2026

Interim Report Q2

January - June 2026

Bridging the gap between humans and machines for a safer future

smart eye

Strong royalty revenue drives growth

Financial highlights

April - June 2026

- **Organic growth** amounted to 54%
- **Net sales** increased by 53%
- **Organic growth in Automotive** 128%
- **Gross margin** improved as a result of high growth in royalty income.
- **EBITDA** improved by SEK 26.4 million compared to same period last year.
- **Free cash flow** improved by SEK 14.1 million.
- **Available cash and cash equivalents**, including credit facilities, amounted to SEK 117.7 (93.8) million.
- **Earnings after tax per share** were -0.69 (-1.00) and after full dilution -0.69 (-1.00).

January - June 2026

- **Organic growth** amounted to 52%
- **Net sales** increased by 47%
- Organic growth in **Automotive** 125%
- **The gross** margin improved as a result of high growth in royalty income.
- **EBITDA** improved by SEK 71.2 million.
- **Earnings after tax per share** were -1.27 (-2.50) and after full dilution -1.27 (-2.50).

April - June		Q2 2026	Q2 2025	Change
Net sales	KSEK	140,877	92,123	53%
Organic growth	%	54	7	44%
Organic growth Automotive	KSEK	128	27	95%
Gross margin	%	90	90	0%
EBITDA	KSEK	27,443	1,013	26,430
Operating result EBIT	KSEK	-20,526	-40,559	49%
Result after tax	KSEK	-27,013	-37,442	28%
Free cash flow	KSEK	-23,820	-37,939	14,119

January - June		Q1-Q2 2026	Q1-Q2 2025	Change
Net sales	KSEK	267,346	182,192	47%
Organic growth	%	52	7	44%
Organic growth Automotive	KSEK	125	27	95%
Gross margin	%	91	89	1%
EBITDA	KSEK	54,312	-16,879	71,191
Operating result EBIT	KSEK	-36,490	-101,939	64%
Result after tax	KSEK	-49,833	-92,545	46%
Free cash flow	KSEK	-56,118	-85,878	29,760

Business Highlights

April - June 2026

- During the quarter, Smart Eye received an additional **Interior Sensing AI order** from a major Japanese vehicle manufacturer. The order is for two existing DMS models and has an estimated value of at least SEK 60 million over the product life cycle.
- Smart Eye secured **four new DMS Design Wins** from a leading global automotive manufacturer. The order comprises four vehicle models and has an estimated value of SEK 50 million over the product life cycle.
- The Smart Eye presented **new technology** for contactless monitoring of vital parameters, including heart and respiratory rate, integrated into the company's existing DMS platform.

After the period

- **On July 7, 2026,** the EU's requirements for driver monitoring and distraction warning came into force for new vehicle models, reinforcing the long-term demand for Smart Eye's DMS solutions.
- **On July 17, 2026,** Smart Eye received an additional order for Interior Sensing to three existing DMS programs, with an increased estimated order value of SEK 15 million over the product lifecycle.
- **On August 13, 2026,** Smart Eye secured a Design Win for a rear-view mirror-integrated Interior Sensing program for three new car models, with an estimated order value of approximately SEK 100 million.

The company will comment on its quarterly results during the earnings call hosted by Redeye, taking place live online at 11:00 on August 26, where the CEO and CFO will present the results and answer questions.

Financial Summary

		Apr-Jun		Jan-Jun		Full year
		2026	2025	2026	2025	2025
Net sales	KSEK	140,877	92,123	267,346	182,192	403,672
Gross profit	KSEK	126,832	82,792	242,315	162,738	350,598
Gross margin	%	90.0	89.9	90.6	89.3	86.9
EBITDA	KSEK	27,443	1,013	54,312	-16,879	4,856
Operating profit/loss	KSEK	-20,526	-40,559	-36,490	-101,939	-163,498
Operating margin	%	neg.	neg.	neg.	neg.	neg.
Profit/loss after tax	KSEK	-27,013	-37,442	-49,833	-92,545	-172,759
Earnings per share	SEK	-0.69	-1.00	-1.27	-2.50	-4.55
Return on total capital	%	-1.98	-2.69	-3.85	-5.81	-10.84
Equity per share	SEK	34.83	37.13	33.04	43.06	34.13
Equity per share after full dilution	SEK	34.26	36.25	32.50	42.03	33.68
Equity ratio	%	66.52	77.75	68.17	83.09	68.20
Number of shares		39,198,762	37,456,653	39,198,762	36,995,768	37,953,933
Number of shares after full dilution		39,850,762	38,362,714	39,850,762	37,901,829	38,453,666
Average number of shares before full dilution		38,941,478	37,456,653	38,590,539	37,423,367	37,663,786
Average number of shares after full dilution		39,593,478	38,362,714	39,242,539	38,329,427	38,163,519

Comments From the CEO

The strong development continued and accelerated in the second quarter. Smart Eye grew organically by 54%, with Automotive delivering a record 128% organic growth. Group revenues reached SEK 141 million, compared to SEK 92 million last year.

Even more importantly, we are now seeing the operational leverage that we have been working towards for many years. The strong growth in high-margin software license revenues lifted gross profit by SEK 44 million and EBITDA reached SEK 27 million, an improvement of SEK 26 million compared to the same quarter last year. For the first six months, EBITDA amounted to SEK 54 million, an improvement of SEK 71 million.

Automotive is clearly the engine behind this development. Behavioral Research, on the other hand, had another challenging quarter, declining organically by 7%, mainly due to lower sales of hardware. iMotions software-based offering developed considerably better, growing organically by 7%.

Overall, Q2 provides further evidence that Smart Eye is entering a fundamentally different phase as years of Automotive Design Wins increasingly translate into production volumes, software license revenues and earnings.

