



APWAVES

Scale-up towards higher volumes continues

Interim Report Q3 2026

Q3 2026

The period in brief

Third quarter: July–September 2026

- Net sales amounted to 9,0 MSEK (20,4), a decrease of 55,6% compared with the same quarter last year.
- EBITDA amounted to -19,5 MSEK (-17,7), while EBITDA adjusted for results from shares in associated companies amounted to -14,2 MSEK (-15,3).
- EBIT amounted to -21,4 MSEK (-19,3), whereas EBIT adjusted for results from shares in associated companies amounted to -16,1 MSEK (-16,9).
- The result for the period amounted to -38,8 MSEK (-19,1).
- Earnings per share before and after dilution was neg. (neg.).
- Total cash flow for the period amounted to -4,5 MSEK (-6,2).
- The Group’s cash and cash equivalents amounted to 47,0 MSEK (28,0).

January–September 2026

- Net sales amounted to 40,9 MSEK (67,2) a decrease of 39,1% compared with the same period in 2025.
- EBITDA amounted to -48,4 MSEK (-30,6), while EBITDA adjusted for results from shares in associated companies amounted to -34,8 MSEK (-21,7).
- EBIT amounted to -54,1 MSEK (-35,6), whereas EBIT adjusted for results from shares in associated companies amounted to -40,5 MSEK (-26,6).
- The result for the period amounted to -69,9 MSEK (-36,0).
- Earnings per share before and after dilution was neg. (neg.).
- Total cash flow for the period amounted to -41,8 MSEK (-11,8).

Significant events during the period

- An order was received from Valeo for additional and accelerated production capacity.
- Gapwaves received a development order from Valeo for next-generation radar sensors.
- Frencken ordered continued capacity expansion in the Valeo program.
- Gapwaves took a strategic step into the Chinese automotive market through a supply agreement with Desay SV for series production of radar antennas for a global OEM.
- Per Norén was elected as the new Chairman of the Board of Gapwaves. His international experience in commercializing advanced technology, building global partnerships and scaling technology companies will be a valuable addition.
- During the quarter, Gapwaves fully wrote down the value of its shares in Sensrad and the remaining receivable relating to shareholder loans to the company.

Significant events after the end of the period

- Gapwaves decided to transfer its 30 percent shareholding in Sensrad to the principal owner, Qamcom.

KSEK	July-Sep 2026	July-Sep 2025	Jan-Sep 2026	Jan-Sep 2025	Full Year 2025
Net sales	9 033	20 357	40 925	67 210	90 553
EBITDA	-19 510	-17 660	-48 373	-30 629	-50 341
EBIT	-21 434	-19 280	-54 083	-35 561	-57 082
Result for the period	-38 801	-19 099	-69 911	-35 984	-58 241
Total cash flow for the period	-4 509	-6 232	-41 774	-11 789	47 649
Equity/assets ratio, %	54,2	67,1	54,2	67,1	70,7
Average no. of shares	36 337 348	31 146 299	36 337 348	31 146 299	31 146 299
Earnings per share before and after dilution (SEK)	neg	neg	neg	neg	neg
No. of FTEs	38	43	40	46	41

”The increasing demand from Valeo, the continued capacity build-up and the new production agreement with Desay SV demonstrate the company's commercial and industrial progress. Work on scaling up production, broadening the customer base and developing new segments is ongoing.”

Jonas Ehinger, CEO Gapwaves

Scale-up towards higher volumes continues

The third quarter confirms the transition: Gapwaves' revenue increasingly comes from series production and less and less from individual development projects. Net sales of 9,0 MSEK are lower than last year, as project and equipment revenue has declined, but product sales are growing and Valeo is ordering larger volumes than planned. With increasing volumes, a new production agreement with Desay SV and further steps toward new market segments, the scale-up continues.

Growing product volumes and an increasingly strong base of recurring revenue

Net sales amounted to 9,0 MSEK (20,4). The comparison quarter included sales of production equipment and significantly higher project revenue. We are now in a phase where product sales are our largest revenue stream and where steadily increasing production volumes are laying the foundation for our continued growth.

During the quarter, production increased from 1,2 million antennas in the second quarter to 1,6 million in the third quarter, an increase of approximately 33 percent. The scale-up is thus continuing in a positive direction, with demand exceeding our original expectations.

Although product sales do not yet fully offset previous project revenue, we see strong development in the ongoing scale-up. What we are seeing now is only the beginning of a powerful increase in

volumes, as production gradually ramps up and is expected to have an increasingly clear impact on net sales in the coming quarters. At the same time, the multi-year product programs are creating the conditions for a growing, more stable and more predictable revenue base.

Increased demand and volumes above plan

So far this year, 3,6 million antennas have been produced using Gapwaves' technology, mainly through HELLA's licensed production and our volume production for Valeo in China. Demand from Valeo continues to develop more strongly than expected, and we expect to deliver nearly twice as many antennas this year as originally planned. The positive volume development also means that we are continuing to prepare for the next step in the scale-up. During the quarter, Frencken ordered additional production equipment for the Valeo



Q3 2026

program. The equipment is scheduled to be put into operation at the end of 2027 and will enable the higher volumes planned from 2028, within the previously communicated capacity of approximately ten million antennas per year. In parallel, we are continuing our work to optimize production processes and the supply chain. We have taken important steps from pilot production to production in the millions, and we are now seeing the scale-up gradually take effect. This strengthens our position for the coming years and creates the conditions for continued volume growth and increasing product revenue.

More customers and the next product generation

Gapwaves' products are now found in a growing number of car models in the most important markets. We have also started developing antennas for Valeo's next generation of radar sensors, which means the collaboration now extends to upcoming products as well. Through the supply agreement with Desay SV, we are taking a first step into the Chinese automotive market: our waveguide antennas will be integrated into Desay SV's radar products for a global Asian vehicle manufacturer, with start of production (SOP) planned for Q1 2027. Gapwaves is thus working in parallel to scale up production, develop new products, and establish new customer partnerships and geographic markets.

Expansion into new growth markets

The establishment of our technology in new market segments is intensifying in parallel with the scale-up in Automotive. The collaboration with Gotmic is a concrete example of this. Waveguide packages developed for Gotmic's high-power amplifier modules open up new opportunities for our MLW technology in defense, satellite communications and telecom. We are also continuing to evaluate additional applications where our technology can create value through high performance, low losses and the ability to be produced cost-effectively at industrial scale.

