUN 2026	JAN 2025-JUN 2025	FULL YEAR 2024
Profit/loss for the period		14,867	4,796	17,762	8,075	12,247
Profit/loss for the period		**14,867**	**4,796**	**17,762**	**8,075**	**12,247**

CONSOLIDATED BALANCE SHEET

SEK thousand	NOTE	30/06/2026	30/06/2025	31/12/2025
ASSETS				
Non-current assets				
Intangible non-current assets	2	51,592	25,621	38,365
Property, plant and equipment	3	3,093	1,780	2,738
Financial non-current assets	4	2,000	2,000	2,000
Total non-current assets		**56,685**	**29,401**	**43,103**
Current assets				
Trade receivables		5,830	4,294	8,692
Current tax assets		-	-	-
Other receivables		472	132	356
Revenue earned but not invoiced		31,417	10,631	1,403
Prepaid expenses and accrued income		5,060	4,129	5,103
Total current assets		**42,779**	**19,186**	**15,554**
Cash and cash equivalents		**39,528**	**54,324**	**48,960**
TOTAL ASSETS		**138,992**	**102,911**	**107,617**
EQUITY AND LIABILITIES				
Equity		**107,549**	**85,616**	**89,789**
Non-current liabilities				
Deferred tax liability	6	1,590	1,590	1,590
Other liabilities	7	1,198	1,198	1,198
Total non-current liabilities		**2,788**	**2,788**	**2,788**
Current liabilities				
Accounts payable		7,681	5,584	4,452
Current tax liabilities		6,300	3,582	3,835
Other liabilities		2,583	1,471	1,852
Accrued expenses and prepaid income		12,091	3,870	4,901
Current liabilities		**28,655**	**14,507**	**15,040**
TOTAL EQUITY AND LIABILITIES		**138,992**	**102,911**	**107,617**

KEY PERFORMANCE INDICATORS – GROUP

SEK thousand	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Net sales	53,672	24,368	79,432	47,044	95,197
EBITDA	20,993	6,222	24,529	11,283	17,449
EBITDA margin (%)	39.11	25.53	30.88	23.98	18.33
Operating profit (EBIT)	19,344	6,045	22,688	10,928	16.638
EBIT margin (%)	36.04	24.81	28.56	23.23	17.48
Sales growth (%)	120.26	50.75	68.85	72.77	12.06
Equity ratio (%)	77.38	83.19	77.38	83.19	83.43
Earnings per share, basic (SEK)	1.19	0.38	1.42	0.65	0.98
Earnings per share, diluted (SEK)	1.14	0.37	1.36	0.62	0.94
Average number of shares, basic*	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000
Average number of shares, diluted*	13,014,780	13,014,780	13,014,780	13,014,780	13,014,780
Number of shares at balance sheet date*	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000

**For definitions of key performance indicators go to page 22 in the report.*

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

SEK thousand	Share capital	Other contributed capital	Retained earnings incl. profit/loss for the year*	Equity attributable to shareholders in Parent Company	Total Equity
Opening Equity 01/04/2025	**625**	**44,692**	**35,503**	**80,821**	**80,821**
Profit/loss for the period			4,796	4,796	4,796
Equity 30/06/2025	**625**	**44,692**	**40,299**	**85,616**	**85,616**
Opening Equity 01/01/2025	**625**	**44,692**	**32,225**	**77,542**	**77,542**
Profit/loss for the period			8,075	8,075	8,075
Equity 30/06/2025	**625**	**44,692**	**40,299**	**85,616**	**85,616**
Opening Equity 01/01/2025	**625**	**44,692**	**32,225**	**77,542**	**77,542**
Profit/loss for the period			12,247	12,247	12,247
Equity 31/12/2025	**625**	**44,692**	**44,472**	**89,789**	**89,789**
Opening Equity 01/04/2026	**625**	**44,692**	**47,367**	**92,684**	**92,684**
Repurchase of warrants		-2		-2	-2
Profit/loss for the period			14,867	14,867	14,867
Equity 30/06/2026	**625**	**44,690**	**62,234**	**107 549**	**107,549**
Opening Equity 01/01/2026	**625**	**44,692**	**44,472**	**89,789**	**89,789**
Repurchase of warrants		-2		-2	-2
Profit/loss for the period			17,762	17,762	17,762
Equity 30/06/2026	**625**	**44,690**	**62,234**	**107,549**	**107,549**

* Retained profit includes ongoing allocations to the development reserve representing the entry for capitalized work for own account under intangible non-current assets on the balance sheet.

