Eltel Group

Half-year report January-June 2026

Stockholm, Sweden, 21 July 2026

April–June 2026

- Net sales EUR 199.6 million (201.0), a decrease of 0.7%. Organic growth[1)] was -1.7%
- Gross profit EUR 24.7 million (22.5) and gross margin 12.4% (11.2)
- Adjusted EBITA[2)] EUR 5.5 million (2.5) and adjusted EBITA margin 2.8% (1.2)
- Items affecting comparability[3)] EUR -1.4 million (-0.5)
- Operating result (EBIT) EUR 4.2 million (2.0) and EBIT margin 2.1% (1.0)
- Net result EUR -0.5 million (-0.8)
- Earnings per share EUR -0.00 (-0.01), basic and diluted
- Cash flow from operating activities EUR 3.4 million (-7.8)

January–June 2026

- Net sales EUR 390.8 million (370.6), an increase of 5.4%. Organic growth[1)] was 4.0%
- Gross profit EUR 47.7 million (44.7) and gross margin 12.2% (12.1)
- Adjusted EBITA[2)] EUR 8.6 million (3.4) and adjusted EBITA margin 2.2% (0.9)
- Items affecting comparability[3)] EUR -1.4 million (-1.1)
- Operating result (EBIT) EUR 7.3 million (2.3) and EBIT margin 1.9% (0.6)
- Net result EUR -2.3 million (-3.4)
- Earnings per share EUR -0.02 (-0.03), basic and diluted
- Cash flow from operating activities EUR -15.7 million (9.7), including EUR 15.8 million repayment of tax deferral in Sweden
- Net debt EUR 170.1 million (144.6), increase due to the hybrid bond (classified as equity) being replaced during the refinancing with a bond (classified as debt)

Significant events during and after the reporting period

- During the second quarter, Eltel signed new contracts with a combined value, TCV, of about EUR 217 million (104) and the value of the total orderbook[4)] was EUR 1.2 billion (1.2).
- On 2 April, it was announced that Eltel has been awarded a contract valued at EUR 25 million to build the grid connection for Hyperco's Data Center in Lohja, Finland.
- On 29 April, it was announced that Eltel has signed a new frame agreement with Elisa in Finland valued at EUR 60 million, covering network construction and maintenance.
- On 8 June, it was announced that Eltel received a contract award decision from Vattenfall in Sweden worth EUR 275 million. The contract was appealed during the standstill period. The contract award constitutes Eltel's largest contract to date.
- On 3 July, it was announced that Eltel has been awarded a contract valued at EUR 20 million to build the grid connection for FCDC's Data Center in Karjaa, Finland.
- On 3 July, it was announced that Eltel has been awarded a EUR 34 million transmission line contract by Fingrid. This is the largest single transmission line project to date in Finland in Eltel's history.
- On 13 July, it was announced that Eltel has signed an expanded agreement with GlobalConnect for complete fiber installations in Denmark, worth EUR 13 million.

Key figures

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	199.6	201.0	390.8	370.6	817.8
Net sales growth, %	-0.7%	-6.9%	5.4%	-5.5%	-1.3%
Gross profit	24.7	22.5	47.7	44.7	105.1
Gross margin, %	12.4%	11.2%	12.2%	12.1%	12.9%
Adjusted EBITDA	12.7	10.3	23.1	18.0	50.4
Adjusted EBITA[2)]	5.5	2.5	8.6	3.4	20.7
Adjusted EBITA margin, %	2.8%	1.2%	2.2%	0.9%	2.5%
Operating result (EBIT)	4.2	2.0	7.3	2.3	19.4
Net working capital	-31.5	-59.2	-31.5	-59.2	-60.4
Net debt	170.1	144.6	170.1	144.6	141.9
Number of employees, average, FTE	3,686	3,932	3,688	3,962	3,894

1) Organic growth is adjusted for currency effects.
2) Eltel follows the profitability of segments with adjusted EBITA, which does not include restructuring costs and other items affecting comparability. Please see pages 23–24 for definitions of the key ratios.
3) See reconciliation of segment results on page 20 for more information.
4) Total orderbook includes the committed order backlog and the best estimate for uncommitted remaining parts of frame agreements until the end of the agreement.

Continued profitability improvement and large contract awards

I am pleased that we continue to improve the profitability, in line with our number one priority. I am especially happy about Eltel Norway's great contribution to the improved profitability. With an adjusted EBITA margin of 5%, the Norwegian team has performed an impressive turn around.

Group adjusted EBITA doubled to EUR 5.5 million (2.5), corresponding to an adjusted EBITA margin of 2.8% (1.2). Adjusted EBITA increased clearly year-on-year, with Norway, Finland and Sweden contributing to the positive profitability development, marking the twelfth consecutive quarter of year-on-year profitability improvement.

Net sales declined slightly by EUR 1.5 million, or 0.7%, to EUR 199.6 million (201.0). However, with new contracts signed for a combined value of EUR 217 million (104), in relation to the net sales of EUR 199.6 million, we strengthen our position for growth in the coming quarters. On top of this, we also have received a contract award decision from Vattenfall worth EUR 275 million and even if this has been appealed, I am optimistic about a favorable outcome.

To the achievements this quarter, I'd also like to add an improved cash flow, supported by strong payment behavior from our customers and effective collection of receivables. In addition, the completion and closing of certain projects had a positive impact on cash levels, further strengthening our liquidity position.

Finland succeeded to improve profitability despite lower net sales and significant shift in the business mix, demonstrating strong operational performance and margin management. Customer engagement remained high, with strong tendering activity and active negotiations mainly in data centers and Solar PV installations. The Hallanvahti solar park, where Eltel has a turnkey delivery, is now in full production, and a 10-year maintenance contract has been signed.

Sweden continued its positive development, supported by high volumes in services related to telecommunications, public infrastructure and defense. Within Power net sales declined, reflecting project endings in Smart meters and Solar PV. The received award decision by Vattenfall constitutes Eltel's largest contract to date, covering service and maintenance of Vattenfall's electricity network. Despite the appeal, we are continuing to plan and prepare the delivery, which we estimate will be delayed by 2-6 months.

In Denmark, we implemented efficiency improvement actions to mitigate the effects of the continued volume decline in Communication. Both net sales and profitability were below expectations, even though the signed contract with GlobalConnect regarding nationwide fiber installations was a welcome addition to the segment. The German part of the segment made a solid delivery and strengthened both growth and profitability versus last year but could not compensate for the decline in the Danish part. Grid connection bottlenecks at Energinet, the Danish national electricity and gas transmission system operator, is delaying renewable energy projects in Denmark, creating timing uncertainty for Eltel as engineering and construction work is deferred.

Norway delivered an impressive improvement in the quarter and was the largest contributor to the Group's improved profitability. Focused efforts to diversify the customer base, combined with operational and commercial excellence, have delivered clear results. Increased digitalization and automation, together with higher utilization, have also contributed to the turnaround.

Our continuous positive development demonstrates our ability to adapt to volume changes and to continue improving profitability through consistent execution. We have now improved the profitability for twelve consecutive quarters, but we have more to do. We will continue to prioritize profitability and expand in new customer segments as well as in Emerging Services.

In the Q4 report 2025 I stated that I was confident that we would reach our profitability target of 5% within 12 to 18 months. The positive development during the first half of 2026 strengthens my confidence in achieving this target.

Håkan Dahlström, President and CEO

About Eltel and the Group strategy

Eltel in brief

Eltel is the leading service provider for critical infrastructure that enables renewable energy and high-performing communication networks. Operations are conducted in the Nordic countries, Germany, Poland (a Shared Services Center) and Lithuania within country-based organizations that have full responsibility for their financial results.

Within business area Communication, Eltel establishes networks and supports the societal need for greater digitalization. We provide design, installations, upgrades and maintenance services mainly to mobile and fixed communication network owners and operators and increasingly to private and public sector.

Within business area Power, Eltel enables the transition to renewable energy and the electrification of society. We provide maintenance and upgrade services to power distribution and transmission, smart meters and turnkey solutions in e-Mobility, Solar PV, wind energy and energy storage.

With our expertise in both Communication and Power we are well equipped to provide comprehensive solutions for Data Centers, an area which we entered in 2024 and now constitutes an important and growing part of Emerging services.