Automotive

Automotive had a very strong quarter. Revenues increased from SEK 42 million to SEK 93 million, corresponding to organic growth of 128%. The main driver was software license revenues from increasing vehicle production, while NRE and AIS grew, albeit at a slightly lower pace.

The production ramp up is increasing rapidly. License revenues grew by over 200% in the quarter. The number of car models in production increased from 155 to 175, while 20 of our 24 OEM customers now have Smart Eye software in production, compared to 15 one quarter ago. As more of our 379 Design Wins enter production, the impact of high-margin license revenues on growth and profitability becomes increasingly significant.

July 7 marked a major milestone as EU requirements for driver monitoring and distraction warning came into force for all newly registered cars. Smart Eye started investing in DMS more than a decade ago,

and the rapid royalty growth we see today is the result of that long-term investment. With existing programs ramping and new models entering production, we see this as the beginning of the next phase of DMS growth.

Interior Sensing, our next growth vector, is also gaining momentum. During Q2, a major Japanese OEM expanded two existing DMS programs with Interior Sensing AI, adding at least SEK 60 million in estimated lifetime value.

In August, a major European OEM selected Smart Eye for a combined DMS and OMS program for three new models, integrated into the rear-view mirror and valued at approximately SEK 100 million. Interior Sensing has now been selected for 18 car models by four OEMs.

These wins demonstrate that existing DMS customers select Smart Eye for OMS (Occupant Monitoring System) as well, expanding our value per vehicle. This also demonstrates the versatility of our technology across different camera positions, including the increasingly important rear-view mirror.

Together with new capabilities such as vital signs monitoring, intoxication detection, iris authentication and child presence detection, Interior Sensing represents an important next growth vector alongside our rapidly expanding DMS business.

Behavioral Research

Behavioral Research had a more challenging quarter. Revenues amounted to SEK 48 million compared with SEK 50 million last year, corresponding to an organic decline of 7%.

The weakness mostly comes from hardware, where sales remained below last year's level. We are not satisfied with this development and are working actively to improve performance.

iMotions, including the former Media Analytics business, developed considerably better and delivered organic growth of 7% during the quarter. This is encouraging given the continued cautious market environment and confirms the strength of our multimodal research software offering.

Sightic, which joined Smart Eye earlier this year, also contributed positively to the business area. Beyond its immediate revenue contribution, the acquisition gives us technology and expertise that are strategically important for our Automotive intoxication roadmap.

Our priority in Behavioral Research remains profitable growth. We will continue to maintain cost discipline while strengthening the parts of the portfolio where we see the greatest long-term potential.

Final Words

The first half of 2026 demonstrates the transformation taking place in Smart Eye. Group organic growth reached 52%, Automotive grew organically by 125%, and our gross margin increased to 91%, mainly because of the growing contribution from software royalties.

Twenty of our 24 automotive OEM customers are now in production. Smart Eye technology is in production in 175 of 379 Design Wins, with an estimated remaining lifetime order value exceeding SEK 7.6 billion. The EU DMS regulation is fully in force. Royalty revenues are growing rapidly, and the operating leverage of our software business is increasingly visible.

And while DMS continues to scale, the next growth vector is already emerging. Interior Sensing has now been selected for 18 models across four OEMs, with several recent orders demonstrating how our established DMS position can expand into broader and higher-value cabin monitoring. We are anticipating further such nominations in the near future.

For many years, we have talked about the harvest that would come when our large portfolio of Design Wins reached production.

We are now harvesting – while planting the seeds for the next generation of growth.

Martin Krantz

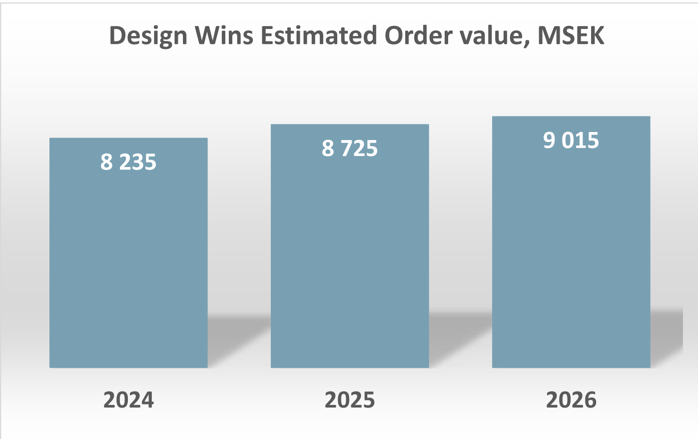
Founder and CEO, Smart Eye

Estimated Order Value development 2015 – August 2026

Smart Eye has since 2018 disclosed information on the estimated order value of obtained Design Wins as of the time the report is published. The figures in brackets indicate the levels at the time of the previous report's publication, which in this case was May 18, 2026.

The estimated order value of the company's 379 (372) Design Wins to date amount to SEK 9,015 (8,850) million over the product life cycle. The estimated order value is based on the exchange rates of when announcing the Design Wins.

The calculations are based on the company's estimates of OEM production volumes for different vehicle models. These production volumes may change if the underlying conditions for the life cycle assumptions of the vehicle platforms change.



Estimated Order Value on Future Deliveries

The Estimated Order Value on future deliveries refers to order value from vehicle models that have entered production or will enter production.

The estimated order value on future deliveries included Design Wins from Q2 2026 and onwards amounted to approximately SEK 7.6 (7.5) billion, based on the average exchange rates in Q1 2026 (EUR/SEK 10,70 and USD/SEK 9,15).