CONSOLIDATED STATEMENT OF CASH FLOWS

SEK thousand	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Operating activities					
Operating profit/loss	19,344	6,045	22,688	10,928	16,638
Adjustments for non-cash items	1,649	-64	1,570	506	1,087
Interest received	39	229	1,268	229	893
Interest paid	-79	186	-1,286	-12	-270
Income tax paid	-503	-86	-2,192	-111	-998
Cash flow from operating activities before changes in working capital	**20 450**	**6,310**	**22,048**	**11,540**	**17,350**
Change in trade receivables	2,214	685	2,811	2,584	-2,253
Change in current trade receivables	-19,375	-1,479	-30,087	-9,792	-1,762
Change in trade payables	564	1,302	3,551	-2,012	-2,830
Change in current liabilities	6,650	657	7,921	602	2,014
Cash flow from operating activities	**10,503**	**7,475**	**6,244**	**2,922**	**12,519**
Investing activities					
Acquisitions of intangible non-current assets	-7,321	-5,913	-14,631	-8,381	-21,126
Acquisitions of property, plant and equipment	-335	-126	-791	-520	-1,934
Cash flow from investing activities	**-7,656**	**-6,039**	**-15,422**	**-8,901**	**-23,060**
Financing activities					
New share issue during the year	-	–	-	-	-
Repayment of warrants	-2	-	-2	-	-
Loans raised	-	–	-	-	-
Cash flow from financing activities	**-2**	**-**	**-2**	**-**	**-**
CASH FLOW FOR THE PERIOD	**2,844**	**1,436**	**-9,180**	**-5,979**	**-10,541**
Cash and cash equivalents at the beginning of the period	37,238	53,285	48,960	61,383	61,383
Exchange rate difference in cash and cash equivalents	-554	-397	-251	-1,080	-1,882
Cash and cash equivalents at the end of the period	**39,528**	**54,324**	**39,528**	**54,324**	**48,960**

PARENT COMPANY INCOME STATEMENT

SEK thousand	NOTE	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Net sales	8	–	–	–	–	–
Other operating income		–	–	–	–	–
Total revenue		**–**	**–**	**–**	**–**	**–**
Operating expenses						
Other external costs		-329	-468	-690	-525	-1,025
Other operating expenses		–	–	–	–	–
Operating profit/loss		**-329**	**-468**	**-690**	**-525**	**-1,025**
Net financial items						
Interest income and similar items	8	–	228	22	228	633
Interest expense and similar items	9	–	186	–	–	-0
Profit/loss after financial items		**-329**	**-54**	**-668**	**-297**	**-392**
Group contribution		–	–	–	–	392
Tax on profit for the period	10	–	–	–	–	–
Profit/loss for the period		**-329**	**-54**	**-668**	**-297**	**0**

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

SEK thousand	NOTE	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Profit/loss for the period		-329	-54	-668	-297	0
Profit/loss for the period		**-329**	**-54**	**-668**	**-297**	**0**

PARENT COMPANY BALANCE SHEET

SEK thousand	NOTE	30/06/2026	30/06/2025	31/12/2025
ASSETS				
Financial non-current assets				
Shares in Group companies	5	3,493	3,493	3,493
Total non-current assets		**3,493**	**3,493**	**3,493**
Current assets				
Receivables from Group companies		39,413	11,800	23,587
Other receivables		-	-	-
Prepaid expenses and accrued income		202	158	455
Total current assets		**39,615**	**11,957**	**24,042**
Cash and cash equivalents		**10,001**	**38,026**	**26,241**
TOTAL ASSETS		**53,110**	**53,477**	**53,776**
EQUITY AND LIABILITIES				
Equity		**53,103**	**53,477**	**53,773**
Current liabilities				
Accounts payable		-	1	-
Other liabilities		-	-	3
Accrued expenses and prepaid income		7	-	-
Current liabilities		**7**	**1**	**3**
TOTAL EQUITY AND LIABILITIES		**53,110**	**53,477**	**53,776**