Sensrad

After the end of the quarter, we decided to transfer our 30 percent shareholding in Sensrad to the company's principal owner, Qamcom. Sensrad was a strategic initiative outlined in 2022 and launched in spring 2023, with the ambition of moving Gapwaves higher up the value chain in a market considered to have strong commercial potential. During the third quarter, Sensrad continued to perform weaker than expected due to new competitors entering the market and significantly lower sales. We have therefore decided not to contribute further capital, in order to instead focus Gapwaves' financial resources on the ongoing scale-up of the core business as well as the areas where we see the best conditions for growth in the coming years. We

believe that transferring our shareholding is the best way forward. Against this background, the shares in Sensrad and the remaining receivable relating to shareholder loans to the company were written down in full.

Financing

In order to accelerate the scale-up by strengthening commercial capacity, streamlining the supply chain, speeding up the commercialization of next-generation antenna technology and establishing a new growth platform in counter-drone systems, the Board of Directors is evaluating various options to strengthen the company's financial position and flexibility in the near term.

In conclusion, we now have established high-volume production, a strengthened supply chain and customer partnerships that cover both today's and tomorrow's products. In the coming quarters, growth in product sales, new production agreements and the cost per antenna produced will form the foundation of our scale-up.

Thank you to our employees, customers, suppliers and shareholders for your trust.

Gothenburg, 22 October 2026
Jonas Ehinger, CEO Gapwaves AB (publ)



Q3 2026

This is Gapwaves

Who we are

Gapwaves is an innovative Swedish technology company that develops wireless solutions based on patented waveguide technology for millimeter-wave applications. Gapwaves was founded in 2011 by Professor Per-Simon Kildal at Chalmers University of Technology.

What we do

We develop, design, manufacture and deliver products that can be used in, for example, radar systems for driver assistance and autonomous driving within the automotive industry, as well as application areas such as industrial automation, telecom, satcom, smart cities and civil-military applications.

Our vision

Gapwaves’ vision is to be the most innovative supplier of millimeter-wave antenna systems and the preferred partner for those paving the way for the next generation of wireless technologies toward a safer and more sustainable society.

2011
Founded

2016
IPO

>40
Patents

>3 600 000
antennas produced YTD 2026

38
Employees

5 reasons to invest in Gapwaves

World-leading, patented technology and unique know-how

Gapwaves' technology, backed by over 40 patents, enables cost-effective, compact, and high-performance antenna solutions. This is crucial for advanced radar systems where performance and cost-efficiency are paramount.

Strong demand driven by tightened regulations and consumer demand for enhanced safety

Stricter safety requirements and new features are increasing demand for radar sensors, where Gapwaves' world-leading antenna technology plays a central role. In the automotive industry, this relates to requirements within advanced driver assistance systems (ADAS), while in smart cities it concerns growing needs for traffic management.

From research to commercial technology company

Hella's volume production under licence started in 2024, and Gapwaves' technology is integrated in the Mercedes-Benz CLA EQ Technology, which began rolling out on Swedish roads during 2025. The technology and business model have proven competitive, as confirmed by customers within the automotive industry such as Valeo, Hella, Veoneer and Desay SV.

Significant future potential across multiple markets

Gapwaves holds a strong position in automotive and smart city sectors with additional growth opportunities in mobility, civil-military, telecom, and satellite communications.

Attractive business model for both customers and shareholders

Testing and production of customer-funded prototypes and small batch volumes are handled at Gapwaves’ own pilot line, while large-scale production is managed by selected partners. This setup offers flexibility and scalability, customized production, and low capital requirements compared to owning manufacturing facilities.

Q3 2026

Market overview

Radar

Trends and drivers

Development in automotive radar is driven by tightened safety requirements, new legislation and increased automation - factors that are raising the number of sensors per vehicle and the demands on performance. Regulations are being tightened in the EU, the US and China, which is raising performance requirements. The focus is on higher resolution, longer range and the transition to higher frequencies (76–81 GHz), where waveguide antennas deliver superior performance compared with traditional antenna solutions. Although still a niche technology, it is expected to capture increasing market share as volume production grows and requirements intensify in advanced ADAS and autonomous driving systems, where seven to eleven radars per vehicle are required for full automation.

Focus segments

Automotive: Gapwaves' largest segment is the passenger car industry, where radar sensors are critical for ADAS. As safety requirements and autonomous features increase, so does the number of radar sensors per vehicle and the need for efficient antenna solutions. The average passenger car is then expected to be equipped with at least three radar sensors. Among Gapwaves' customers are several important and globally leading Tier-1 suppliers in Europe, the US and Asia, including Valeo, Hella, Veoneer and Desay SV.

Smart Cities: Radar is on the way to play an important role in smart cities, where the need for optimized and monitored traffic flows is growing. High-performance radar sensors are used to monitor traffic and distinguish between vehicles, pedestrians, cyclists, and more. Meeting the performance requirements calls for waveguide antennas, which help radar sensors provide a clearer picture of traffic conditions.

Mobility: Radar sensors are used in industrial and passenger transport, from mining to buses, trains, and aircraft, enabling autonomous vehicles like self-driving trucks and robotaxis. Radar's superior performance in poor weather and lighting, compared to lidar and cameras, is vital for safe, efficient future transport systems.

Defense: Radar sensors are critical for autonomous platforms such as vehicles, unmanned aerial vehicles (UAVs) and equipment for individual soldiers, owing to their superior performance in terms of range and robustness in challenging environments involving darkness, smoke and interference. Gapwaves' mm-wave technology enables a compact form factor - a critical consideration where space and weight are constrained - and contributes to the development of next-generation advanced defense systems.

Wireless communication

Trends and drivers

Increased demand for bandwidth is driving developments in wireless communication, requiring technologies capable of handling higher frequencies. In the telecom sector, 5G is central, with demands for low latency and high data speeds to support connected cities, IoT, and autonomous vehicles, placing high demands on antenna technology. In satellite communications (satcom), the need for high-performance waveguide-based antennas is growing in line with the next generation of satellites. In both segments, the combination of high performance and cost efficiency is critical.

Focus segments

Telecom

Smart Cities, IoT, and autonomous vehicles require fast communication and high data throughput, especially in areas with many connected devices, such as airports and office buildings. This increases the need for higher frequencies (24–100 GHz and beyond), where traditional antennas fall short, while Gapwaves' technology delivers superior performance. Gapwaves technology can also be used in Fixed Wireless Access (FWA) systems for wireless broadband that can replace fiber connections.