Today, Smart Eye assesses to have 175 (+20) Design Wins that have entered production of which 160 are actively in production. Another 204 vehicles will enter production in the coming years.

The calculations are based on the company's estimates of OEM production volumes for different vehicle models. These production volumes may change if the underlying conditions for the life cycle assumptions of the vehicle platforms change.

Going forward, the estimated order value on future deliveries will be updated as new Design Wins are added or old ones subtracted, or if FX changes materially.

24 OEMs | 379 DMS Design Wins | 18 Interior Sensing Design Wins | 2 Impairment Design Wins

North America
3 OEMs | 126 Design Wins
Entered production
2 OEM | 28 Design Wins

Europe
13 OEMs | 156 Design Wins
Entered production
12 OEMs | 94 Design Wins

Asia
8 OEMs | 97 Design Wins
Entered production
6 OEMs | 53 Design Wins

The Group

Second quarter 2026

Revenue

Net sales for the period April-June 2026 amounted to SEK 140.9 (92.1) million, which is an increase of 53%. Organic growth, excluding both exchange rates effects and the acquisition of Sightic, amounted to 54%. Gross Profit improved with SEK 44.0 million and gross margin amounted to 90% (90%).

Net sales for the **Automotive business area** (Automotive Solutions and Fleet & Aftermarket) amounted to SEK 93.2 million in the second quarter, compared with SEK 41.6 million in the corresponding quarter of the previous year. Organic growth was 128%, primarily driven by increased royalty revenues as new vehicle models equipped with Smart Eye's DMS solutions entered production. This development is supported by the EU regulatory requirement for driver monitoring systems (DMS), which, as of July 7, 2026, applies to all new cars registered in the EU. NRE revenues and sales of AIS products also increased during the quarter.

For the **Behavioral Research business area** (Applied AI, iMotions and Sightic), net sales during the second quarter amounted to SEK 47.6 (50.5) million. Organic growth amounted to -7%, excluding exchange rates effects and the acquisition of Sightic, and is driven by less sales within Applied AI (previous Research Instruments). iMotions (merged with Media Analytics) reports an organic growth of 7%. The newly acquired Sightic impact positively and contribute to growth for the business area, +5%.

Revenue		Q2 2026	Q2 2025
Net Sales	KSEK	140,877	92,123
Growth	%	53	5
Organic growth	%	54	7
Automotive Solutions	KSEK	93,240	41,597
Organic growth Automotive Solutions	%	128	27
Behavioral Research	KSEK	47,636	50,527
Organic growth Behavioral Research	%	-7	-5

Results

EBITDA amounted to SEK 27.4 (1.0) million. The improvement was primarily driven by higher gross profit in Automotive, which more than offset the increase in operating expenses. The higher cost level was mainly attributable to investments in sales and marketing, salary revisions, and higher IT and other administrative expenses.

The operating result, **EBIT**, amounted to SEK -20.5 (-40.6) million, an improvement with SEK 20.1 million. Depreciation and amortization increased during the quarter, primarily as a result of the acquisition of Sightic and investments in finance leases since February.
Amortization of the excess values arising from the acquisitions of Affectiva, iMotions and Sightic Analytics amounted to SEK 27.9 million during the quarter. Depreciation of tangible fixed assets had a negative impact on earnings of SEK 2.9 (2.2) million.

Earnings before tax, **EBT**, amounted to SEK -30.1 (-44.1) million, an improvement with SEK 14.0 million. Financial expenses increased during the quarter, primarily due to the bond issued in December 2025 and higher interest expenses related to finance lease agreements. Interest expense on the bond amounted to SEK 6.9 million during the quarter.

Result after tax amounted to SEK -27.0 (-37.4) million. Deferred tax income of SEK 3.1 million was recognized during the quarter.

Results		Q2 2026	Q2 2025
EBITDA	KSEK	27,443	1,013
Operating result EBIT	KSEK	-20,526	-40,559
EBT	KSEK	-30,060	-44,065
Amortization surplus value	KSEK	-27,860	-28,891
Depreciation financial leasing	KSEK	-2,851	-2,210

The Group
January – June 2026

Revenue

Net sales for the period January-June 2026 amounted to SEK 267.3 (182.2) million, which is an increase of 47%. Organic growth, excluding both exchange rates effects and the acquisition of Sightic, amounted to 52%. **Gross Profit** improved with SEK 79.6 million and gross margin amounted to 91% (89%), mainly driven by higher royalty revenue.

Net sales for the **Automotive business area** (Automotive Solutions and Fleet & Aftermarket) during January-June were SEK 175.3 million, compared with SEK 80.8 million in the same period previous year. Organic growth amounted to 125%, driven by higher royalty revenues related to the legislation requiring Driver Monitoring Systems (DMS) in all new cars, which was implemented across the EU from July 7, 2026. Automotive's NRE revenue and AIS product sales increased as well.

For the **Behavioral Research business area** (Applied AI, iMotions and Sightic), net sales during the second quarter amounted to SEK 92.0 (101.4) million. Organic growth amounted to -10% and is driven by less sales within Applied AI (previous Research Instruments). iMotions (merged with Media Analytics) reports revenue growth with 4% excluding exchange rates effects. The newly acquired Sightic impact positively and contribute to growth for the business area, +5%.

Results

EBITDA amounted to SEK 54.3 (-16.9) million, an improved profitability with SEK 71.2 million. The improved result is driven by higher Automotive contribution, offsets, OPEX increased due to investment in sales and marketing, salary review, IT and other administrative expenses.

The operating result, **EBIT**, amounted to SEK -36.5 (-101.9) million, an improvement with SEK 65.4 million. Amortization of the surplus value created in conjunction with the Affectiva, iMotions and Sightic Analytics acquisitions amounted to SEK -53.4 (-55.4) million. The depreciation of financial leasing affected the result with SEK -4.9 million.