STATEMENT OF CHANGES IN EQUITY IN PARENT COMPANY

SEK thousand	Share capital	Other contributed capital	Retained earnings incl. profit for the year	Equity attributable to shareholders in Parent Company	Total Equity
Opening Equity 01/04/2025	**625**	**44,692**	**8,213**	**53,530**	**53,530**
Profit/loss for the period			-54	-54	-54
Equity 30/06/2025	**625**	**44,692**	**8,159**	**53,476**	**53,476**
Opening Equity 01/01/2025	**625**	**44,692**	**8,456**	**53,773**	**53,773**
Profit/loss for the period			-297	-297	-297
Equity 30/06/2025	**625**	**44,692**	**8,159**	**53,476**	**53,476**
Opening Equity 01/01/2025	**625**	**44,692**	**8,456**	**53,773**	**53,773**
Profit/loss for the period			0	0	0
Equity 31/12/2025	**625**	**44,692**	**8,456**	**53,773**	**53,773**
Opening Equity 01/04/2026	**625**	**44,692**	**8,117**	**53,434**	**53,434**
Repurchase of warrants		-2		-2	-2
Profit/loss for the period			-329	-329	-329
Equity 30/06/2026	**625**	**44,690**	**7,788**	**53,103**	**53,103**
Opening Equity 01/01/2026	**625**	**44,692**	**8,456**	**53,773**	**53,773**
Repurchase of warrants		-2		-2	-2
Profit/loss for the period			-668	-668	-668
Equity 30/06/2026	**625**	**44,690**	**7,788**	**53,103**	**53,103**

PARENT COMPANY STATEMENT OF CASH FLOWS

SEK thousand	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Operating activities					
Operating profit/loss	-329	-468	-690	-525	-1 025
Adjustments for non-cash items	-	-	-	-	-
Interest received	-	228	22	228	632
Interest paid	-	186	-	-0	-0
Cash flow from operating activities before changes in working capital	**-**	**-54**	**-668**	**-297**	**-393**
Change in current trade receivables	-6,931	-4,266	-15,574	-6,715	-18,406
Change in trade payables	-	-	-	-1,852	-1,853
Change in current liabilities	-	-	4	-	3
Cash flow from operating activities	**-7,260**	**-4,320**	**-16,238**	**-8,864**	**-20,649**
Investing activities					
Acquisitions of Group companies	-	-	-	-	-
Cash flow from investing activities	**-**	**-**	**-**	**-**	**-**
Financing activities					
New share issue	-	-	-	-	-
Repayment of warrants	-2	-	-2	-	-
Group contribution	-	-	-	-	-
Loans raised by Group companies	-	-	-	-	-
Repayment of loans to Group companies	-	-	-	-	-
Cash flow from financing activities	**-2**	**-**	**-2**	**-**	**-**
CASH FLOW FOR THE PERIOD	**-7,262**	**-4,320**	**-16,240**	**-8,864**	**-20,649**
Cash and cash equivalents at the beginning of the period	17,263	42,346	26,241	46,890	46,890
Cash and cash equivalents at the end of the period	**10,001**	**38,026**	**10,001**	**38,026**	**26,241**

NOTES TO THE FINANCIAL STATEMENTS

Note 1 Accounting policies

This condensed interim report has been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's general recommendation BFNAR 2012:1 Annual Report and Consolidated Accounts (K3).

PREPARATION OF THE COMPANY'S FINANCIAL STATEMENTS

The Company's functional currency is the Swedish krona, which is also the Company's reporting currency. The financial statements are thus presented in Swedish kronor. Unless otherwise stated, all amounts are rounded off to the nearest thousand.

The financial statements are prepared in accordance with BFNAR 2012:1 (K3), which requires management to make assessments, estimates and assumptions that affect the application of accounting policies and the amounts reported regarding assets, liabilities, revenue and expenses. Actual outcomes may differ from these estimates and assessments.

The estimates and assumptions are reviewed regularly. Changes in accounting estimates are recognized in the period in which the change is made if the change affects only that period, or in the period in which the change is made and in future periods if the change affects both the current period and future periods.

CONSOLIDATED ACCOUNTS

Method of consolidation
The consolidated accounts are prepared using the purchase method of accounting.
Under the acquisition method, the acquisition of a subsidiary by an entity is regarded as a transaction whereby the Parent Company indirectly acquires the assets and assumes the liabilities of the subsidiary. The costs of acquisition are expensed as incurred.

The consolidated accounts include the companies in which the Parent Company directly or indirectly holds more than half of the votes for all shares, or otherwise has a controlling influence as defined in section 1:4 of the Swedish Annual Accounts Act. The results of subsidiaries are included in the consolidated results from the date of acquisition until the date of disposal.