Satcom

Satellite communication is rapidly expanding with LEO and MEO satellites* that offer global coverage and high data transmission. Advanced antenna technology is required to handle high frequencies and ensure reliable communication, driven by the growing need for bandwidth to support IoT, global connectivity, and fast data transfer - particularly in remote areas.



**New low- and medium-earth orbit satellites*

Q3 2026

Business model

Revenue opportunity at each phase

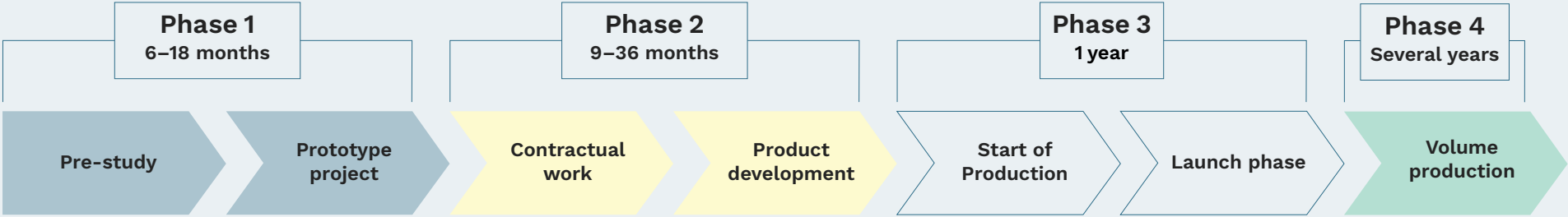
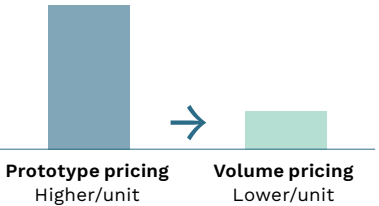


Illustration of how a complete customer engagement may unfold over time

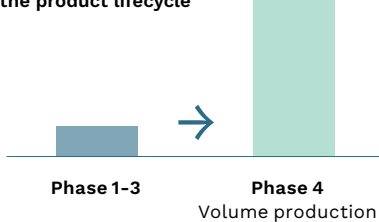
Gapwaves' business model is designed to be able to generate revenue at every phase of a customer engagement, which can encompass four phases in total: from pre-study and prototype development, to contractual work, product development and the sale of production equipment, to the launch phase with Start of Production (SOP), and finally volume production. Non-recurring engineering (NRE) finances early-stage development, while sales of prototypes and industrialisation solutions generate revenue as the product matures. Once a customer reaches volume production - typically within two to three years of first engagement - Gapwaves captures a recurring revenue stream that normally runs for several years. As more customers progressively reach this stage, the revenue base is strengthened and broadened. The pricing structure is deliberately designed: higher margins in the early phases, lower unit prices at volume, over a longer time period and at greater scale. The result is a business model in which a new customer won today can translate into long-term revenue.

Revenue streams

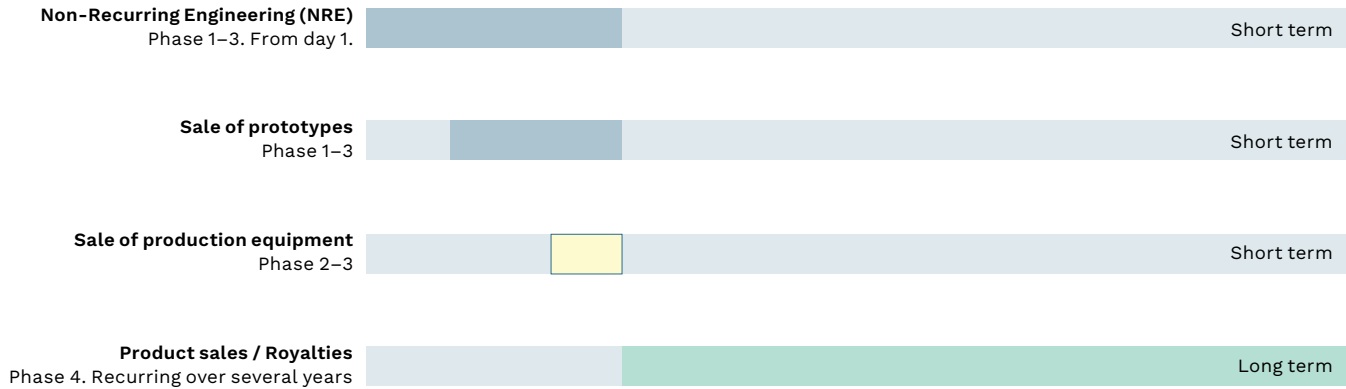
Price per unit across the lifecycle



Volume development over the product lifecycle



Revenue duration by stream



Financial overview

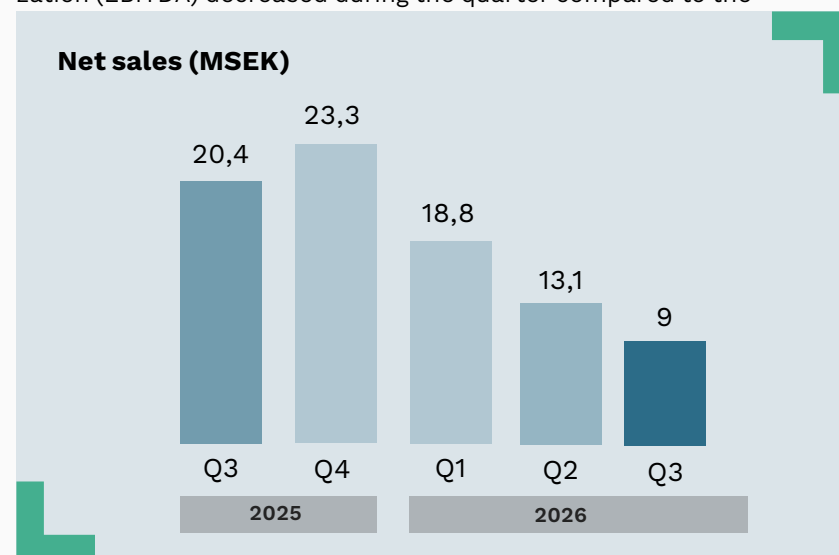
Quarter July–September 2026

Revenue

The Group's net sales for the quarter totalled 9,0 MSEK (20,4), representing a decrease of 55,6% compared to the same quarter previous year. Net sales was primarily driven by product sales, which is the biggest revenue stream despite being in a ramp up phase. Project revenues and royalties from Hella, Valeo and Gotmic contributed to a smaller extent. In addition to sales revenue, the Group recognised research grants of 0,1 MSEK (0,9), invoiced costs to Sensrad AB and Qamcom Research and Technology AB totalling 0,7 MSEK (0,6) and positive FX effects of 0,2 MSEK (0,1). These items are reported under other operating income.