Earnings before tax, **EBT**, amounted **to** -53.4 (-109.3) MSEK, an improvement with SEK 56.0 million. Interest expense on the bond amounted to SEK 13.5 million.

Result after tax amounted to SEK -49,8 (-92.5) million. Deferred tax has been posted in the period amounting to SEK 3.6 million.

Revenue		Q1-Q2 2026	Q1-Q2 2025
Net Sales	KSEK	267,346	182,192
Growth	%	47	8
Organic growth	%	52	7
Automotive Solutions	KSEK	175,331	80,794
Organic growth Automotive Solutions	%	125	27
Behavioral Research	KSEK	92,015	101,399
Organic growth Behavioral Research	%	-10	-5

Results		Q1-Q2 2026	Q1-Q2 2025
EBITDA	KSEK	54,312	-16,879
Operating result EBIT	KSEK	-36,490	-101,939
EBT	KSEK	-53,366	-109,328
Amortization surplus value	KSEK	-53,430	-55,412
Depreciation financial leasing	KSEK	-4,869	-4,825

Financial position

Cash and cash equivalents at the end of June amounted to SEK 85.9 (Opening balance in the quarter 100.0) million. Available cash ending balance including overdraft facilities amounted to SEK 117.7 (93.8) million.

Cash flow during the quarter amounted to SEK -15.6 million. Free cash flow amounted to SEK -23.8 million. An amount of SEK 10.3 million relating to Q1 has been reclassified from Non-cash items to Other current liabilities. The reclassification only affects the cumulative figures for the first half of the year and has no impact on Q2 on a standalone basis.

During the quarter, the Company issued shares to cover increased social security contributions related to the 2023 share-based incentive program, which was vested on May 15. The share issue amounted to approximately SEK 8 million and is reported within financing activities in the cash flow statement. However, as the share issue relates to costs associated with the share-based incentive program and is therefore considered operating in nature, adjusted free cash flow amounted to SEK -16 million.

Investment activities affected the cash flow with SEK -33.3 million and was mainly driven by investments in product development that amounted to SEK -31.3 million. Investment in IT and other tangible assets amounted to SEK -2.0 million.

The company continuously evaluates its cash flow position and the expected timing of becoming cash flow positive.

Financial position		Q2 2026	Q2 2025
Cash ending balance incl. credit facilitites	KSEK	117,749	93,752
Free cash flow	KSEK	-23,820	-37,939

Important events during the period

Smart Eye secured another Interior Sensing AI order

In April, Smart Eye received an additional order for Interior Sensing AI from a major Japanese vehicle manufacturer. The order strengthens the company's position in advanced cabin monitoring and confirms the growing interest in intelligent safety and comfort solutions in vehicles.

Four new Design Wins from leading global vehicle manufacturer

At the end of the quarter, Smart Eye announced four new Design Wins for the Driver Monitoring System from a leading global vehicle manufacturer. The design win strengthens the company's already extensive order backlog and expands the long-term revenue potential in the Automotive segment.

New technology for monitoring vital signs was presented

During the quarter, Smart Eye presented new technology for contactless monitoring of vital signs, including heart rate and respiratory rate. The technology is built on the company's existing DMS platform and demonstrates the potential to expand the functionality of Interior Sensing with additional in-cabin features that can support future safety and comfort applications.

Events after the end of the period

New EU regulations drive demand for driver monitoring systems

On 7 July 2026, the EU's requirements for driver monitoring and distraction warning came into force for all new vehicle models introduced to the market. The regulatory framework represents an important milestone for the European market for Driver Monitoring Systems and supports the long-term development in the area where Smart Eye is the market leader.

Another Interior Sensing order from global vehicle manufacturer

After the end of the period, Smart Eye announced another order for Interior Sensing from a major global vehicle manufacturer. The order strengthens the company's position in advanced cabin monitoring and contributes to expanding Smart Eye's presence in the next generation of safety and comfort systems for the automotive industry.

Smart Eye secures New Mirror-Integrated Interior Sensing Program with Global OEM

Smart Eye has received a new Design Win from a global European automotive manufacturer covering three new vehicle models. The order includes a rearview mirror-integrated Interior Sensing solution combining Driver Monitoring System (DMS) and Occupant Monitoring System (OMS) functionalities. Based on projected production volumes over the product lifecycle, the estimated order value amounts to approximately SEK 100 million.

The Parent Company

Second quarter 2026

Revenue

Net sales for the second quarter amounted to SEK 100.1 (55.3) million, which amounted to an increase of 81% compared with the same period last year. The growth is mainly driven by income from royalties in Automotive linked to the recently implemented legislation that mandates mandatory DMS in all new cars.

Gross margin improved to 91% (90%) and gross profit increased with SEK 41.3 million compared to the same period previous year.

Results

The operating result, **EBIT**, for the second quarter totaled to SEK 3.7 (-24.2) million, an improved profitability with SEK 27.9 million. The higher sales in Automotive offset the higher cost in OPEX linked to investments in sales and marketing, salary review, IT and other administrative costs.

Earnings before tax, **EBT**, amounted to SEK -5.2 (-27.3) million, an improvement with SEK 22.2 million.

January – June 2026

Revenue

Net sales for the period January-June amounted to SEK 192.0 (107.3) million, which amounted to an increase of 79% compared with the same period last year.
The growth was mainly driven by the recently implemented legislation mandating DMS in all new cars, which supported Automotive royalty revenue.
The company also recorded growth in Automotive NRE sales and AIS product sales.

Gross margin improved to 92% (90%) and gross profit increased with SEK 79.3 million.