Goodwill
Goodwill consists of the amount by which the cost of an acquisition exceeds the fair value of the Group's share of the net identifiable assets of the acquired entity at the date of acquisition. Goodwill is amortized on a straight-line basis over the estimated useful life. Goodwill is amortized over 10 years, in view of the fact that the acquisitions made by the Parent Company are regarded as long-term holdings and will contribute value over a long period of time within the Group.

Intra-Group transactions
Intra-Group receivables and liabilities, intra-Group transactions and unrealized gains are eliminated in full. Unrealized losses are also eliminated unless the transaction represents an impairment loss.

Any change in internal gains over the financial year has been eliminated in the consolidated income statement.

Revenue recognition
Sales of goods or services are recognized when material risks and rewards are transferred from the seller to the buyer in accordance with the terms of the sale. Sales are recorded net of VAT and discounts. Income from assignments on a current account basis is recognized as revenue as work is performed and materials are delivered or consumed.

Interest income and dividends
Compensation in the form of interest or dividends is recognized as revenue when it is probable that the entity will receive the economic benefits associated with the transaction and when the amount of income can be measured reliably. Dividends are recognized when the competent body has resolved that the dividend should be paid. Interest income is recognized over the period to maturity using the effective interest method.

FINANCIAL INSTRUMENTS

Financial non-current assets are measured at cost less and impairment and financial current assets at the lower-of-cost-principle. The cost of interest-bearing instruments is adjusted for the accrued difference between what was originally paid, net of transaction costs, and the amount paid at maturity (premium or discount).

A financial asset is derecognized from the statement of financial position when the rights in the contract are realized, expire or the Company loses control over them. The same applies to part of a financial asset. A financial liability is derecognized from the statement of financial position when the contractual obligation is discharged or otherwise extinguished. The same applies to part of a financial liability.

CLASSIFICATION

Non-current assets and non-current liabilities consist essentially of amounts expected to be recovered or paid after more than 12 months from the balance sheet date. Current assets and current liabilities consist essentially of amounts expected to be recovered or paid within 12 months of the balance sheet date.

Shares and participations in subsidiaries
Shares and participations in subsidiaries are recognized at cost, less any write-downs. The cost includes the purchase consideration paid for the shares and acquisition costs. Any capital contributions are added to the cost as they are made. Dividends from subsidiaries are recognized as revenue.
In the case of investments in subsidiaries, the value of the asset is assessed annually on the basis of the forecast earnings of the subsidiaries.

Intangible non-current assets
Other intangible assets acquired by the Company are recognized at cost less accumulated amortization and impairment losses. Expenditure on internally generated goodwill and trademarks is recognized in the income statement as an expense as incurred.

Amortization is calculated using the straight-line method over the estimated useful life of the asset and begins when the asset becomes available for use. The amortization items are recognized as an expense in the income statement.

Intangible non-current assets	*Year*
Capitalized expenditure on development and similar work	5

Property, plant and equipment
Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. In addition to the purchase price, the cost includes expenditure directly attributable to the acquisition.

Depreciation is applied on a straight-line basis over the estimated useful life of the asset as it reflects the expected consumption of the asset's future economic benefits. The depreciation amount is recognized as an expense in the income statement.

Property, plant and equipment	*Year*
Expenditure on leasehold property	3
Machinery, computers and other technical equipment	3
Equipment, tools and installations	5

Tax
Tax on profit for the year in the income statement consists of current tax and deferred tax. Current tax is income tax for the current financial year relating to the taxable profit for the year and the part of the previous financial year's income tax that has not yet been recognized. Deferred tax is income tax on taxable profits of future financial years arising from past transactions or events. Deferred tax liabilities are recognized for all taxable temporary differences, except for temporary differences arising from the initial recognition of goodwill. Deferred tax assets are recognized for deductible temporary differences and for the possibility of future utilization of tax loss carryforwards. The calculation is based on how the carrying amount of the corresponding asset or liability is expected to be recovered or settled. The amounts are based on the tax rates and tax rules enacted before the balance sheet date and have not been discounted.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of available balances at banks and balances at securities depositories.

SHARE CAPITAL

Ordinary shares are classified as equity. Transaction costs directly attributable to the issue of new shares or options are recognized, net of tax, in equity as a deduction from the issue proceeds.