Our strategy – towards sustainable profitable growth

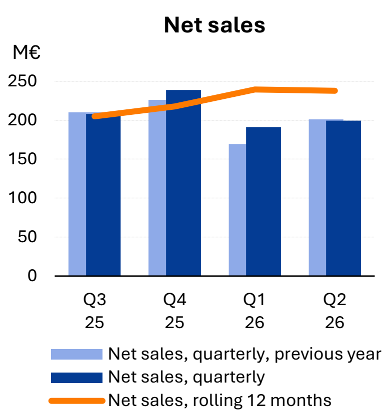
Through our strategy, we build the foundation for sustainable profitable growth. This involves:

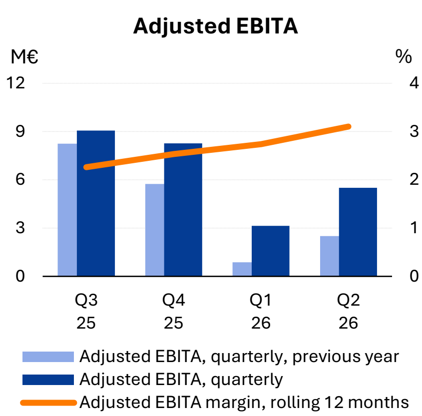
- Improved profit margins by operational and commercial excellence
- Customer expansion in our classic service portfolio
- Significant net sales growth in our Emerging Services portfolio
- A winning culture that creates engagement and success
- Industry leadership in sustainability throughout the value chain

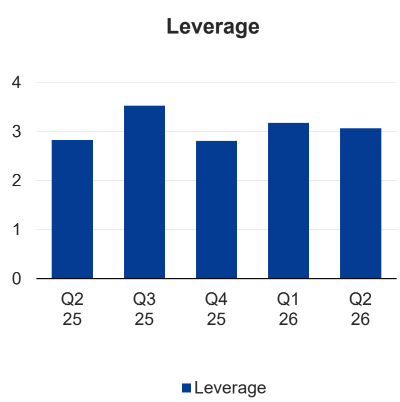
The strategy will enable Eltel to ensure long-term value creation for our shareholders, customers, employees and society at large.

Eltel's financial targets

Group adjusted EBITA margin	5%
Annual growth	2–4%
Leverage	1.5–2.5x net debt/adjusted EBITDA
Dividend payout	Subject to leverage target







Net sales and earnings Group

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	199.6	201.0	390.8	370.6	817.8
Adjusted EBITDA	12.7	10.3	23.1	18.0	50.4
Adjusted EBITA	5.5	2.5	8.6	3.4	20.7
Items affecting comparability	-1.4	-0.5	-1.4	-1.1	-1.3
EBIT	4.2	2.0	7.3	2.3	19.4
Net result	-0.5	-0.8	-2.3	-3.4	3.2
Key ratios					
Net sales growth, %	-0.7%	-6.9%	5.4%	-5.5%	-1.3%
Organic growth[1], %	-1.7%	-5.6%	4.0%	-2.8%	-0.6%
Currency translation effect in net sales, MEUR	1.9	2.7	5.2	2.3	7.4
Adjusted EBITA margin, %	2.8%	1.2%	2.2%	0.9%	2.5%
Tax rate, %	N/A	-17.0%	-102.7%	-28.1%	39.8%
Earnings per share after dilution, EUR	-0.00	-0.01	-0.02	-0.03	0.00

1) Organic growth is adjusted for currency effects.

April–June 2026

Net sales decreased by 0.7% to EUR 199.6 million (201.0). Organic net sales, adjusted for currency effects, decreased by 1.7%. Net sales increased in Norway and Sweden and decreased in other segments.

Adjusted EBITA increased to EUR 5.5 million (2.5) and the adjusted EBITA margin was 2.8% (1.2). Adjusted EBITA improved in all segments except Denmark & Germany.

Items affecting comparability amounted to EUR -1.4 million (-0.5) including resizing costs in Denmark and Sweden, consisting mainly of personnel related expenses. Q2 2025 included a restructuring charge in Norway, consisting mainly of personnel related expenses.

For further information regarding net sales and adjusted EBITA development, refer to the respective sections on the segments.

EBIT amounted to EUR 4.2 million (2.0).

Net financial expenses amounted to EUR -3.9 million (-2.7). The majority of the increase was due to the hybrid bond interests in 2025 (classified as equity) being replaced with the bond interest expenses.

Taxes amounted to EUR -0.8 million (-0.1), representing tax cost in countries with taxable profits.

Net result for the period was EUR -0.5 million (-0.8). Earnings per share were EUR -0.00 (-0.01).

January–June 2026

Net sales increased by 5.4% to EUR 390.8 million (370.6). Organic net sales, adjusted for currency effects, increased by 4.0%. Net sales increased in all segments except Denmark & Germany, where growth remained flat.

Adjusted EBITA increased to EUR 8.6 million (3.4), and the adjusted EBITA margin was 2.2% (0.9). Adjusted EBITA improved in all segments except Denmark & Germany.

Items affecting comparability amounted to EUR -1.4 million (-1.1) including resizing costs in Denmark and Sweden, consisting mainly of personnel related expenses. January-June 2025 included a restructuring charge in Norway, consisting mainly of personnel related expenses.

For further information regarding net sales and adjusted EBITA development, refer to the respective sections on the segments.

EBIT amounted to EUR 7.3 million (2.3).

Net financial expenses amounted to EUR -8.4 million (-5.0). The majority of the increase was due to the hybrid bond interests in 2025 (classified as equity) being replaced with the bond interest expenses.

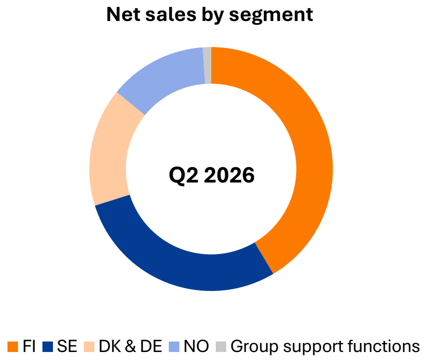
Taxes amounted to EUR -1.2 million (-0.8), representing tax cost in countries with taxable profits. The effective tax rate was -102.7% (-28.1).

Net result for the period was EUR -2.3 million (-3.4). Earnings per share were EUR -0.02 (-0.03).

Overview of segments

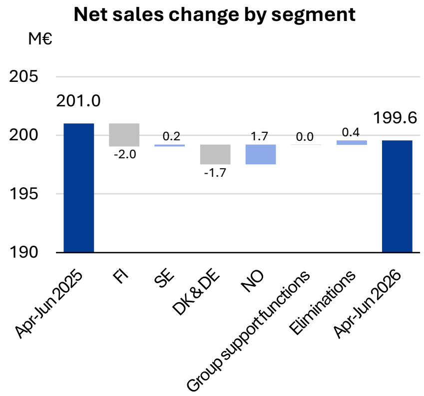
Net sales

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Finland	83.0	85.0	163.1	147.1	351.1
Sweden	58.5	58.3	112.9	111.4	239.2
Denmark & Germany	29.7	31.4	61.9	61.9	125.6
Norway	27.5	25.8	51.2	49.1	100.0
Sum segments	**198.7**	**200.5**	**389.1**	**369.5**	**815.8**
Group Support Functions	2.4	2.5	4.3	4.3	9.3
Eliminations	-1.5	-1.9	-2.6	-3.2	-7.4
Total net sales	**199.6**	**201.0**	**390.8**	**370.6**	**817.8**
Net sales growth, %	-0.7%	-6.9%	5.4%	-5.5%	-1.3%



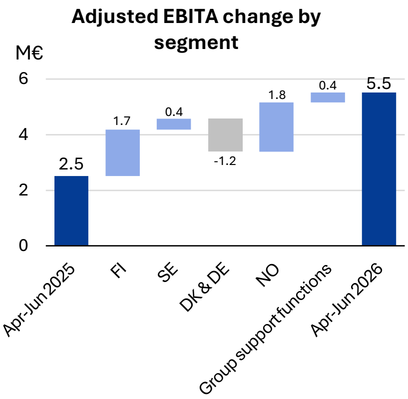
Adjusted EBITA

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Finland	5.1	3.5	7.9	5.1	20.3
Sweden	1.7	1.3	3.6	2.8	7.7
Denmark & Germany	0.3	1.5	1.4	3.9	5.9
Norway	1.4	-0.4	1.7	-2.2	-1.8
Sum segments	**8.5**	**5.9**	**14.5**	**9.6**	**32.1**
Group Support Functions	-3.0	-3.4	-5.9	-6.2	-11.4
Total adjusted EBITA	**5.5**	**2.5**	**8.6**	**3.4**	**20.7**



Adjusted EBITA margin

%	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Finland	6.2%	4.1%	4.8%	3.5%	5.8%
Sweden	2.9%	2.3%	3.1%	2.5%	3.2%
Denmark & Germany	1.1%	4.8%	2.3%	6.3%	4.7%
Norway	4.9%	-1.6%	3.3%	-4.6%	-1.8%
Sum segments	**4.3%**	**2.9%**	**3.7%**	**2.6%**	**3.9%**
Total adjusted EBITA margin, %	**2.8%**	**1.2%**	**2.2%**	**0.9%**	**2.5%**



In January-June 2026, the segments represented 99.6% of the net sales. Management follows segment results by adjusted EBITA, which does not include items affecting comparability.

The Group Support Functions include Group Functions and Lithuania as well as closing activities for Power Transmission International. Group Support Functions is not considered a segment.

Net sales and adjusted EBITA – Segments

Finland

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	83.0	85.0	163.1	147.1	351.1
Adjusted EBITA	5.1	3.5	7.9	5.1	20.3
Number of employees, average, FTE	1,213	1,311	1,208	1,314	1,301
Key ratios					
Net sales growth, %	-2.3%	-8.2%	10.9%	-5.1%	-1.9%
Adjusted EBITA margin, %	6.2%	4.1%	4.8%	3.5%	5.8%

April–June 2026

Net sales decreased by EUR 2.0 million, or 2.3%, to EUR 83.0 million (85.0). Net sales in Power increased, supported especially by Emerging Services. This could, however, not compensate for the decline in Communication, where volumes in fiber-to-the-home, FTTH, were normalized.