Results

The operating result, **EBIT**, for the period January-June 2026 totaled to SEK 13.0 (-64.1) million, an improved profitability with SEK 77.1 million.

Earnings before tax, **EBT**, amounted to SEK -2.8 (-70.6) million, an improvement with SEK 67.8 million. Financial costs have increased linked to the bond subscribed in December 2025.

		Q2 2026	Q2 2025
Net Sales	KSEK	100,104	55,335
Growth	%	80.9	15.7
Operating result EBIT	KSEK	3,677	-24,209
Result before tax EBT	KSEK	−5,162	-27,330
Net income	KSEK	−4,099	-21,700

		Q1-Q2 2026	Q1-Q2 2025
Net Sales	KSEK	191,991	107,312
Growth	%	78.9	8.4
Operating result EBIT	KSEK	13,039	-64,080
Result before tax EBT	KSEK	−2,765	-70,602
Net income	KSEK	−2,196	-56,058

Significant risks and uncertainties in summary

Operational risks

The Group's operations are dependent on access to qualified and experienced personnel. The ability to retain existing employees and recruit new talent is critical to the Group's continued development, and a loss of key personnel or difficulties in hiring may adversely affect operations and execution capacity.

Maintaining competitiveness requires continuous product development and the ability to adapt to technological advances and changing market conditions. Initiatives such as the acquisition of Sightic, which expands the Group into a new market through ILE (Industry & Law enforcement), and the establishment of an AI innovation team are intended to support innovation and mitigate risks related to technological shifts.

The Group operates in an environment affected by geopolitical uncertainties, including conflicts in the Middle East, which may indirectly influence market conditions and business development. The group have no operation or experience any direct effect from the war in the Middle East.

The Group products are subject to several regulations, and the company mitigates this in its compliance process. To mitigate regulatory and execution-related risks, the company ongoing monitoring this via the group product compliance matrix.

Financial risks

A positive cash flow is essential for long-term investment in the competitiveness of the Group. Demand and production of car models related to the Group's Design Wins significantly impact on the company's license revenues and ultimately when the company reaches profitability and a positive cash flow. The company is currently financed through share capital and credit pending a positive cash flow. As sales increase, the company will face an increased currency exposure since most of the company's sales will be denominated in a currency other than Swedish kronor.

Market risks

Eye tracking is an emerging technology, whereby the company's products are currently used in behavioral research and as integrated products in the automotive industry. Regarding the Automotive business area, a delay or the non-materialization of an eye tracking launch in the automotive industry could entail a risk of a lower-than-expected growth rate. The future growth rate is strongly connected to the introduction of legislation in the European Union.

In the Behavioral Research business area, the biggest market risk is the availability of funding in the academic field. A general decline in funding could be partly offset by an increased penetration of the market as the presence of the group's technology is still emerging.

More details regarding risks and uncertainties, refer to the 2025 Annual Report, page 65-66.

Transactions with related parties

Except for shared-based incentive programs and intercompany transactions there were no transactions with related parties during the period.

Share Information

The Company is listed on Nasdaq First North Growth Market. Certified Adviser is Bergs Securities.

Number of shares

The number of shares as of June 30, 2026 totals 39,198,762. In May 520,285 shares were issued through the implementation of the share program 2023.

Share-based incentive scheme

At the Extraordinary GM 29th June 2026, it was resolved on the adoption of a longterm incentive program in the form of performance-based share options directed at employees within the Smart Eye group. The maximum number of performance shares will amount to 680,000.

The company has previously adopted two incentive programs, approved by the AGM on 17 May 2024 and the AGM on 13 May 2025. Total number of shares referring to the abovementioned programs amounts to 1,968,800, with a maximum expected dilution of 5.0%.

Dividend policy

The Company is in a development phase, and any surpluses are planned for reinvestment in the Company's development. The Board of directors do not intend to submit a dividend proposal.

Accounting policies

The interim report has been prepared in accordance with the Annual Accounts Act and the general advice and guidelines of the Swedish Accounting Standards Board, BFNAR 2012:1, Annual Reports and Consolidated Financial Statements (K3).

Condensed Consolidated Statement of Income

	Apr - Jun		Jan - Jun		Full year
KSEK	**2026**	**2025**	**2026**	**2025**	**2025**
Net sales	140,877	92,123	267,346	182,192	403,672
Cost of goods sold	-14,045	-9,331	-25,031	-19,454	-53,074
Gross Profit	**126,832**	**82,792**	**242,315**	**162,738**	**350,598**
Sales expenses	-48,831	-35,811	-96,004	-77,488	-153,462
Administrative expenses	-38,455	-35,673	-72,030	-79,714	-156,891
Research and development expenses	-66,060	-48,572	-119,565	-107,411	-205,905
Other operating income	8,226	4,314	14,296	9,533	17,565
Other operating expenses	-2,238	-7,609	-5,502	-9,597	-15,403
Operating profit/loss	**-20,526**	**-40,559**	**-36,490**	**-101,939**	**-163,498**
Financial income and expenses					
Interest income and similar profit items	250	38	545	68	228
Interest expenses and similar loss items	-9,784	-3,544	-17,421	-7,457	-31,282
Total financial income and expenses	**-9,534**	**-3,506**	**-16,876 0**	**-7,389**	**-31,054**
Profit/loss after financial items	**-30,060**	**-44,065**	**-53,366**	**-109,328**	**-194,552**
Tax on the result for the period	-29	6,623	-49	16,783	-244
Deferred tax	3,076	-	3,582	-	22,037
Result for the period	**-27,013**	**-37,442**	**-49,833**	**-92,545**	**-172,759**