EBITDA and operating result

The Group's Earnings before interest, taxes, depreciation and amortization (EBITDA) decreased during the quarter compared to the



previous year, totalling -19,5 MSEK (-17,7). The result is impacted by lower revenues, partly offset by lower costs. The quarter on quarter decrease is primarily linked to increased loss of Sensrad, which is -3 MSEK higher than last year.

Operating expenses excluding depreciation and results from shares in associated companies amounted to -24,2 MSEK (-37,1). The improvement compared to the same quarter last year is attributable to lower costs products (Cost of goods sold) as no production equipment has been sold during Q3 2026 and lower general OPEX. Cogs includes an impairment of inventory for Sensrad products of -0,6 MSEK.

Personnel costs include non-cash cost for the LTI 2022 and 2026 programs totalling -0,2 MSEK (-0,8).

EBITDA of -19,5 MSEK includes results from shares in associated companies of -5,3 MSEK (-2,4). Adjusted for this, EBITDA for the quarter amounts to -14,2 MSEK (-15,3). The operating result for the quarter amounted to -21,4 MSEK (-19,3), and -16,1 MSEK (-16,9) when adjusted for results from shares in associated companies.

Result for the period

Net financial items totalled -17,4 MSEK (0,2), mainly attributable to the non-cash impairment of the shareholder loans to Sensrad AB of -18,0 MSEK. The remainder consists of interest income of 0,3 MSEK (0,3), interest expenses of -0,1 MSEK (-0,1), exchange rate differences of 0,6 MSEK (0,0). The result for the period during the quarter amounted to -38,8 MSEK (-19,1).

Financial position and liquidity

Total assets as of 30 September 2026 amounted to 88,3 MSEK vs. 165,8 on 31 December 2025. Equity totalled 47,8 MSEK (117,3), and cash and cash equivalents 47,0 MSEK (87,2). During the quarter, the remaining portion of the trade finance loan was repaid. In order to accelerate the continued scale-up, the Board of Directors is evaluating various options to strengthen the company's financial position and flexibility in the near term.

Cash flow and investments

Cash flow from operating activities was 4,2 MSEK (-5,1). Cash flow was positively impacted by working capital movements of 16,4 MSEK. Cash flow from investing activities totalled -2,9 MSEK (-1,1), primarily relating to the long-term loans to Sensrad AB and the office relocation. Financing cash flow amounted to -5,9 MSEK, reflecting the repayment of the trade finance loan. Total cash flow for the period amounted to -4,5 MSEK (-6,2).

Sensrad

The development of our associated company Sensrad AB has not recovered during the quarter and several headwinds that arose during the quarter resulted in significantly lower sales and new players entering the market. The owners decided on a non cash, equity contribution of which Gapwaves took their pro rata share of 3,6 MSEK by converting the shareholder loan to equity, increasing the value of shares in Sensrad and decreasing the shareholder loan with the corresponding amount. Following an updated impairment test of our assets based on this new development, a full impairment of the shares in Sensrad was made during the quarter of -5,3 MSEK. Due to the updated impairment test, an allowance of the remaining doubtful shareholder loan including interest was made of MSEK -18,0. Inventory items relating to projects with Sensrad amounting to -0,6 MSEK was also written off. In addition, a provision for a bank loan guarantee for Sensrad of -0,3 MSEK has been booked and is reflected in the financial net.

The financial effects of these events are reflected in both the group's and parent company's balance sheet by decreasing the value of the shares in associated companies, the shareholder loan, and inventory. While in the income statement the shares in associated companies affecting the financial net in the parent entity and "Results from shares in associated companies" in the group, while the shareholder loan and the provision for the guarantee affects the financial net and inventory cost of goods sold in both parent company and the group.

Financial overview

January–September 2026

Revenue

The Group's net sales during the period amounted to 40,9 MSEK (67,2), which corresponds to a decrease of 39,1 percent compared to the same period last year. Net sales was primarily attributable to product sales and project sales to Valeo. During the period, the Group also had revenue related to the sale of production equipment to Frencken Group of approximately 5,1 MSEK. In addition to sales revenues, research grants for approximately 2,5 MSEK (3,6) were recognized, along with currency exchange gains of 1,0 MSEK (0,8) and invoiced costs to Sensrad AB and Qamcom Research and Technology AB totalling 2,2 MSEK (1,6). These items are reported under other operating income.

EBITDA and operating result

The Group's Earnings before interest, taxes, depreciation and amortization (EBITDA) decreased during the period compared to last year and amounted to -48,4 MSEK (-30,6). The year on year decrease on EBITDA is due to lower revenues and a shift of revenue mix towards product sales, which is in a ramp up phase. Also, the start-up costs for the volume production in China are contributing. Operating expenses excluding depreciation and results from shares in associated companies amounted to -81,3 MSEK (-94,6). Operating expenses are impacted by the launch costs. Personnel costs include non-cash costs for the LTI 2022 and LTI 2026 programs totalling -0,6 MSEK (-1,5).

EBITDA amounted to -48,4 MSEK (-30,6), including the share of results from associated companies of -13,6 MSEK (-9,0). Adjusted for this, EBITDA for the period came in at -34,8 MSEK (-21,7). The operating result for the period was -54,1 MSEK (-35,6), and -40,5 MSEK (-26,6) when adjusted for the share of results from associated companies. Net financial items amounted to -15,8 MSEK (-0,4), which is mainly related to the impairment of the shareholder loans, including interest in Sensrad of -18,0 MSEK, partly offset by interest income of 1,1 MSEK (0,8) interest expenses of -0,2 MSEK (-0,3) and exchange rate differences of 1,5 MSEK (-1,0) and a pledge related to Sensrad of 0,3 MSEK. The result for the period amounted to -69,9 MSEK (-36,0), of which -24,2 MSEK are related to the impairment of the Sensrad holding.