CONTINGENT LIABILITIES

A contingent liability is recognized when there is a possible obligation that arises from past events and whose existence will be confirmed only by one or more uncertain future events or multiple uncertain future events, or when there is an obligation that is not recognized as a liability or provision because it is not probable that an outflow of resources will be required.

EARNINGS PER SHARE

Profit for the year in SEK in relation to the average number of shares in issue on the balance sheet date.

STATEMENT OF CASH FLOWS

The statement of cash flows is prepared using the indirect method. The recognized cash flow includes only transactions resulting in cash receipts or payments.

In addition to cash and cash equivalents, the Company classifies as cash and cash equivalents balances with banks and other credit institutions and short-term liquid investments that are quoted in an active market and have a maturity of less than three months from the date of acquisition. Changes in restricted funds are reported in investing activities.

DEFINITIONS OF KEY PERFORMANCE INDICATORS

Net sales
The principal items of operating income, invoiced expense, ancillary revenue and revenue adjustments of the business.

EBITDA*
The Company's operating profit before interest, tax, impairment losses, depreciation and amortization.

EBITDA margin, (%)*
Operating profit before depreciation, amortization and impairment losses, as a percentage of net sales.

Operating profit (EBIT)*
Profit before financial income and expenses, and before extraordinary income and expenses.

EBIT margin (%)*
Operating profit as a percentage of net sales.

Sales growth (%)*
Change in net sales for the period in relation to the comparison period, expressed as a percentage

Equity ratio (%)*
Equity as a percentage of total assets.

Net cash*
Cash, cash equivalents and short-term investments less interest-bearing liabilities.

Earnings per share, SEK
Profit for the year in SEK in relation to the average number of shares in issue on the balance sheet date.

Number of shares
The number of shares in the Company

*Alternative key performance indicators not defined according to BFNAR 2012:1 Annual Report and Consolidated Financial Statements (K3), which are thus not necessarily comparable with key performance indicators with similar names used by other companies.

Note 2 Intangible non-current assets

GROUP	Q2 30/06/2026	Q2 30/06/2025	FULL YEAR 31/12/2025
Capitalized development expenditure			
Accumulated cost			
At beginning of period	45,674	17,239	17,239
In-house developed assets	7,322	8,382	21,126
At end of period	**52,996**	**25,621**	**38,365**
Accumulated amortization			
At beginning of period	-	-	-
Amortization for the year	-1,404	-	-
At end of period	**-1,404**	**-**	**-**
	51,592	**25,621**	**38,365**

Note 3 Property, plant and equipment

GROUP	Q2 30/06/2026	Q2 30/06/2025	FULL YEAR 31/12/2025
Expenditure on improvements to leasehold property			
Accumulated cost			
At beginning of period	418	418	418
Purchases for the year	-	-	-
At end of period	**418**	**418**	**418**
Accumulated depreciation			
At beginning of period	-418	-406	-406
Depreciation for the year	-	-12	-12
At end of period	**-418**	**-418**	**-418**
Equipment, tools and installations			
Accumulated cost			
At beginning of period	5,351	2,962	2,962
Purchases for the year	335	519	1,933
At end of period	**5,686**	**3,481**	**4,895**
Accumulated depreciation			
At beginning of period	-2,348	-1,358	-1,358
Depreciation for the year	-245	-343	-799
At end of period	**-2,593**	**-1,701**	**-2,157**
	3,093	**1,780**	**2,738**

Note 4 Financial non-current assets

GROUP	Q2 30/06/2026	Q2 30/06/2025	FULL YEAR 31/12/2025
Other long-term receivables			
Accumulated cost:			
At beginning of period	2,000	2,000	2,000
Additional receivables	–	–	–
Claims settled	–	–	–
At end of period	**2,000**	**2,000**	**2,000**

Note 5 Participations in Group companies

PARENT COMPANY	Share of equity	Share of votes	Number of participations	Book value 30/06/2026	Book value 30/06/2025	Book value 31/12/2025
Envar Entertainment AB	100%	100%	500	3,446	3,446	3,446
Envar Games AB – Class A	100%	100%	5,000	25	25	25
Envar Games AB – Class B	100%	100%	45,217	22	22	22
				3,493	**3,493**	**3,493**

Note 6 Deferred tax liability

GROUP	Q2 30/06/2026	Q2 30/06/2025	FULL YEAR 31/12/2025
Deferred tax liability on untaxed reserves			
At beginning of period	1,590	1,698	1,698
Change for the year	-	-108	-108
At end of period	**1,590**	**1,590**	**1,590**