Condensed Consolidated Balance Sheet

KSEK	30/06/2026	30/06/2025	31/12/2025
ASSETS			
Intangible assets	1,416,086	1,318,718	1,271,233
Tangible assets	29,568	27,448	22,006
Deferred tax asset	264,003	243,649	255,469
Other longterm assets	200	-	-
Total fixed assets	**1,709,857**	**1,589,815**	**1,548,708**
Inventories	**25,064**	**28,835**	**27,414**
Trade receivables	73,859	55,680	77,141
Current tax receivables	5,766	4,650	4,553
Other current receivables	4,371	6,505	8,331
Prepaid expenses and accrued income	147,580	91,440	98,964
Current receivables	**231,576**	**158,275**	**188,989**
Cash and cash equivalents	**85,875**	**11,770**	**134,812**
Total current assets	**342,515**	**198,880**	**351,215**
TOTAL ASSETS	**2,052,373**	**1,788,695**	**1,899,923**

Condensed Consolidated Balance Sheet

KSEK	30/06/2026	30/06/2025	31/12/2025
Shareholders' equity			
Share Capital	3,920	3,746	3,795
Other contributed Equity	2,507,625	2,434,810	2,439,148
Other Equity	-1,146,270	-1,047,880	-1,147,701
Total shareholders' equity	**1,365,275**	**1,390,676**	**1,295,242**
Deferred tax liabilities	123,620	107,974	104,278
Other provisions	2,288	-	-
Provisions	**125,908**	**107,974**	**104,278**
Other long-term debt	69,659	28,717	28,662
Other debt to credit institutions	6,985	108,017	4,416
Bond loan	294,406	-	293,425
Non-current liabilities	**371,050**	**136,734**	**326,503**
Other debt to credit institutions	12,857	8,680	10,280
Advance payments from customer	1,613	1,068	4,066
Trade payables	34,310	23,266	44,519
Tax liabilities	1,006	624	907
Other current debt	22,291	7,265	9,558
Accrued expenses and prepaid income	118,064	112,408	104,570
Current liabilities	**190,141**	**153,311**	**173,900**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	**2,052,373**	**1,788,695**	**1,899,923**

Condensed Consolidated Change in Shareholders' Equity

KSEK	Share capital	Other contributed Equity	Other Equity	Total equity
Opening balance 2025-01-01	**3,700**	**2,406,106**	**-816,787**	**1,593,019**
Set-off issue	46	28,704		28,750
Incentive program 2022	49	4,338	5,743	10,130
Incentive program 2023			3,108	3,108
Incentive program 2024			4,546	4,546
Incentive program 2025			4,106	4,106
Translation difference			-175,658	-175,658
Profit/loss for the year			-172,759	-172,759
Shareholders' equity 2025-12-31	**3,795**	**2,439,148**	**-1,147,701**	**1,295,242**
Opening balance 2026-01-01	**3,795**	**2,439,148**	**-1,147,701**	**1,295,242**
Set-off issue*	72	68,477		68,549
Incentive program 2023**	52		1,152	1,204
Incentive program 2024			2,462	2,462
Incentive program 2025			4,128	4,128
Translation difference			43,522	43,522
Profit/loss for the year			-49,833	-49,833
Shareholders' equity 2026-06-30	**3,920**	**2,507,625**	**-1,146,270**	**1,365,275**

The share capital consists of 39,198,762 shares with a quota value of SEK 0.1 per share.
* Acquisition of Sightic Analytics AB. The share capital increased by a total of SEK 72,454 in Q1 2026.
**Costs attributable to the 2023 Incentive Program. The share capital increased by SEK 52,029 in Q2 2026 as a result of shares issued.

Condensed Consolidated Cash Flow Analysis

	Apr - Jun		Jan - Jun		Full year
KSEK	**2026**	**2025**	**2026**	**2025**	**2025**
Operating activities					
Operating profit/loss after depreciation	-20,526	-42,803	-36,490	-104,183	-163,498
Adjustment for non-cash items*	44,869	42,692	89,900	83,446	175,411
Interest paid/received	-7,123	-6,007	-13,848	-9,670	-28,406
Tax paid	-234	-27	-298	-50	-
Cash flow from operating activities before changes in working capital	**16,986**	**-6,144**	**39,264**	**-30,456**	**-16,493**
Change in working capital					
Inventory	2,812	319	2,350	-69	1,352
Accounts receivable	-21,285	-3,572	3,282	-2,127	-23,588
Other current assets	-12,092	-2,938	-45,869	5,638	-11,181
Trade payables	2,621	-2,739	-10,209	-3,928	16,293
Other current liabilities*	20,448	9,020	24,523	1,247	-5,497
Cash flow from changes in working capital	**-7,496**	**90**	**-25,923**	**761**	**-22,621**
Cash flow from operating activities	**9,490**	**-6,054**	**13,341**	**-29,695**	**-39,114**
Investment activities					
Investments in intangible assets	-31,284	-30,723	-66,624	-54,388	-114,940
Investments in tangible assets	-2,042	-1,161	-2,746	-1,795	-2,256
Investment in business	16	-	-89	-	-
Cash flow from investment activities	**-33,310**	**-31,885**	**-69,459**	**-56,183**	**-117,196**
Financing activities					
Change in long-term liabilities	97	-	-1,672	-	293,986
Change in short-term credit facilities	-	39,658	-	75,000	-25,000
Proceeds from issue of shares	8,136	-	8,136	-	-
Cash flow from financing activities	**8,233**	**39,658**	**6,464**	**75,000**	**268,986**
Cash flow for the period	**-15,587**	**1,719**	**-49,654**	**-10,878**	**111,845**
Opening cash and cash equivalents	99,962	9,610	134,812	22,402	22,402
Exchange-rate differences in cash and cash equivalents	1,501	441	717	246	-265
Closing cash and cash equivalents	**85,875**	**11,770**	**85,875**	**11,770**	**134,812**

*SEK 10.3 million relating to Q1 has been reclassified between Non-cash items and Other current liabilities and only affects the cumulative figures for the first half of the year.