Adjusted EBITA improved by EUR 1.7 million to EUR 5.1 million (3.5). The adjusted EBITA margin was 6.2% (4.1). Both Power and Communication contributed to improved adjusted EBITA margin, reflecting a tenacious focus on operational efficiency.

Important contracts signed during and after the reporting period

On 2 April, it was announced that Eltel has been awarded a contract valued at EUR 25 million to build the grid connection for Hyperco's Data Center in Lohja, Finland.

On 29 April, it was announced that Eltel has signed a new frame agreement with Elisa in Finland valued at EUR 60 million, covering network construction and maintenance.

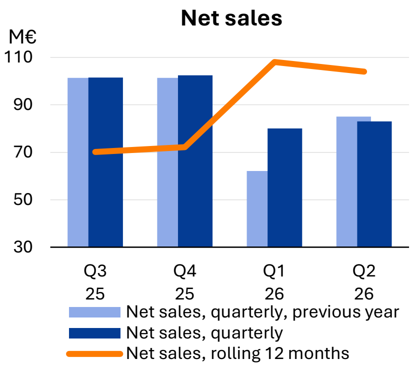
On 3 July, it was announced that Eltel has been awarded a contract valued at EUR 20 million to build the grid connection for FCDC's Data Center in Karjaa, Finland.

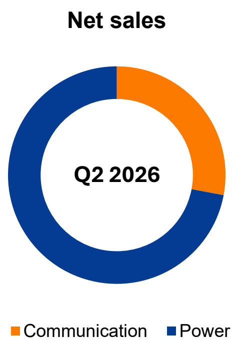
On 3 July, it was announced that Eltel has been awarded a EUR 34 million transmission line contract by Fingrid. This is the largest single transmission line project to date in Finland in Eltel's history.

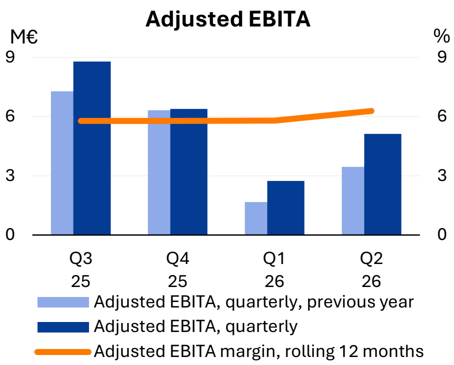
January–June 2026

Net sales increased by EUR 16.0 million, or 10.9%, to EUR 163.1 million (147.1). Net sales in Power grew, supported particularly by Emerging Services and especially by Solar PV. Communication net sales decreased, driven by lower volumes in fiber-to-the-home, FTTH, as rollout volumes have declined from their peak in previous years.

Adjusted EBITA improved by EUR 2.7 million to EUR 7.9 million (5.1). The adjusted EBITA margin was 4.8% (3.5). Profitability improved in both Power and Communication despite the lower Communication volumes.







Sweden

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	58.5	58.3	112.9	111.4	239.2
Adjusted EBITA	1.7	1.3	3.6	2.8	7.7
Number of employees, average, FTE	898	972	903	967	949
Key ratios					
Net sales growth, %	0.3%	14.6%	1.3%	10.6%	12.9%
Organic growth[1], %	-0.3%	8.8%	-1.4%	7.7%	9.1%
Currency translation effect in net sales, MEUR	0.4	2.9	3.0	3.0	8.1
Adjusted EBITA margin, %	2.9%	2.3%	3.1%	2.5%	3.2%

1) Adjusted for currency effects.

April–June 2026

Net sales increased by EUR 0.2 million, or 0.3%, to EUR 58.5 million (58.3). In local currency, net sales decreased by -0.3%. Communication showed solid growth, mainly driven by higher volumes related to telecommunications and the public infrastructure and defense sectors. Net sales in Power decreased, mainly due to project closures in Smart meters and Solar PV.

Adjusted EBITA increased to EUR 1.7 million (1.3). The adjusted EBITA margin was 2.9% (2.3). The improved profitability was driven by strong volume and margin development in Communication, mainly related to telecommunications and the public infrastructure and defense sectors. However, lower volumes and margins in Power, following project closures in Smart meters and Solar PV, reduced the positive effect.

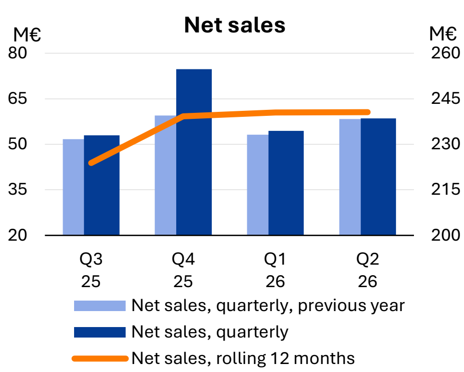
Important contracts signed during the reporting period

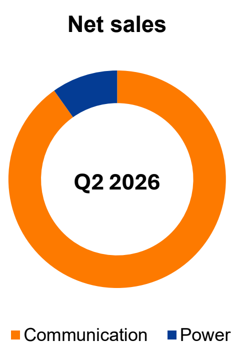
On 8 June, it was announced that Eltel received a contract award decision from Vattenfall in Sweden worth EUR 275 million. The contract was appealed during the standstill period. The contract award constitutes Eltel's largest contract to date.

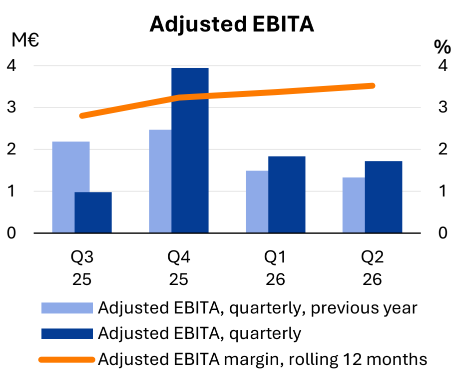
January–June 2026

Net sales increased by EUR 1.5 million, or 1.3%, to EUR 112.9 million (111.4). In local currency, net sales decreased by -1.4%. Growth in Communication was solid, due to higher volumes in telecommunications and the public infrastructure and defense sectors, mitigated decreased net sales in Power.

Adjusted EBITA increased to EUR 3.6 million (2.8). The adjusted EBITA margin was 3.1% (2.5). Profitability in Communication improved while it decreased in Power, mainly due to project closures in Smart meters and Solar PV.







Denmark & Germany

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	29.7	31.4	61.9	61.9	125.6
Adjusted EBITA	0.3	1.5	1.4	3.9	5.9
Number of employees, average, FTE	757	775	758	777	772
Key ratios					
Net sales growth, %	-5.4%	-8.8%	-0.1%	-4.5%	-3.0%
Organic growth[1)], %	-5.3%	-8.8%	0.0%	-4.4%	-3.0%
Currency translation effect in net sales, MEUR	-0.0	-0.0	-0.1	-0.0	-0.1
Adjusted EBITA margin, %	1.1%	4.8%	2.3%	6.3%	4.7%

1) Adjusted for currency effects.

April–June 2026

Net sales decreased by EUR 1.7 million, or 5.4%, to EUR 29.7 million (31.4), mainly due to continued decline in Communication volumes. Power remained flat, despite growth in Smart meters and Public infrastructure.

Adjusted EBITA was EUR 0.3 million (1.5). The adjusted EBITA margin was 1.1% (4.8). Adjusted EBITA declined both in Communication and Power, despite profitability improvement in the Smart meters business and Public infrastructure.

To mitigate the effects of expected continued volume decline in Communication, action was taken in April to improve the operations, including rightsizing.

Important contracts signed after the reporting period

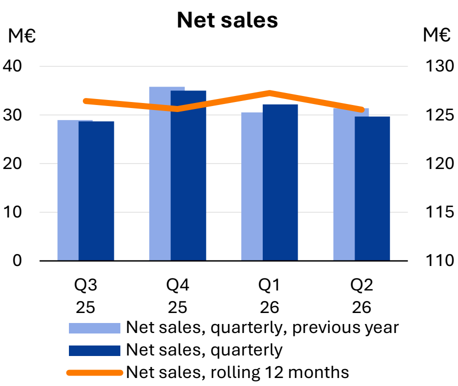
On 13 July, it was announced that Eltel has signed an expanded agreement with GlobalConnect for complete fiber installations in Denmark, worth EUR 13 million.

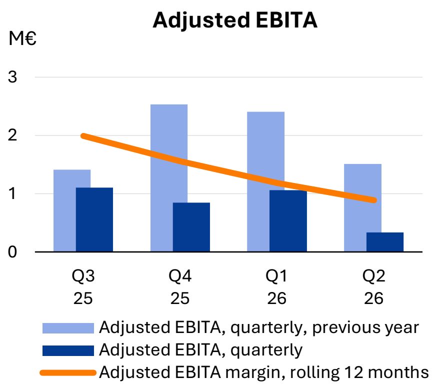
January–June 2026

Net sales decreased by EUR 0.1 million, or 0.1%, to EUR 61.9 million (61.9). Growth in Power, especially in Smart meters and Public infrastructure, managed to keep net sales at par with previous year, despite declining volumes in Communication.