Note 7 Other long-term liabilities

GROUP	Q2 30/06/2026	Q2 30/06/2025	FULL YEAR 31/12/2025
Rent deposits	1,198	1,198	1,198
	1,198	**1,198**	**1,198**

Note 8 Net sales by business segment

GROUP	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Net sales by business segment					
Games	16 760	-	16 760	-	-
Outsourcing	36 912	24 368	62 672	47 044	95 197
	53 672	**24 368**	**79 432**	**47 044**	**95 197**

Note 9 Interest income and similar items

GROUP	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Foreign exchange gains, unrealized	40	-	1,246	-	257
Other interest income	-1	228	22	229	636
	39	**228**	**1,268**	**229**	**893**

PARENT COMPANY	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2024
Other interest income	-	228	22	228	633
	-	**228**	**22**	**228**	**633**

Note 10 Interest expense and similar items

GROUP	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2026
Exchange rate losses	-594	-396	-1,498	-1,079	-2,140
Other interest costs	-39	-1	-40	-12	-12
Other financial costs*	-	186	-	-	-
	-633	**-211**	**-1,538**	**-1,091**	**-2,152**

PARENT COMPANY	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	HELÅR 2024
Other financial costs*	-	186	-	-0	-0
	-	**186**	**-**	**-0**	**-0**

Note 11 Tax on profit for the year

GROUP	PERCENT	APR 2026–JUN 2026	APR 2025–JUN 2025	JAN 2026–JUN 2026	JAN 2025–JUN 2025	FULL YEAR 2025
Current tax	20.60%	-3,883	-1,267	-4,656	-2,099	-3,251
Reconciliation of effective tax						
Profit before tax		18,750	6,063	22,418	10,066	15,379
Tax at the rate applicable to the Parent Company	20.60%	-3,863	-1,249	-4,618	-2,073	-3,168
Non-deductible expenses		-12	-18	-22	-26	-41
Non-taxable income		0	0	0	0	0
Non-deductible expenses not entered in the accounts		-	-	-	-	-
Standard interest rate on tax allocation reserve		-8	-	-16	-	-31
Utilization of non-capitalized loss carryforwards		-	-	-	-	108
		-3,883	**-1,267**	**-4,656**	**-2,099**	**-3,132**

Note 12 Transactions with related parties

None of the shareholders, directors, senior executives, auditors or related parties in the Envar Group has had any direct or indirect involvement in any business transactions with the companies that are or were unusual in nature or as regards terms. The Group's Chief Executive Officer is employed by the subsidiary Envar Entertainment AB, and all remuneration and board fees are paid from the same company. Nor has the Company granted any loans, guarantees or sureties to or for the benefit of any of the shareholders, directors, senior executives, auditors or related parties of the companies. Agreements on services with related parties are entered into on an arm's length basis. There were no transactions between Envar and related parties that materially affected the Group's financial position and performance during the reporting periods.

OTHER INFORMATION

REVIEW
This interim report has not been reviewed by the Company's auditor.

COMMUNICATION LANGUAGE
The board has decided that the communication language for the company shall be Swedish and English, with the Swedish version taking precedence.

THE COMPANY'S OPERATIONS AND RISK FACTORS
The Board of Directors and the CEO certify that the interim report gives a true and fair view of the Company's and the Group's operations, financial position and performance, and describes the material risks and uncertainties faced by the Company and the companies included in the Group.

CERTIFIED ADVISER
Amudova AB is the Company's Certified Adviser and may be contacted at info@amudova.se or +46 8 545 017 58.

UPCOMING REPORT DATES

Interim report January–September 2026	November 11, 2026
Year-end report January-December 2026	February 16, 2027
Interim report January–March 2027	May 11, 2027

Stockholm August 11, 2026

Atey Ghailan
CEO

Emil Daugaard
Chair of the Board of Directors

Ewelina Pettersson
Member of the Board of Directors

Amanda Bergerståhl
Member of the Board of Directors

FOR FURTHER INFORMATION, PLEASE CONTACT

Atey Ghailan, CEO
info@envarstudio.com

Envar Holding AB
Org. reg. no. 559407-6563
Götgatan 78
SE-118 20 STOCKHOLM, SWEDEN

This information is information that ENVAR HOLDING AB is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact persons set out above, at 2026-08-11 08:00 CEST.