Condensed Parent Company's Statement of Income

	Apr - Jun		Jan - Jun		Full year
KSEK	**2026**	**2025**	**2026**	**2025**	**2025**
Net sales	100,104	55,335	191,991	107,312	243,226
Cost of goods sold	-8,917	-5,470	-15,744	-10,336	-29,509
Gross profit	**91,187**	**49,865**	**176,247**	**96,976**	**213,717**
Sales expenses	-25,453	-19,354	-53,273	-41,060	-79,533
Administrative expenses	-29,649	-25,081	-53,985	-59,811	-116,533
Research and development expenses	-37,015	-25,896	-63,409	-59,334	-106,893
Other operating income	7,859	3,370	13,796	8,031	15,193
Other operating expenses	-3,252	-7,113	-6,337	-8,882	-13,445
Operating profit/loss	**3,677**	**-24,209**	**13,039**	**-64,080**	**-87,494**
Financial income and expenses					
Interest income and similar profit items	215	39	527	57	197
Interest expenses and similar loss items	-9,054	-3,160	-16,331	-6,579	-29,713
Total financial income and expenses	**-8,839**	**-3,121**	**-15,804**	**-6,522**	**-29,516**
Profit/loss after financial items	**-5,162**	**-27,330**	**-2,765**	**-70,602**	**-117,010**
Tax on the result for the period	-	5,630	-	14,544	20,729
Deferred tax	1,063	-	569	-	-
Result for the period	**-4,099**	**-21,700**	**-2,196**	**-56,058**	**-96,281**

Condensed Parent Company's Balance Sheet

KSEK	30/06/2026	30/06/2025	31/12/2025
ASSETS			
Intangible assets	382,311	328,632	358,203
Tangible assets	6,550	7,055	6,056
Financial assets	1,584,462	1,454,040	1,470,511
Total fixed assets	**1,973,323**	**1,789,727**	**1,834,770**
Inventories	**24,138**	**27,726**	**26,439**
Trade receivables	36,587	27,582	43,672
Receivables from Group companies	571	588	615
Current tax receivables	5,766	4,650	4,553
Other current receivables	2,825	3,051	5,494
Prepaid expenses and accrued income	141,603	89,743	93,779
Current receivables	**187,352**	**125,614**	**148,113**
Cash and cash equivalents	**67,450**	**5,226**	**119,802**
Total current assets	**278,940**	**158,566**	**294,354**
TOTAL ASSETS	**2,252,263**	**1,948,293**	**2,129,124**

Condensed Parent Company's Balance Sheet

KSEK	30/06/2026	30/06/2025	31/12/2025
Shareholders' equity			
Share capital	3,920	3,746	3,795
Share premium fund	21,914	21,914	21,914
Fund for development costs	374,691	324,218	346,325
Restricted equity	**400,525**	**349,879**	**372,034**
Share premium fund	2,485,803	2,412,896	2,417,326
Retained profit	-1,146,054	-1,018,402	-1,029,149
Profit/loss for the year	-2,196	-56,058	-96,281
Unrestricted equity	**1,337,553**	**1,338,436**	**1,291,896**
Total shareholders' equity	**1,738,078**	**1,688,315**	**1,663,930**
Other long term-debt	64,694	28,546	28,546
Bond loan	294,406	100,000	293,425
Non-current liabilities	**359,100**	**128,546**	**321,971**
Advance payments from customer	3	1,068	4,066
Trade payables	25,365	18,743	36,129
Debt to Group companies	49,370	46,471	42,060
Other current debt	19,427	6,978	9,082
Accrued expenses and prepaid income	60,919	58,172	51,886
Current liabilities	**155,085**	**131,432**	**143,223**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	**2,252,263**	**1,948,293**	**2,129,124**

Condensed Parent Company's Change in Shareholders' Equity

KSEK	Share capital	Share premium fund (restricted)	Fund for develop-ment costs (restricted)	Share premium fund (un-restricted)	Other un-restricted equity	Profit/loss for the year	Total equity
Opening balance 2025-01-01	**3,700**	**21,914**	**253,917**	**2,384,192**	**-825,646**	**-128,598**	**1,709,479**
Appropriation of profit					-128,598	128,598	-
Set-off issue	46			28,704			28,750
Issue costs				92			92
Incentive program 2022	49			4,338	5,743		10,130
Incentive program 2023					3,108		3,108
Incentive program 2024					4,546		4,546
Incentive program 2025					4,106		4,106
Fund for development costs			137,357		-137,357		-
Reversal of fund for development costs			-44,949		44,949		-
Profit/loss for the year						-96,281	-96,281
Shareholders' equity 2025-12-31	**3,795**	**21,914**	**346,325**	**2,417,326**	**-1,029,149**	**-96,281**	**1,663,930**
Opening balance 2026-01-01	**3,795**	**21,914**	**346,325**	**2,417,326**	**-1,029,149**	**-96,281**	**1,663,930**
Appropriation of profit					-96,281	96,281	-
Set-off issue*	72			68,477			68,549
Incentive program 2023**	52				1,152		1,204
Incentive program 2024					2,462		2,462
Incentive program 2025					4,128		4,128
Fund for development costs			47,665		-47,665		-
Reversal of fund for development costs			-19,298		19,298		-
Profit/loss for the year						-2,196	-2,196
Shareholders' equity 2026-06-30	**3,920**	**21,914**	**374,691**	**2,485,803**	**-1,146,054**	**-2,196**	**1,738,078**

The share capital consists of 39,198,762 shares with a quota value of SEK 0.1 per share.
* Acquisition of Sightic Analytics AB. The share capital increased by a total of SEK 72,454 in Q1 2026.
**Costs attributable to the 2023 Incentive Program. The share capital increased by SEK 52,029 in Q2 2026 as a result of shares issued.