Adjusted EBITA was EUR 1.4 million (3.9). The adjusted EBITA margin was 2.3% (6.3). Improved adjusted EBITA in the Smart meters business and Public infrastructure could not compensate for the overall decline.

To mitigate the effects of expected continued volume decline in Communication, action was taken in April to improve the operations, including rightsizing.





Norway

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	27.5	25.8	51.2	49.1	100.0
Adjusted EBITA[1)]	1.4	-0.4	1.7	-2.2	-1.8
Number of employees, average, FTE	515	554	514	578	551
Key ratios					
Net sales growth, %	6.6%	-18.6%	4.4%	-14.4%	-13.0%
Organic growth[2)], %	0.4%	-18.0%	-0.1%	-13.2%	-12.4%
Currency translation effect in net sales, MEUR	1.6	-0.2	2.2	-0.7	-0.7
Adjusted EBITA margin, %	4.9%	-1.6%	3.3%	-4.6%	-1.8%

1) Excluding restructuring costs.
2) Adjusted for currency effects.

April–June 2026

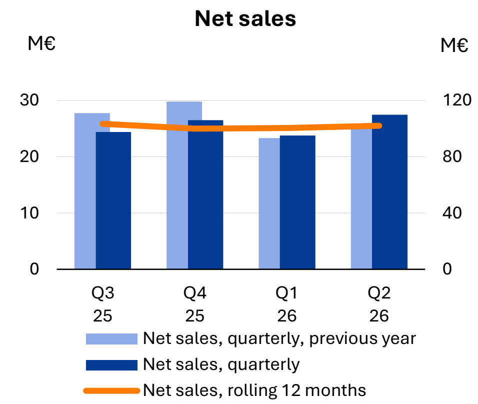
Net sales increased by EUR 1.7 million, or 6.6%, to EUR 27.5 million (25.8). Growth in local currency was 0.4%. Growth was driven by Emerging services, in particular Data center solutions, while net sales in Communication decreased.

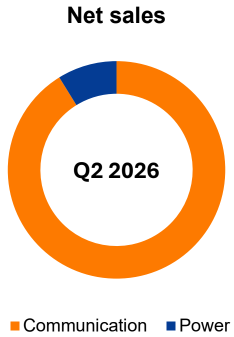
Adjusted EBITA increased by EUR 1.8 million to EUR 1.4 million (-0.4). The adjusted EBITA margin was 4.9% (-1.6). Efficiency and utilization improvements contributed to the strong profitability increase.

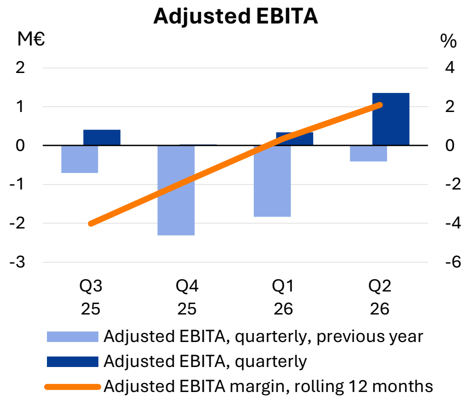
January–June 2026

Net sales increased by EUR 2.2 million, or 4.4%, to EUR 51.2 million (49.1). Growth in local currency was -0.1%. Increased net sales to customers in Emerging Services mitigated declining volumes in Communication.

Adjusted EBITA increased by EUR 3.9 million to EUR 1.7 million (-2.2). The adjusted EBITA margin was 3.3% (-4.6). Profitability improved due to both operational efficiency and customer base expansion, confirming Norway's positive development.







Cash flow

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
EBIT	4.2	2.0	7.3	2.3	19.4
Depreciation and amortization	7.2	7.8	14.4	14.6	29.7
EBITDA	11.4	9.8	21.7	17.0	49.1
Changes in working capital	-6.5	-16.7	-29.7	-3.1	-3.5
Total financial expenses and taxes	-4.8	-2.6	-9.9	-4.4	-14.7
Adjustment for gain/loss on sales of assets and business	0.2	0.0	0.2	0.0	-0.1
Other	3.1	1.7	2.0	0.3	1.2
Cash flow from operating activities	**3.4**	**-7.8**	**-15.7**	**9.7**	**32.0**
Cash flow from investing activities	**-1.4**	**-0.8**	**-3.1**	**-2.1**	**-5.0**
Cash flow from financing activities	**17.8**	**99.4**	**9.0**	**90.0**	**-4.5**
Net change in cash and cash equivalents	**19.8**	**90.8**	**-9.8**	**97.5**	**22.6**
Cash and cash equivalents at beginning of period	**14.4**	**28.3**	**43.8**	**21.3**	**21.3**
Foreign exchange rate effect	-0.4	-0.5	-0.1	-0.1	-0.0
Cash and cash equivalents at end of period	**33.8**	**118.6**	**33.8**	**118.6**	**43.8**

Condensed consolidated statement of cash flows is presented on page 16.

April–June 2026

Cash flow from operating activities was EUR 3.4 million (-7.8). Main items included EBITDA EUR 11.4 million (9.8), cash flow from change in net working capital EUR -6.5 million (-16.7), financial items EUR -4.4 million (-2.3) and income taxes EUR -0.4 million (-0.2). Cash flow from financial items and income taxes is impacted by timing differences between income statement and payments.

Cash flow has historically displayed a strong seasonal pattern, with weaker cash flow recorded during the period until the end of the third quarter due to higher production activity. Eltel's net working capital level is also impacted by phasing of projects. These projects, and delays in them, might result in continued tie up of working capital and can create volatility in the net working capital also going forward.

Net cash flow from investing activities was EUR -1.4 million (-0.8) from net capital expenditure on machinery and equipment as well as advances paid on intangible assets.

Cash flow from financing activities was EUR 17.8 million (99.4). Utilization of short-term financing increased by EUR 25.0 million (increase of 10.0) and payments of lease liabilities were EUR 6.3 million (7.8). In Q2 2025 net proceeds from issuance of bond amounted to EUR 127.1 million, repurchase of the hybrid bond amounted to EUR 25.3 million, payment of interest for the hybrid bond amounted to EUR 3.1 million and amortization of term loan amounted to EUR 1.0 million.

January–June 2026

Cash flow from operating activities was EUR -15.7 million (9.7). Main items included EBITDA EUR 21.7 million (17.0), cash flow from change in net working capital EUR -29.7 million including EUR 15.8 million repayment of tax deferral in Sweden (-3.1), financial items EUR -9.4 million (-3.8) including the paid interest of tax deferral in Sweden and income taxes EUR -0.5 million (-0.7). Cash flow from financial items and income taxes is impacted by timing differences between income statement and payments.

Net cash flow from investing activities was EUR -3.1 million (-2.1) from net capital expenditure on machinery and equipment as well as advances paid on intangible assets.

Cash flow from financing activities was EUR 9.0 million (90.0). Utilization of short-term financing increased by EUR 22.5 million (increase of 8.0) and payments of lease liabilities were EUR 12.5 million (14.3). In January-June 2025 net proceeds from issuance of bond amounted to EUR 127.1 million, repurchase of the hybrid bond amounted to EUR 25.3 million, payment of interest for the hybrid bond amounted to EUR 3.1 million and amortization of term loan amounted to EUR 2.0 million.

Financial position, cash and cash equivalents

In June 2025, Eltel issued a EUR 130 million senior secured four-year floating rate bond. The net proceeds from the bond were used for the repayment of the remaining term loans, revolving credit facility, and the hybrid bond as well as for general corporate purposes.

Credit facilities

EUR million	30 Jun 2026	Maturity
Senior bond	130.0	Jun 2029
Super senior revolving credit facility	45.0	Dec 2028
Account overdrafts	15.0	Dec 2028
Total committed credit facilities	**190.0**	
Commercial paper program	150.0	N/A

Available liquidity reserves, including the committed revolving credit facility, account overdrafts and cash and cash equivalents, amounted to EUR 93.8 million (169.6) on 30 June 2026. Additional to the committed facilities, the Group also had access to short-term debt capital markets via a commercial paper program of EUR 150 million. On 30 June 2026, EUR 25.0 million (10.0) of the commercial paper program and EUR 0.0 million (54.0) of the revolving credit facility were utilized.

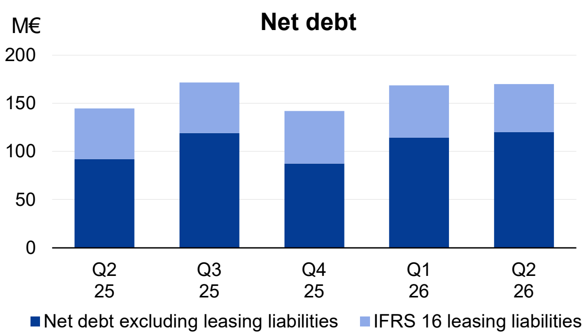
Equity at the end of the period was EUR 163.2 million (157.6) and total assets were EUR 632.0 million (692.4). The equity ratio was 29.1% (25.4).