Cash flow and investments

Cash flow from operating activities during the period amounted to -18,0 MSEK (-6,8). Cash flow from investing activities amounted to -16,3 MSEK (-4,9) and is mainly related to production equipment capex (11 MSEK) for the flexline in Gothenburg and to a lesser extent to long-term loans to Sensrad AB and the relocation cost related to the office move. Total cash flow for the period amounted to -41,8 MSEK (-11,8).

Sensrad

The development of our associated company Sensrad AB has not recovered during the quarter and several headwinds that arose during the quarter resulted in significantly lower sales and new players entering the market.

For the first nine months, equity contributions of which Gapwaves took their pro rata share of 3,6 MSEK by converting the shareholder loan to equity, increasing the value of shares in Sensrad and decreasing the shareholder loan with the corresponding amount have been made. For the first nine month – the total impairment of the shares in Sensrad amounts to -40,5 MSEK.

Due to the updated impairment test, an allowance of the remaining doubtful shareholder loan including interest was made of MSEK -18,0. Inventory items relating to projects with Sensrad amounting to -0,6 MSEK was also written off. In addition, a provision for a bank loan guarantee for Sensrad of -0,3 MSEK has been booked and is reflected in the financial net.

The financial effects of these events are reflected in both the group's and parent company's balance sheet by decreasing the value of the shares in associated companies, the shareholder loan, and inventory. While in the income statement the shares in associated companies affecting the financial net in the parent entity and "Results from shares in associated companies" in the group, while the shareholder loan and the provision for the guarantee affects the financial net and inventory cost of goods sold in both parent company and the group.

Other disclosures

Accounting policies

The company applies the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's general advice BFNAR 2012:1 Annual reports and consolidated financial statements (K3). All balance sheet items are also measured at historical cost in accordance with Chapter 11 of K3.

Risks and uncertainties

Gapwaves is exposed to risks and uncertainties through its operations. For more detailed information on the main operational and financial risks, please refer to page 35 of the 2025 Annual Report.

Seasonal variations

The company's revenue mix is evolving: while development projects have historically constituted a significant share of sales, product-related revenues will gradually grow in importance. Project related revenues are in their nature short term and more volatile. As we ramp up production and shift revenue streams, revenues may vary between quarters and should be assessed over time rather

than on a single-period basis, and the growth in product revenue is expected to gradually offset the lower project revenue over time.

Organization

The number of permanent employees in the Group as per September 30, 2026 was 38 (43).

ESG activities

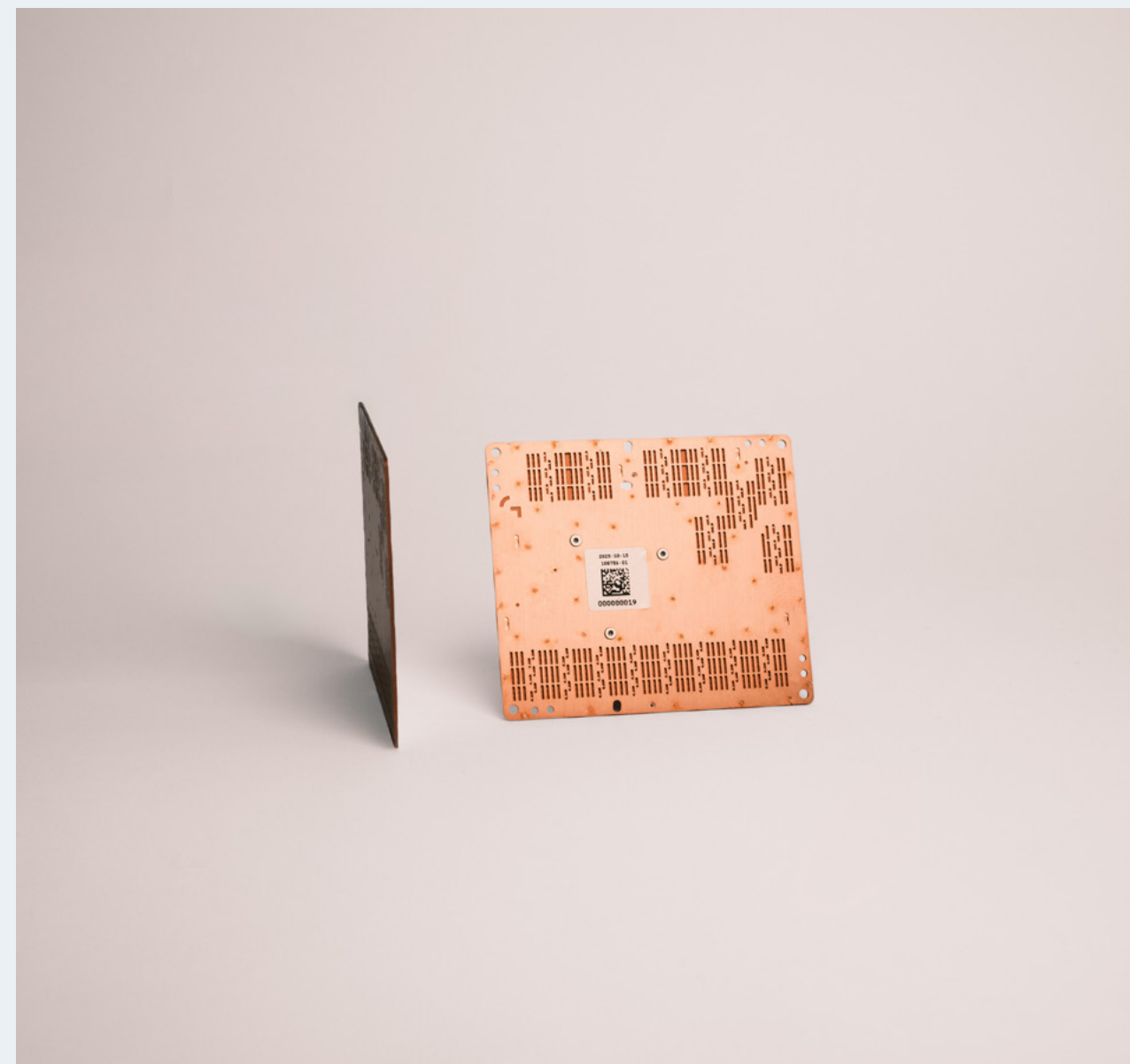
We established our sustainability initiative in 2023, where we defined frameworks and strategies. We have continued our work by implementing additional measures during the quarter. We continue to validate and update our efforts as needed to ensure that we continue to make progress towards our sustainability goals.