Condensed Parent Company's Cash Flow Analysis

	Apr - Jun		Jan - Jun		Full year
KSEK	**2026**	**2025**	**2026**	**2025**	**2025**
Operating activities					
Operating result after depreciation	3,677	-26,453	13,039	-66,324	-87,494
Adjustment for non-cash items	14,316	11,754	29,709	23,149	56,260
Interest paid/received	-6,869	-6,028	-13,662	-9,675	-28,409
Cash flow from operating activities before changes in working capital	**11,124**	**-20,727**	**29,086**	**-52,850**	**-59,643**
Change in working capital					
Inventory	2,821	592	2,301	24	1,310
Accounts receivable	-9,287	716	6,515	-2,650	-19,173
Other current assets	-11,570	-3,669	-45,753	3,325	-8,985
Trade payables	-843	-1,565	-10,764	-2,196	15,166
Other current liabilities	14,078	12,432	22,627	12,336	10,870
Cash flow from changes in working capital	**-4,801**	**8,506**	**-25,074**	**10,839**	**-812**
Cash flow from operating activities	**6,323**	**-12,221**	**4,012**	**-42,011**	**-60,455**
Investment activities					
Investments in intangible assets	-22,285	-23,841	-48,015	-42,324	-90,838
Investments in tangible assets	-1,073	-144	-1,716	-511	-960
Shareholder contributions to subsidiaries	-7,484	-	-15,090	-	-
Cash flow from investment activities	**-30,842**	**-23,985**	**-64,821**	**-42,835**	**-91,798**
Financing activities					
Change in non-current liabilities	-	-	-	-	287,861
Change in short-term credit facilities	-	39,658	-	80,881	-25,000
Proceeds from issue of shares	8,139		8,139		
Cash flow from financing activities	**8,139**	**39,658**	**8,139**	**80,881**	**262,861**
Cash flow for the period	**-16,380**	**3,452**	**-52,670**	**-3,965**	**110,608**
Opening cash and cash equivalents	82,917	1,774	119,802	9,192	9192
Exchange-rate differences in cash and cash equivalents	913	-	318	-	-
Closing cash and cash equivalents	**67,450**	**5,226**	**67,450**	**5,226**	**119,802**

Definition of Key Ratios

Free cash flow
Cash flow from operating activities after capital expenditures.

EBT
Earnings before tax.

Organic Growth
Excluding exchange rate variance and items affecting comparability.

Equity Ratio
Equity and untaxed reserves (less deferred tax) as a ratio of total assets.

Operating Profit/Loss
Profit/loss before financial items, costs and tax.

Operating Margin
Operating profit as a ratio of net operating revenue.

EBITDA
Operating profit before depreciation and amortization.

Return on Total Capital
Profit after tax as a ratio of average total capital during the period.

Earnings per Share
Profit for the period divided by the number of outstanding shares at the end of the period.

Earnings per Share After Full Dilution
Profit for the period divided by the number of outstanding shares after full dilution at the end of the period. Performed only when result is positive.

Equity per Share
Equity divided by the number of shares at the end of the period.

Equity per Share After Full Dilution
Equity divided by the number of shares after full dilution at the end of the period.

Definitions and Abbreviations

DMS
Driver Monitoring System, a technology that monitors driver attention and condition to detect distraction, drowsiness, and other safety risks.

In the money
The criterion or criteria of the options or performance shares are fully or partially met.

NRE
Non-recurring Engineering, customer project revenue, common terminology in Automotive.

OMS
Occupant Monitoring System, a technology that monitors occupants and activities within the vehicle cabin, sometimes called CMS (Cabin Monitoring System).

Interior Sensing
Collective term for DMS, CMS, OMS, ODMS and other in-cabin sensing functions that use cameras and AI to understand and analyze people and activities inside the vehicle.

ILE
Business unit in Sightic, Industry and law enforcement.

This interim report has not been reviewed by the company’s auditor.

Signing of the Report

The Board of Directors and the CEO assure that the interim report provides a fair overview of the Parent Company’s and the Group’s operations, position and results and describes the significant risks and uncertainties in the Parent Company and the companies included in the Group.

Gothenburg, August 26, 2026

Anders Jöfelt

Chairman of the Board

Maria Hedengren

Board Member

Lars Olofsson

Board Member

Mats Krantz

Board Member

Andreas Anyuru

Board Member

Magnus Jonsson

Board Member

Cecilia Wachtmeister

Board Member

Martin Krantz

CEO

Smart Eye Aktiebolag (publ)

Calendar

- Interim report Jul-Sep, November 17th, 2026

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This information is information that Smart Eye AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication at 7:00 am CET on August 26, 2026.

About Smart Eye

Smart Eye is the leading provider of Human Insight AI, technology that understands, supports and predicts human behavior in complex environments. The company is on a mission to bridge the gap between humans and machines for a safe and sustainable future. Supported by Affectiva and iMotions – companies it acquired in 2021 – Smart Eye's multimodal software and hardware solutions provide unparalleled insight into human behavior.

Founded in 1999, Smart Eye is a global company headquartered in Sweden, with customers including NASA, Nissan, Boeing, Honeywell, Volvo, GM, BMW, Polestar, Geely, Harvard University, 26 percent of the Fortune Global 500 companies, and over 1,300 research organizations around the world.

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