Interest-bearing liabilities and net debt

Net debt amounted to EUR 170.1 million (144.6). The increase was due to the hybrid bond (classified as equity) being replaced during the refinancing with a bond (classified as debt).

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Interest-bearing debt	152.9	209.6	130.1
Leasing liabilities	50.8	53.3	55.6
Allocation of effective interest to periods	0.2	0.4	0.0
Less cash and cash equivalents	-33.8	-118.6	-43.8
Net debt	**170.1**	**144.6**	**141.9**

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Non-current interest-bearing debt	127.8	127.1	127.5
Current interest-bearing debt	25.1	82.5	2.7
Total interest-bearing debt	**152.9**	**209.6**	**130.1**
Non-current leasing liabilities	29.2	31.9	33.6
Current leasing liabilities	21.6	21.5	22.0
Total leasing liabilities	**50.8**	**53.3**	**55.6**



Commercial guarantees

On 30 June 2026, the commercial guarantees issued by the banks and other financial institutions on behalf of the Group amounted to EUR 53.6 million (60.2).

Other information

Risks and uncertainty factors

Current market volatility and the unpredictability of customer investment volumes may have a negative impact on Eltel's net sales development. High dependency on one key customer in Norway may have a significant impact on the net sales, profitability and operations of the Norwegian segment. Global uncertainty may cause delays in investment decisions also in Emerging services where market financing is prevalent.

Eltel performed an impairment test of goodwill showing that there was no impairment in Q4 2025. Eltel follows any triggering events and impairment tests are conducted in case of any indicators of impairment arise.

Materialization of business risks may lead to breach of leverage covenant under the existing financing agreement. Seasonal variation in Eltel's operations and related working capital build-up may also expose the company to liquidity risk.

For additional information regarding risks and uncertainties, please refer to Eltel's 2025 Annual Report which was published on 26 March 2026 and is available on Eltel's website at www.eltelgroup.com.

Large agreements announced during and after the reporting period

On 2 April, it was announced that Eltel has been awarded a contract valued at EUR 25 million to build the grid connection for Hyperco's Data Center in Lohja, Finland.

On 29 April, it was announced that Eltel has signed a new frame agreement with Elisa in Finland valued at EUR 60 million, covering network construction and maintenance.

On 8 June, it was announced that Eltel received a contract award decision from Vattenfall in Sweden worth EUR 275 million. The contract was appealed during the standstill period.

On 3 July, it was announced that Eltel has been awarded a contract valued at EUR 20 million to build the grid connection for FCDC's Data Center in Karjaa, Finland.

On 3 July, it was announced that Eltel has been awarded a EUR 34 million transmission line contract by Fingrid in Finland.

On 13 July, it was announced that Eltel has signed an expanded agreement with GlobalConnect for complete fiber installations in Denmark, worth EUR 13 million.

Related party transactions

During the quarter, no significant transactions took place between Eltel and related parties.

Seasonality

Eltel's businesses are generally characterized by seasonal patterns and cyclicality of the project business that adds volatility to net sales, adjusted EBITA and cash flow. Seasonality is normally driven by a number of factors, including weather conditions, the timing of customer orders and completion of work phases. The Eltel Group has historically reported higher revenues and operating result in the second half of the year. Cash flow has historically displayed a strong seasonal pattern, with weaker cash flow recorded during the period until the end of the third quarter due to higher production activity. At the end of the year, as production volumes decrease as a result of completion of projects, cash flow has normally been stronger. For more details, please refer to quarterly key financial figures for the Group on page 18.

Presentation of the half-year 2026 report

Investors, analysts and media are invited to participate in the half-year 2026 report briefing on 21 July 2026 at 10:00 AM CEST, hosted by Eltel's President and CEO Håkan Dahlström and CFO Tarja Leikas. A combined webcast and teleconference as well as the presentation will be available at www.eltelgroup.com/en/investors/financial-reports/.

For further information, please contact:

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This information is information that Eltel is obliged to make public pursuant to the EU Market Abuse Regulation and the Securities Markets Act. The information was submitted for publication, through the agency of the contact persons set out above, at 08:00 CEST on 21July 2026.

Financial calendar

- Interim report January–September: 29 October 2026
- Full-year report January–December: 12 February 2027

Board's assurance

The Board of Directors and CEO certify that the half-year interim report gives a true and fair presentation of the Parent Company's and Group's business, financial position and result of operations, and describes material risks and uncertainties facing the Parent Company and the companies included in the Group.

Signature of the Board of Directors and the President and CEO

Stockholm, Sweden, 21 July 2026

Eltel AB (publ)

Per Sjöstrand
Chairman of the Board of Directors

Joakim Olsson
Board member

Riitta Palomäki
Board member

Erja Sankari
Board member

Roland Sundén
Board member

Stefan Söderholm
Board member,
employee representative

Håkan Dahlström
President and CEO

Björn Tallberg
Board member,
employee representative

The information in this interim report has not been reviewed by the company's auditors.

Condensed financial information

Condensed consolidated income statement

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	199.6	201.0	390.8	370.6	817.8
Cost of sales	-174.8	-178.5	-343.2	-325.9	-712.7
Gross profit	**24.7**	**22.5**	**47.7**	**44.7**	**105.1**
Other income	0.8	0.7	1.5	1.6	3.5
Selling and administrative expenses	-20.5	-20.7	-40.2	-43.0	-86.8
Other expenses	-0.9	-0.5	-1.7	-1.1	-2.4
Operating result (EBIT)	**4.2**	**2.0**	**7.3**	**2.3**	**19.4**
Financial income	0.1	0.1	0.2	0.2	0.7
Financial expenses	-4.0	-2.7	-8.6	-5.2	-14.8
Net financial expenses	-3.9	-2.7	-8.4	-5.0	-14.1
Result before taxes	**0.2**	**-0.6**	**-1.1**	**-2.7**	**5.3**
Taxes	-0.8	-0.1	-1.2	-0.8	-2.1
Net result	**-0.5**	**-0.8**	**-2.3**	**-3.4**	**3.2**
Attributable to:					
Equity holders of the parent	-0.6	-0.9	-2.4	-3.7	2.2
Non-controlling interest	0.1	0.2	0.2	0.3	1.0
Earnings per share (EPS)					
Basic, EUR	-0.00	-0.01	-0.02	-0.03	0.00
Diluted, EUR	-0.00	-0.01	-0.02	-0.02	0.00

Condensed consolidated statement of comprehensive income

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net profit for the period	-0.5	-0.8	-2.3	-3.4	3.2
Other comprehensive income:					
Items that will not be reclassified to profit and loss					
Revaluation of defined benefit plans, net of tax	-1.1	-1.4	-2.1	-2.1	0.2
Items that may be subsequently reclassified to profit and loss					
Cash flow hedges, net of tax	-0.4	-	0.5	-	0.1
Net investment hedges, net of tax	-	-	-	-	0.1
Currency translation differences	-2.0	-4.1	-1.3	2.8	6.5
Total	-2.5	-4.1	-0.7	2.8	6.7
Other comprehensive income/loss for the period, net of tax	-3.6	-5.5	-2.8	0.7	6.9
Total comprehensive income/loss for the period	**-4.2**	**-6.3**	**-5.1**	**-2.8**	**10.0**
Total comprehensive income/loss attributable to:					
Equity holders of the parent	-4.3	-6.5	-5.2	-3.1	9.1
Non-controlling interest	0.1	0.2	0.2	0.3	1.0

Condensed consolidated balance sheet

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
ASSETS			
Non-current assets			
Goodwill	253.4	251.4	253.7
Intangible assets	33.8	30.1	31.6
Property, plant and equipment	5.4	5.9	5.6
Right-of-use assets	48.9	50.4	53.5
Deferred tax assets	25.5	27.2	27.3
Financial assets	10.9	11.6	15.3
Total non-current assets	**378.1**	**376.6**	**386.9**
Current assets			
Inventories	20.6	24.9	38.3
Trade and other receivables	199.5	172.2	186.6
Cash and cash equivalents	33.8	118.6	43.8
Total current assets	**253.9**	**315.8**	**268.7**
TOTAL ASSETS	**632.0**	**692.4**	**655.5**
EQUITY AND LIABILITIES			
Equity			
Equity attributable to shareholders of the parent	155.5	148.5	160.5
Hybrid bond	-	1.3	-
Non-controlling interest	7.7	7.8	8.5
Total equity	**163.2**	**157.6**	**168.9**
Non-current liabilities			
Interest-bearing debt	127.8	127.1	127.5
Leasing liabilities	29.2	31.9	33.6
Retirement benefit obligations	7.4	6.7	7.3
Deferred tax liabilities	10.8	10.6	12.0
Provisions	6.1	5.5	5.9
Other non-current liabilities[1)]	16.8	16.2	16.9
Total non-current liabilities	**198.1**	**197.8**	**203.2**
Current liabilities			
Interest-bearing debt	25.1	82.5	2.7
Leasing liabilities	21.6	21.5	22.0
Provisions	3.2	3.1	3.1
Advances received	70.8	72.1	82.6
Trade and other payables[1)]	150.1	157.8	173.0
Total current liabilities	**270.7**	**337.0**	**283.4**
Total liabilities	**468.8**	**534.8**	**486.6**
TOTAL EQUITY AND LIABILITIES	**632.0**	**692.4**	**655.5**

1) Short-term portion of the tax deferral in Sweden is presented in trade and other payables and the long-term portion in other non-current liabilities.