Related party transactions

The company did not have any transactions with related parties during the quarter.

Auditors' review

This report has been subject to a limited review by the Company's auditors.



Share and shareholders

Share

Gapwaves’ B share has been listed on Nasdaq First North Growth Market Stockholm since November 18, 2016, and trading takes place under the ticker GAPWB. As of September 30, 2026, the company had approximately 6 200 shareholders. The company has a total of 36 337 348 shares, of which 7 617 500 are A shares and 28 719 848 are B shares. Each A share entitles the holder to ten votes and each B share entitles the holder to one vote. As of September 30, 2026, the share capital was SEK 2 180 240,88 which represents a nominal value of SEK 0,06 per share.

Certified adviser

G&W Fondkommission is the company’s certified adviser. www.gwkapital.se

Analysts following Gapwaves

Redeye – Rasmus Jacobsson

LTI 2022

At the Extraordinary General Meeting on August 19, 2022, the shareholders resolved to approve the Board’s proposal to issue a long-term incentive program for senior executives and other key individuals in the Group. The aim of the program is to strengthen the Group’s ability to recruit and retain key individuals. LTI 2022 can comprise a maximum of 13 key individuals in the Group. The maximum number of performance share rights that

can be allocated in accordance with LTI 2022 is to be limited to 642 595. Per September 30, 2026, the program has 4 participants with the opportunity to vest a maximum of 198 680 performance share rights upon the program’s conclusion 1 January 2027. During the quarter, an expense of -0,5 MSEK has been accrued for LTI 2022.

LTI 2026

Shareholders resolved at the Annual General Meeting on May 6, 2026 to approve the Board of Directors’ proposal to implement a long-term incentive programme for senior executives and other key employees within the Group. The purpose of the programme is to strengthen the Group’s ability to recruit and retain key personnel. LTI 2026 comprises a maximum of seven key employees within the Group. The maximum number of performance share rights that may be granted under the programme is limited to 476 121. As of 30 September, 2026, seven key employees had been invited to participate, with the opportunity to earn up to 476 121 performance share rights over the term of the programme. During the third quarter, an expense of -0,1 MSEK was recognised in relation to LTI 2026.

Warrants 2026

At the Annual General Meeting held on 6 May 2026, the shareholders resolved to approve a

warrant-based incentive program for employees. The program has not yet been implemented. Due to changes in market conditions since the resolution was adopted, the Board of Directors considers that the program can no longer fulfill its purpose under the approved terms. The Board of Directors plans to revisit the matter of a revised program proposal ahead of the upcoming Annual General Meeting.

Calendar

2027-02-11	Year End Report 2026
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10 largest shareholders based on no. of votes per September 30, 2026 (A and B shares)

	A shares	B shares	Votes	Capital share%	Voting share%
Kildal Antenn AB, incl. related parties	5 618 000	365 000	56 545 000	16,47%	53,91%
Lars-Inge Sjöqvist incl. company*	748 000	121 526	7 601 526	2,39%	7,25%
HELLA GmbH & Co. KGaA	300 000	2 804 200	5 804 200	8,54%	5,53%
Jian Yang	409 500	232 957	4 327 957	1,77%	4,13%
Abbas Vosoogh incl. company	265 000	534 450	3 184 450	2,20%	3,04%
Peter Enoksson	185 500	139 125	1 994 125	0,89%	1,90%
Nordnet Pensionsförsäkring	-	1 831 691	1 831 691	5,04%	1,75%
Avanza Pension	-	1 594 134	1 594 134	4,39%	1,52%
Ashraf Uz Zaman	65 000	217 000	867 000	0,78%	0,83%
Nordea Liv & Pension	-	731 428	731 428	2,01%	0,70%
Others	26 500	20 148 337	20 413 337	55,52%	19,46%
Total	7 617 500	28 719 848	104 894 848	100,00%	100,00%

Source: Modular Finance

* Last verified as of 31 March 2026. Nominee registration with a foreign custodian.

Income statement Consolidated Group

KSEK	July-Sep 2026	July-Sep 2025	Jan-Sep 2026	Jan-Sep 2025	Full Year 2025
OPERATING INCOME					
Net sales	9 033	20 357	40 925	67 210	90 553
Other operating income	994	1 494	5 656	5 695	8 254
Total operating income	10 028	21 852	46 582	72 905	98 807
OPERATING EXPENSES					
Goods for resale	-7 784	-16 821	-23 171	-33 144	-47 072
Other external costs	-4 961	-8 053	-20 264	-22 535	-32 453
Personnel costs	-10 845	-12 082	-36 737	-37 309	-51 264
Depreciation/amortization of property, plant and equipment and intangible assets	-1 925	-1 620	-5 711	-4 932	-6 741
Other operating expenses	-644	-187	-1 192	-1 586	-1 887
Total operating expenses	-26 159	-38 763	-87 075	-99 506	-139 418
Results from shares in associated companies	-5 303	-2 369	-13 590	-8 960	-16 471
EBIT	-21 434	-19 280	-54 083	-35 561	-57 082
FINANCIAL ITEMS					
Financial income	1 629	553	4 521	1 966	2 524
Financial expenses	-18 996	-372	-20 349	-2 389	-3 683
Total financial items	-17 366	181	-15 827	-423	-1 159
Loss after financial items	-38 801	-19 099	-69 911	-35 984	-58 241
TAX					
Tax on result for the period	-	-	-	-	-
LOSS FOR THE PERIOD	-38 801	-19 099	-69 911	-35 984	-58 241
No. of shares at the end of the period	36 337 348	31 146 299	36 337 348	31 146 299	36 337 348
Average no. of shares during the period before dilution	36 337 348	31 146 299	36 337 348	31 146 299	31 146 299
No. of shares at the end of the period after full dilution*	36 337 348	31 648 840	36 337 348	31 648 840	36 337 348
Average no. of shares during the period after full dilution*	36 337 348	31 648 840	36 337 348	31 648 840	31 146 299
Earnings per share before and after dilution (SEK)	Neg.	Neg.	Neg.	Neg.	Neg.

*Including potential shares attributable to outstanding options as of the balance sheet date.