Condensed consolidated statement of cash flows

EUR million	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Cash flow from operating activities			
Operating result (EBIT)	7.3	2.3	19.4
Adjustments:			
Depreciation and amortization	14.4	14.6	29.7
Gain/loss on sales of assets and business	0.2	-0.0	-0.1
Defined benefit pension plans	2.0	0.4	1.4
Other non-cash adjustments	-0.0	-0.1	-0.2
Cash flow from operations before interests, taxes and changes in working capital	23.9	17.2	50.2
Interest and other financial expenses paid, net	-9.4	-3.8	-12.7
Income taxes received/paid	-0.5	-0.7	-2.0
Total financial expenses and taxes	-9.9	-4.4	-14.7
Changes in working capital:			
Trade and other receivables	-13.0	-5.9	-18.3
Trade and other payables	-34.4	8.3	33.6
Inventories	17.7	-5.5	-18.7
Changes in working capital	-29.7	-3.1	-3.5
Net cash from operating activities	**-15.7**	**9.7**	**32.0**
Cash flow from investing activities			
Purchases of property, plant and equipment (PPE) and intangible assets	-3.2	-2.2	-5.1
Proceeds from sale of property, plant and equipment (PPE)	0.0	0.0	0.1
Net cash from investing activities	**-3.1**	**-2.1**	**-5.0**
Cash flow from financing activities			
Proceeds from issuance of bond	-	127.1	127.1
Repurchase of hybrid bond	-	-25.3	-26.6
Payments of interests for hybrid bond	-	-3.1	-3.3
Proceeds from share issue	0.1	-	-
Acquisition of own shares	-0.1	-	-
Proceeds from short-term financial liabilities	31.0	19.0	22.0
Payments of short-term financial liabilities	-8.5	-11.0	-75.6
Payments of financial liabilities, term loans	-	-2.0	-20.0
Payments of lease liabilities	-12.5	-14.3	-27.7
Proceeds from equity-settled share-based program	-	0.1	0.1
Dividends to non-controlling interest	-1.0	-0.5	-0.5
Change in non-liquid financial assets	0.1	0.0	0.0
Net cash from financing activities	**9.0**	**90.0**	**-4.5**
Net change in cash and cash equivalents	**-9.8**	**97.5**	**22.6**
Cash and cash equivalents at beginning of period	**43.8**	**21.3**	**21.3**
Foreign exchange rate effect	-0.1	-0.1	-0.0
Cash and cash equivalents at end of period	**33.8**	**118.6**	**43.8**

Condensed consolidated statement of changes in equity

EUR million	Equity attributable to shareholders of the parent								
	Share capital	Other paid-in capital	Accumu-lated losses	Revaluation of defined benefit plans, net of tax	Hedging reserve	Currency translation	Total	Non-controlling interest	Total equity
1 Jan 2026	1.6	647.8	-426.4	-28.6	11.0	-44.9	160.5	8.5	168.9
Total comprehensive income for the period	-	-	-2.4	-2.1	0.5	-1.3	-5.2	-	-5.1
Transactions with owners:									
Share issue	0.1	-	-	-	-	-	0.1	-	0.1
Purchase of own shares	-	-0.1	-	-	-	-	-0.1	-	-0.1
Equity-settled share-based payment	-	-	0.3	-	-	-	0.3	-	0.3
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-1.0	-1.0
Total transaction with owners	0.1	-0.1	0.3	-	-	-	0.3	-1.0	-0.7
30 Jun 2026	1.7	647.8	-428.6	-30.7	11.5	-46.2	155.5	7.7	163.2

EUR million	Equity attributable to shareholders of the parent									
	Share capital	Other paid-in capital	Accumu-lated losses	Revaluation of defined benefit plans, net of tax	Hedging reserve	Currency translation	Total	Hybrid bond	Non-controlling interest	Total equity
1 Jan 2025	162.0	487.5	-423.7	-28.8	10.8	-51.5	156.3	25.0	8.0	189.3
Total comprehensive income for the period	-	-	-3.7	-2.1	-	2.8	-3.1	-	0.3	-2.8
Repurchase of hybrid bond, including premium	-	-	-1.5	-	-	-	-1.5	-23.7	-	-25.3
Interests on hybrid bond	-	-	-3.3	-	-	-	-3.3	-	-	-3.3
Transactions with owners:										
Equity-settled share-based payment	-	-	0.1	-	-	-	0.1	-	-	0.1
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-0.5	-0.5
Total transaction with owners	-	-	0.1	-	-	-	0.1	-	-0.5	-0.4
30 Jun 2025	162.0	487.5	-432.2	-30.9	10.8	-48.7	148.5	1.3	7.8	157.6

EUR million	Equity attributable to shareholders of the parent									
	Share capital	Other paid-in capital	Accumu-lated losses	Revaluation of defined benefit plans, net of tax	Hedging reserve	Currency translation	Total	Hybrid bond	Non-controlling interest	Total equity
1 Jan 2025	162.0	487.5	-423.7	-28.8	10.8	-51.5	156.3	25.0	8.0	189.3
Total comprehensive income for the period	-	-	2.2	0.2	0.2	6.5	9.1	-	1.0	10.0
Repurchase of hybrid bond, including premium	-	-	-1.7	-	-	-	-1.7	-25.0	-	-26.7
Interests on hybrid bond	-	-	-3.3	-	-	-	-3.3	-	-	-3.3
Transactions with owners:										
Share capital reduction and reclassification	-160.3	160.3	-	-	-	-	-	-	-	-
Equity-settled share-based payment	-	-	0.1	-	-	-	0.1	-	-	0.1
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-0.5	-0.5
Total transaction with owners	-160.3	160.3	0.1	-	-	-	0.1	-	-0.5	-0.4
31 Dec 2025	1.6	647.8	-426.4	-28.6	11.0	-44.9	160.5	-	8.5	168.9

Key figures

Key figures for the period

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025	Rolling 12-mon
Net sales	199.6	201.0	390.8	370.6	817.8	838.0
Net sales growth, %	-0.7	-6.9	5.4	-5.5	-1.3	3.8
Adjusted EBITDA	12.7	10.3	23.1	18.0	50.4	55.5
Adjusted EBITA	5.5	2.5	8.6	3.4	20.7	26.0
Adjusted EBITA margin, %	2.8	1.2	2.2	0.9	2.5	3.1
Items affecting comparability	-1.4	-0.5	-1.4	-1.1	-1.3	-1.6
EBITDA	11.4	9.8	21.7	17.0	49.1	53.8
Operating result (EBIT)	4.2	2.0	7.3	2.3	19.4	24.3
EBIT margin, %	2.1	1.0	1.9	0.6	2.4	2.9
Result before taxes	0.2	-0.6	-1.1	-2.7	5.3	6.8
Net result for the period	-0.5	-0.8	-2.3	-3.4	3.2	4.3
Earnings per share EUR, basic and diluted	-0.00	-0.01	-0.02	-0.03	0.00	0.02
Return on equity (ROE), %1)	2.7	0.4	2.7	0.4	1.9	2.7
Leverage ratio1)	3.1	2.8	3.1	2.8	2.8	3.1
Net working capital	-31.5	-59.2	-31.5	-59.2	-60.4	-31.5
Number of personnel, average, FTE	3,686	3,932	3,688	3,962	3,894	3,747

Quarterly key figures

EUR million	Apr-Jun 2026	Jan-Mar 2026	Oct-Dec 2025	Jul-Sep 2025	Apr-Jun 2025	Jan-Mar 2025
Net sales	199.6	191.3	239.0	208.2	201.0	169.6
Net sales growth, %	-0.7	12.8	5.7	-1.0	-6.9	-3.8
Adjusted EBITDA	12.7	10.4	16.0	16.4	10.3	7.8
Adjusted EBITA	5.5	3.1	8.3	9.1	2.5	0.9
Adjusted EBITA margin, %	2.8	1.6	3.5	4.3	1.2	0.5
Items affecting comparability	-1.4	-	-	-0.3	-0.5	-0.6
EBITDA	11.4	10.4	16.0	16.1	9.8	7.2
Operating result (EBIT)	4.2	3.1	8.3	8.8	2.0	0.3
EBIT margin, %	2.1	1.6	3.5	4.2	1.0	0.2
Result before taxes	0.2	-1.3	4.0	3.9	-0.6	-2.0
Net result for the period	-0.5	-1.7	3.6	3.0	-0.8	-2.7
Earnings per share EUR, basic and diluted	-0.00	-0.01	0.02	0.02	-0.01	-0.02
Return on equity (ROE), %1)	2.7	2.4	1.9	2.2	0.4	-0.8
Leverage ratio1)	3.1	3.2	2.8	3.5	2.8	2.1
Net working capital	-31.5	-36.9	-60.4	-31.0	-59.2	-76.3
Number of personnel, average, FTE	3,686	3,691	3,781	3,869	3,932	3,992

1) Calculated on a rolling 12-month basis.
Please see pages 23–24 for definitions of the key ratios.

Notes to the condensed consolidated interim financial statements

Accounting principles

This condensed interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and applicable regulations in the Swedish Annual Accounts Act. The accounting principles adopted are the same with those of the Group's and the Parent Company's annual financial statements for the year ended 31 December 2025.

The new IFRS standards and amendments effective for the first time for 2026 financial year did not have any impact on Group's financial statements.

Net sales by segment

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Finland	83.0	85.0	163.1	147.1	351.1
Sweden	58.5	58.3	112.9	111.4	239.2
Denmark & Germany	29.7	31.4	61.9	61.9	125.6
Norway	27.5	25.8	51.2	49.1	100.0
Group Support Functions[1)]	2.4	2.5	4.3	4.3	9.3
Eliminations	-1.5	-1.9	-2.6	-3.2	-7.4
Net sales, total	**199.6**	**201.0**	**390.8**	**370.6**	**817.8**

1) Group Support Functions includes Group functions and Lithuania as well as closing activities for Power Transmission International. Group Support Functions is not considered a segment.

Net sales by segment and by business

EUR million		Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Finland	Communication	25.8	34.0	45.5	56.1	133.9
	Power	57.2	51.1	117.5	91.1	217.2
Sweden	Communication	54.4	48.8	101.8	88.1	195.1
	Power	4.1	9.5	11.1	23.4	44.0
Denmark & Germany	Communication	9.7	11.5	20.1	23.4	44.2
	Power	20.0	19.9	41.8	38.5	81.4
Norway	Communication	24.7	25.7	46.7	48.9	99.7
	Power	2.7	0.1	4.5	0.2	0.3
Group Support Functions	Communication	2.4	2.5	4.3	4.3	8.7
	Power	-	-	-	-	0.7
Eliminations		-1.5	-1.9	-2.6	-3.2	-7.4
Net sales, total		**199.6**	**201.0**	**390.8**	**370.6**	**817.8**

Internal net sales consist mainly of net sales from Communication in Lithuania, reported in Group Support Functions.
There are no material internal net sales in any of the segments.

Net sales by business

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Communication	116.0	120.8	216.9	218.0	475.4
Power	84.0	80.3	174.7	152.6	342.4
Elimination of sales between businesses	-0.4	-	-0.8	-	-
Net sales, total	**199.6**	**201.0**	**390.8**	**370.6**	**817.8**

Net sales by service split

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Installation delivery	57.1	50.6	123.6	99.1	225.6
Upgrade services	89.1	95.1	165.2	167.5	371.6
Maintenance	53.4	55.3	102.0	104.1	220.6
Net sales, total	**199.6**	**201.0**	**390.8**	**370.6**	**817.8**

Reconciliation of segment results

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Adjusted EBITA by segment					
Finland	5.1	3.5	7.9	5.1	20.3
Sweden	1.7	1.3	3.6	2.8	7.7
Denmark & Germany	0.3	1.5	1.4	3.9	5.9
Norway	1.4	-0.4	1.7	-2.2	-1.8
Sum segments	**8.5**	**5.9**	**14.5**	**9.6**	**32.1**
Group Support Functions	-3.0	-3.4	-5.9	-6.2	-11.4
Adjusted EBITA, Group	**5.5**	**2.5**	**8.6**	**3.4**	**20.7**
Restructuring and resizing	-1.4	-0.5	-1.4	-1.1	-1.3
Total items affecting comparability in EBITA	-1.4	-0.5	-1.4	-1.1	-1.3
Operating result (EBIT)	**4.2**	**2.0**	**7.3**	**2.3**	**19.4**
Financial expenses, net	-3.9	-2.7	-8.4	-5.0	-14.1
Result before taxes	**0.2**	**-0.6**	**-1.1**	**-2.7**	**5.3**

Items affecting comparability in 2026 includes EUR -1.4 million resizing costs in Denmark and Sweden, of which EUR -1.2 million is recognized in selling and administrative expenses and EUR -0.2 million in other expenses in the income statement. In 2025 items affecting comparability included restructuring charge in Norway, recognized in selling and administrative expenses in the income statement.

Number of employees by segment

	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Finland	1,213	1,311	1,208	1,314	1,301
Sweden	898	972	903	967	949
Denmark & Germany	757	775	758	777	772
Norway	515	554	514	578	551
Group Support Functions	303	319	306	326	321
Total number of employees, average, FTE	**3,686**	**3,932**	**3,688**	**3,962**	**3,894**
Total number of employees, end of period, FTE	**3,689**	**3,911**	**3,689**	**3,911**	**3,755**

Committed order backlog

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Committed order backlog	576.0	493.8	537.4

Committed order backlog in Eltel is defined as the total value of committed purchase orders received but not yet recognized as net sales. It does not include frame agreements unless a binding purchase order has been received. Committed order backlog is therefore the best measure of unsatisfied performance obligations according to IFRS 15 Revenue from contracts with customers. The currency impact in committed order backlog at 30 June 2026 was EUR 2.1 million.

Net working capital and operative capital employed

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Inventories	20.6	24.9	38.3
Trade and other receivables	199.5	172.2	186.6
Provisions	-9.2	-8.0	-8.9
Advances received	-70.8	-72.1	-82.6
Trade and other payables[1)]	-150.1	-157.8	-173.0
Other	-21.5	-18.4	-20.8
Net working capital	**-31.5**	**-59.2**	**-60.4**
Intangible assets excluding acquisition-related allocations	7.3	3.7	4.8
Property, plant and equipment	5.4	5.9	5.6
Right-of-use assets	48.9	50.4	53.5
Restructuring provisions	-0.0	-0.5	-0.1
Operative capital employed	**30.3**	**0.3**	**3.4**

1) Includes impact from repayment of the tax deferral in Sweden in Q1 2026.

Provisions

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Non-current provisions	5.4	5.5	5.9
Current provisions	3.2	3.1	3.1
Total provisions	**8.6**	**8.5**	**9.0**

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
1 Jan	9.0	8.9	8.9
Changes:			
Restructuring provisions	-0.1	-0.0	-0.4
Other provisions	-0.3	-0.4	0.5
Balance at the end of reporting period	**8.6**	**8.5**	**9.0**

Contract balances

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Trade receivables	89.6	75.2	87.0
Contract assets	92.3	82.7	81.1
Total assets related to contracts with customers	**181.9**	**157.9**	**168.2**
Advances received from contracts with customers	66.1	67.4	77.9
Total liabilities related to contracts with customers	**66.1**	**67.4**	**77.9**

Trade receivables and contract assets are included in the trade and other receivable line in the above net working capital table. Advances received from contracts with customers represent contract liabilities.

Deferred taxes

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Deferred tax assets	25.5	27.2	27.3
Deferred tax liabilities	-10.8	-10.6	-12.0
Net deferred tax assets	**14.8**	**16.6**	**15.2**

In December 2025, gross amount of EUR 23.9 million (22.9) deferred tax assets for losses carried forward was recognized, of which EUR 17.8 million (14.9) related to operations in Sweden. Deferred tax assets are recognized for tax loss carry forwards to the extent that the utilization against current year taxable profits and future taxable profits is probable. The future taxable profit estimate is based on current business plans approved by management.

Leasing

Right-of-use assets

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Buildings	20.2	19.0	20.9
Machinery and equipment	28.8	31.4	32.6
Total	**48.9**	**50.4**	**53.5**

Changes in the right-of-use assets during the period

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
1 Jan	53.5	53.5	53.5
Additions	9.6	10.1	28.9
Depreciations	-12.3	-11.9	-24.5
Other	-1.8	-1.3	-4.5
Balance at the end of period	**48.9**	**50.4**	**53.5**

Leasing liabilities

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
Non-current	29.2	31.9	33.6
Current	21.6	21.5	22.0
Total	**50.8**	**53.3**	**55.6**

Financial instruments

Derivative financial instruments	30 Jun 2026		30 Jun 2025		31 Dec 2025	
EUR million	Nominal values	Net fair values	Nominal values	Net fair values	Nominal values	Net fair values
Interest rate derivatives, hedge accounting	100.0	0.8	-	-	100.0	0.1
Foreign exchange rate derivatives	13.1	-0.2	7.4	-0.0	13.8	0.1
Total	**113.1**	**0.6**	**7.4**	**-0.0**	**113.8**	**0.2**

The interest rate risk of the EUR 130 million floating rate bond has been hedged with interest rate swaps for the amount of EUR 100 million, which is in line with the group's finance policy.

The Group applies cash flow hedge accounting to these interest rate swaps which are classified as derivative instruments hedge accounted. The effective portion of gains and losses from the derivative instruments under cash flow hedge accounting is recognized in other comprehensive income under hedging reserve. The cumulative gain or loss is transferred to profit or loss when the hedged items affect profit or loss. The ineffective portion is recognized immediately in profit or loss in other income or expenses. In January-June 2026, EUR 0.5 (0.0) million was recognized in the hedging reserve.

Financial assets recognized at fair value through profit and loss comprise solely derivatives. Fair values of the derivative instruments are based on market values (level 2 observable input information) at balance sheet date.