Balance sheet

Consolidated Group

KSEK	2026-09-30	2025-12-31
Assets		
Non-current assets		
Intangible assets		
Capitalized expenditure on research and development and similar works	117	466
Concessions, patents, licenses, trademarks and similar rights	2 814	5 612
Total intangible assets	2 931	6 079
Property, plant and equipment		
Equipment, tools, fixtures and fittings	15 345	6 546
Construction in progress	1 392	-
Total property, plant and equipment	16 737	6 546
Financial assets		
Shares in associated companies	-	9 990
Long-term receivables from associated companies	-	15 407
Deferred tax	574	1 149
Long-term deposits	658	665
Total financial assets	1 232	27 211
Total non-current assets	20 900	39 836
Current assets		
Inventories	6 981	3 679
Total inventories	6 981	3 679
Current receivables		
Accounts receivable	8 740	16 128
Short-term receivables in associated companies	325	357
Other receivables	1 756	3 063
Accrued but unbilled revenue	-	10 659
Prepaid expenses and accrued income	2 600	4 918
Total current receivables	13 422	35 124
Cash and bank balances		
Cash and bank balances	47 011	87 150
Total cash and bank balances	47 011	87 150
Total current assets	67 414	125 953
TOTAL ASSETS	88 314	165 789

Balance sheet

Consolidated Group

KSEK	2026-09-30	2025-12-31
EQUITY AND LIABILITIES		
Equity		
Share capital	2 180	2 180
Other contributed capital	497 370	497 445
Other equity including loss for the period	-451 710	-382 351
Total equity	47 841	117 274
Provisions		
Deferred tax	574	1 149
Other provisions	1 628	-
Total provisions	2 202	1 149
Non-current liabilities		
Long term liabilities to credit institution	4 425	-
Total non-current liabilities	4 425	-
Current liabilities		
Liabilities to credit institution	1 755	13 522
Accounts payable	7 361	14 594
Current tax liabilities	206	668
Other liabilities	4 016	4 966
Billings in excess of costs	9 432	1 098
Accrued expenses and deferred income	11 074	12 519
Total current liabilities	33 846	47 367
TOTAL EQUITY AND LIABILITIES	88 314	165 789

Statement of changes in equity

Consolidated Group

KSEK	Share capital	Other contributed capital	Other equity including loss for the period	Total equity
			Retained earnings, etc	
Opening balance 2026-01-01	2 180	497 445	-382 351	117 274
Rights issue	-	-75	-	-75
Share options program	-		552	552
Loss for the period	-	-	-69 911	-69 911
Closing balance 2026-09-30	2 180	497 370	-451 710	47 841

Cash flow statement

Consolidated Group

KSEK	July-Sep 2026	July-Sep 2025	Jan-Sep 2026	Jan-Sep 2025	Full Year 2025
Operating activities					
EBIT	-21 434	-19 280	-54 083	-35 561	-57 082
Adjustments for non-cash items, etc*	9 402	4 436	20 962	15 674	25 583
Interest paid	-61	-96	-235	-292	-1 173
Paid tax	-66	49	-462	-146	-112
Cash flow from operating activities before changes in working capital	-12 159	-14 891	-33 818	-20 324	-32 784
Changes in working capital					
Changes in operating receivables	10 616	7 895	19 209	10 656	-1 750
Changes in operating liabilities	7 078	2 052	-100	3 848	5 564
Changes in inventories	-1 304	-199	-3 302	-1 022	-1 588
Cash flow from operating activities	4 232	-5 143	-18 011	-6 843	-30 557
Investing activities					
Acquisition of property, plant and equipment	-1 393	-189	-12 754	-1 347	-1 977
Long-term deposits	-	-	7	-	-
Loans provided	-1 500	-900	-3 600	-3 600	-4 950
Cash flow from investing activities	-2 893	-1 089	-16 346	-4 947	-6 927
Financing activities					
Rights issue	-	-	-75	-	71 611
Loans	-	-	9 607	-	13 522
Loan amortization	-5 848	-	-16 949	-	-
Cash flow from financing activities	-5 848	-	-7 417	-	85 133
Cash flow for the period	-4 509	-6 232	-41 774	-11 789	47 649
Cash and cash equivalents at beginning of period	50 878	34 198	87 150	40 752	40 752
Exchange rate effects	642	-3	1 634	-1 000	-1 250
Cash and cash equivalents at end of period	47 011	27 963	47 011	27 963	87 150

*Non-cash flow items during the quarter mainly comprise of results from shares in associated companies, amounting to KSEK 5 303 (2 369), depreciation of tangible and intangible assets, amounting to KSEK 1 925 (1 620), and other provisions of KSEK 1 328 (0). Adjustments for non-cash items for the period January to September primarily consist of results from shares in associated companies amounting to KSEK 13 590 KSEK (8 960), depreciation of tangible and intangible assets, amounting to KSEK 5 711 (4 932), and other provisions of KSEK 1 328 (0).

Income statement Parent Company

KSEK	July-Sep 2026	July-Sep 2025	Jan-Sep 2026	Jan-Sep 2025	Full Year 2025
OPERATING INCOME					
Net sales	9 033	20 357	40 925	67 210	90 553
Other operating income	995	1 494	5 656	5 695	8 254
Total operating income	10 028	21 852	46 582	72 905	98 807
OPERATING EXPENSES					
Goods for resale	-7 784	-16 821	-23 171	-33 144	-47 072
Other external costs	-4 952	-8 046	-20 254	-22 527	-32 444
Personnel costs	-10 846	-12 082	-36 737	-37 309	-51 264
Depreciation/amortization of property, plant and equipment and intangible assets	-995	-691	-2 923	-2 144	-3 024
Other operating expenses	-644	-187	-1 192	-1 586	-1 887
Total operating expenses	-25 221	-37 827	-84 278	-96 710	-135 692
EBIT	-15 194	-15 975	-37 696	-23 805	-36 885
FINANCIAL ITEMS					
Financial income	1 629	553	4 521	1 966	2 524
Financial expenses	-24 298	-372	-60 894	-2 389	-22 683
Total financial items	-22 669	181	-56 372	-423	-20 159
Loss after financial items	-37 863	-15 794	-94 068	-24 228	-57 044
TAX					
Tax on loss for the year	-	-	-	-	-
LOSS FOR THE PERIOD	-37 863	-15 794	-94 068	-24 228	-57 044
Earnings per share before and after dilution (SEK)	Neg.	Neg.	Neg.	Neg.	Neg.
Average no. of shares for the period	36 337 348	31 146 299	36 337 348	31 146 299	31 146 299