Fair value of financial instruments measured at cost
The carrying amount of financial assets and financial liabilities is a reasonable approximation of their fair value. Changes in the market interest rates are reflected in the future interest flows of interest-bearing debt within a short period.

Earnings per share	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net result attributable to equity holders of the parent	-0.6	-0.9	-2.4	-3.7	2.2
Interest on hybrid bond	-	-0.8	-	-1.6	-1.7
Net result attributable to ordinary shares	-0.6	-1.7	-2.4	-5.4	0.5
Weighted average number of ordinary shares, basic	156,736,781	156,736,781	156,736,781	156,736,781	156,736,781
Weighted average number of ordinary shares, diluted	156,736,781	156,736,781	156,736,781	156,736,781	156,970,069
Earnings per share EUR, basic	-0.00	-0.01	-0.02	-0.03	0.00
Earnings per share EUR, diluted	-0.00	-0.01	-0.02	-0.03	0.00

Definitions and key ratios

Eltel applies ESMA's (European Securities and Markets Authority) guidelines for alternative performance measures (APM). In addition to the financial measures defined in IFRS, certain key figures, which qualify as alternative performance measures (APMs) are presented to reflect the underlying business performance, facilitate analysis of the Group's development as followed by Group Management and enhance comparability from period to period. The definition of these key figures is presented below and relevant information enabling reconciliations to IFRS measures can be found in connection with relevant parts of the report. These APMs should not be considered as a substitute for measures in accordance with IFRS.

IFRS key ratios

Earnings per share (EPS)	$\dfrac{\text{Net result attributable to equity holders of the parent - interest on hybrid bond}}{\text{Weighted average number of ordinary shares}}$

Alternative performance measures (APMs)

Key Figure	Definition and reason for use	Reference
Adjusted EBITA and -margin	Adjusted EBITA and -margin, % are used by management to measure business and segment profitability and exclude items affecting comparability. Income statement line items below adjusted EBITA are not allocated to segments. **Adjusted EBITA:** Operating result before acquisition-related amortizations and items affecting comparability **Adjusted EBITA margin, %:** $\dfrac{\text{Adjusted EBITA x 100}}{\text{Net sales}}$ Adjusted EBITA and -margin, % for segments represent the sum of segments: Finland, Sweden, Denmark & Germany and Norway.	Reconciliation of segment results
Items affecting comparability	These include capital gains and/or losses and transaction costs related to divestments and acquisitions, restructuring and resizing expenses and other items that according to Eltel's management's assessment are not related to normal business operations.	Reconciliation of segment results
EBITDA and adjusted EBITDA	EBITDA is operating result (EBIT) before depreciations and amortizations. Adjusted EBITDA excludes items affecting comparability. Adjusted EBITDA is used in calculating the leverage ratio.	Cash flow, key figures, quarterly key figures
EBIT margin	Operating result (EBIT) and -margin% are used to measure profitability before interest and taxes. **EBIT margin, %:** $\dfrac{\text{EBIT x 100}}{\text{Net sales}}$	Income statement
Return on equity (ROE), %	Return on equity (ROE), % represents the rate of return that shareholders receive on their investments. **Return on equity (ROE), %[1]:** $\dfrac{\text{Net result x 100}}{\text{Total equity (average over the reporting period)}}$	Income statement and balance sheet

1) Calculated on a rolling 12-month basis.

Key figure	Definition and reason for use	Reference
Operative capital employed	Operative capital employed is the amount of net operating assets the business uses in its operations. **Operative capital employed:** Net working capital + Intangible assets excluding goodwill and acquisition-related allocations + Property, plant and equipment and Right-of-use assets	Net working capital and operative capital employed
Net debt and leverage ratio	Net debt represents Eltel's indebtedness. It is used to monitor capital structure and financial capacity. It is also used in calculating the leverage ratio. **Net debt:** Interest-bearing debt - cash and cash equivalents **Leverage ratio**[1]**:** $\frac{\text{Net debt}}{\text{Adjusted EBITDA}}$	Interest-bearing liabilities and net debt
Net working capital	Net working capital is used to follow the amount of capital needed for the business to operate. Used also as a factor to calculate operative capital employed. **Net working capital:** Net of inventories, trade and other receivables, provisions, advances received and trade and other payables, excluding items in these balance sheet items that are not considered to form part of operative working capital: derivative valuations and income tax liabilities.	Net working capital and operative capital employed
Committed order backlog	Committed order backlog is the total value of committed orders received but not yet recognized as sales. It does not include frame agreements unless a binding purchase order has been received. It is the best measure of unsatisfied performance obligations according to IFRS 15 Revenue from contracts with customer.	

1) Calculated on a rolling 12-month basis.

Parent Company

Eltel AB is the ultimate parent company of Eltel Group. The operational and strategic management functions of Eltel Group are centralized in Eltel AB but it has no operative business activities. Eltel AB owns and governs the shares related to Eltel Group and its risks are mainly attributable to the value and activities of its subsidiaries. The interim report for the parent company is prepared in accordance with the chapter 9, Interim report, in the Swedish Annual Accounts Act.

Parent Company condensed income statement

EUR million	Apr-Jun 2026	Apr-Jun 2025	Jan-Jun 2026	Jan-Jun 2025	Jan-Dec 2025
Net sales	6.5	4.1	6.5	4.1	8.7
Administrative expenses	-3.1	-3.0	-4.8	-4.3	-8.5
Operating result	**3.4**	**1.0**	**1.8**	**-0.2**	**0.3**
Interest income and similar income	6.2	5.3	12.3	10.4	23.7
Interest expenses and similar expenses	-2.9	-0.9	-7.0	-1.8	-9.5
Net financial items	3.3	4.4	5.3	8.6	14.2
Result after financial items	**6.7**	**5.4**	**7.1**	**8.4**	**14.5**
Group contributions given	-	-	-	-	-13.0
Net result	**6.7**	**5.4**	**7.1**	**8.4**	**1.5**

Parent Company condensed balance sheet

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
ASSETS			
Non-current assets			
Financial assets			
Shares in Group companies	68.3	68.3	68.3
Long-term loans receivable from Group companies	507.1	483.8	495.9
Other financial assets	1.5	0.9	1.5
Intangible assets	6.3	0.7	2.8
Non-current assets	**583.2**	**553.8**	**568.6**
Current assets			
Trade and other receivables	9.4	4.8	5.4
Cash pool receivable	14.1	21.7	120.0
Cash and cash equivalents	0.2	98.9	0.2
Current assets	**23.7**	**125.4**	**125.6**
TOTAL ASSETS	**606.8**	**679.2**	**694.2**

EUR million	30 Jun 2026	30 Jun 2025	31 Dec 2025
EQUITY AND LIABILITIES			
Restricted equity			
Share capital	1.7	162.0	1.6
Statutory reserve	0.7	0.7	0.7
Restricted equity	**2.4**	**162.6**	**2.3**
Non-restricted equity			
Retained earnings	436.2	273.6	434.0
Hybrid bond	-	1.3	-
Net result for the period	7.1	8.4	1.5
Non-restricted equity	**443.4**	**283.2**	**435.5**
Total equity	**445.7**	**445.9**	**437.8**
Non-current liabilities			
Debt	127.8	127.1	127.5
Retirement benefit obligation	1.3	0.9	1.3
Provisions	0.3	0.2	0.3
Deferred tax liability	0.2	-	0.0
Non-current liabilities	**129.6**	**128.2**	**129.1**
Current liabilities			
Debt	24.8	9.9	2.5
Liabilities to Group companies	2.5	93.0	122.2
Trade and other payables	4.2	2.1	2.7
Current liabilities	**31.5**	**105.1**	**127.3**
Total liabilities	**161.1**	**233.3**	**256.4**
TOTAL EQUITY AND LIABILITIES	**606.8**	**679.2**	**694.2**

Eltel has secured its debt obligations towards the banks by share and intragroup loan pledges and floating charges over certain assets of the Group, all on customary terms and conditions.

Equity

EUR million	1 Jan 2026	Proceeds from shares issued	Purchase of own shares	Equity-settled share-based payment	Hedging reserve, net of tax	Net result	30 Jun 2026
Share capital	1.6	0.1	-	-	-	-	1.7
Statutory reserve	0.7	-	-	-	-	-	0.7
Non-restricted equity	435.5	-	-0.1	0.3	0.5	7.1	443.4
Total	**437.8**	**0.1**	**-0.1**	**0.3**	**0.5**	**7.1**	**445.7**

In May 2026, Eltel issued 5,090,500 class C shares, which increased the share capital by EUR 50,905. The issue of class C shares was carried out by virtue of the authorization granted by the 2025 Annual General Meeting. Eltel repurchased the class C shares after the issue. The shares were issued and repurchased in accordance with the authorization regarding the incentive programs LTIP 2024 and LTIP 2025 that the 2025 Annual General Meeting resolved upon.

On 30 June 2026, the total number of registered and outstanding shares of Eltel amounts to 165,676,081, whereof 156,736,781 are ordinary shares and 8,939,300 are class C shares. The number of votes in Eltel amounts to 157,630,711 and the registered share capital amounts to EUR 1,656,761.

Always powered, always connected.

We make it happen by transforming society for a sustainable future.

Eltel AB

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