Balance sheet Parent Company

KSEK	2026-09-30	2025-12-31
ASSETS		
Non-current assets		
Intangible assets		
Capitalized expenditure on research and development and similar works	117	466
Concessions, patents, licenses, trademarks and similar rights	27	37
Total intangible assets	143	503
Property, plant and equipment		
Construction in progress	15 345	6 546
Equipment, tools, fixtures and fittings	1 392	-
Total property, plant and equipment	16 737	6 546
Financial assets		
Shares in subsidiaries	15 464	15 464
Shares in associated companies	-	36 945
Long-term receivables in associated companies	-	15 407
Long-term deposits	658	665
Total financial assets	16 122	68 481
Total non-current assets	33 002	75 531
Current assets		
Inventories	6 981	3 679
Total inventories	6 981	3 679
Current receivables		
Accounts receivable	8 740	16 128
Short-term receivables from associated companies	325	357
Other receivables	1 754	3 063
Accrued but unbilled revenue	-	10 659
Prepaid expenses and accrued income	2 600	4 918
Total current receivables	13 420	35 124
Cash and bank balances		
Cash and bank balances	46 998	87 126
Total cash and bank balances	46 998	87 126
Total current assets	67 399	125 929
TOTAL ASSETS	100 401	201 460

Balance sheet Parent Company

KSEK	2026-09-30	2025-12-31
EQUITY AND LIABILITIES		
Equity		
Restricted equity		
Share capital	2 180	2 180
Development expenditure fund	117	466
Total restricted equity	2 297	2 647
Non-restricted equity		
Share premium reserve	497 370	497 445
Retained earnings	-345 096	-288 954
Loss for the period	-94 068	-57 044
Total non-restricted equity	58 206	151 446
Total equity	60 502	154 093
Provisions		
Other provisions	1 628	-
Total provisions	1 628	-
Non-current liabilities		
Long term liabilities to credit institutions	4 425	-
Total non-current liabilities	4 425	-
Current liabilities		
Liabilities to credit institution	1 755	13 522
Accounts payable	7 361	14 594
Current tax liabilities	206	668
Other liabilities	4 016	4 966
Billings in excess of costs	9 432	1 098
Accrued expenses and deferred income	11 074	12 519
Total current liabilities	33 846	47 367
TOTAL EQUITY AND LIABILITIES	100 401	201 460

Statement of changes in equity

Parent Company

KSEK	Restricted equity			Non-restricted equity		
	Share capital	Development expenditure fund	Share premium reserve	Retained earnings	Loss for the year	Total equity
Opening balance 2026-01-01	2 180	466	497 445	-288 954	-57 044	154 093
Reallocation profit/loss prev. year	-	-	-	-57 044	57 044	-
Rights issue	-	-	-75	-	-	-75
Share options program	-	-	-	552	-	552
Changes in development expenditure fund for the year	-	-350	-	350	-	-
Loss for the period	-	-	-	-	-94 068	-94 068
Closing balance 2026-09-30	2 180	117	497 370	-345 096	-94 068	60 502

Cash flow statement Parent Company

KSEK	July-Sep 2026	July-Sep 2025	Jan-Sep 2026	Jan-Sep 2025	Full Year 2025
Operating activities					
EBIT	-15 194	-15 975	-37 696	-23 805	-36 885
Adjustments for non-cash items, etc*	3 170	1 138	4 584	3 927	5 395
Interest paid	-61	-96	-235	-292	-1 173
Paid tax	-66	49	-462	-146	-112
Cash flow from operating activities before changes in working capital	-12 150	-14 884	-33 808	-20 316	-32 775
Changes in working capital					
Changes in operating receivables	10 618	7 897	19 211	10 658	-1 750
Changes in operating liabilities	7 078	2 052	-100	3 848	5 564
Changes in inventories	-1 304	-199	-3 302	-1 022	-1 588
Cash flow from operating activities	4 243	-5 134	-17 999	-6 833	-30 549
Investing activities					
Acquisition of property, plant and equipment	-1 393	-189	-12 754	-1 347	-1 977
Long-term deposits	-	-	7	-	-
Loans provided	-1 500	-900	-3 600	-3 600	-4 950
Cash flow from investing activities	-2 893	-1 089	-16 346	-4 947	-6 927
Financing activities					
Rights issue	-	-	-75	-	71 611
Loans	-	-	9 607	-	13 522
Loan amortization	-5 848	-	-16 949	-	-
Cash flow from financing activities	-5 848	-	-7 417	-	85 133
Cash flow for the period	-4 498	-6 223	-41 762	-11 779	47 657
Cash and cash equivalents at beginning of period	50 854	34 166	87 126	40 719	40 719
Exchange rate effects	642	-3	1 634	-1 000	-1 250
CASH AND CASH EQUIVALENTS AT END OF PERIOD	46 998	27 940	46 998	27 940	87 126

* Non-cash flow items during the quarter mainly consist of depreciation on tangible and intangible assets amounting to KSEK 996 (691), costs related to LTI of KSEK 405 (334) and other provisions of KSEK 1 328 (0). Non-cash flow items for the period January to September mainly consist of depreciation on tangible and intangible assets amounting to KSEK 2 923 KSEK (2 144), and other provisions of KSEK 1 328 (0).

Assurance from the board of directors

The Board and CEO hereby assure that this interim report provides a true and fair view of the Group's and the Parent Company's operations, financial position and earnings of the company, and describes the significant risks and uncertainties faced by the Group and Parent Company.

Gothenburg, 22 October 2026
Gapwaves AB (publ)

Per Norén
Chairman of the Board

Viktor Fritzén
Board member

Madeleine Schilliger Kildal
Board member

Jonas Ehinger
CEO

Ulrika Molander
Board member

Every care has been taken in the translation of this interim report. In the event of discrepancies, the Swedish original will supersede the English translation.

For more information

For more information about Gapwaves, please visit the company's website: **www.gapwaves.com**

Auditors' review

This report has been subject to a limited review by the Company's auditors.

Contact

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This is a translation of the Swedish language original. In the event of any differences between this translation and the Swedish language original, the latter shall prevail.

Auditor's report

To the Board of directors in Gapwaves AB, corporate identity number 556840-2829

Introduction

We have conducted a limited review of the condensed interim financial information (interim report) for Gapwaves AB as of September 30, 2026, and the nine-month period ending on that date. The board of directors and the managing director are responsible for preparing and presenting this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our limited review.

The focus and scope of the limited review

We have conducted our limited review in accordance with the International Standard on Review Engagements ISRE 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A limited review consists of making inquiries, primarily of persons responsible for financial and accounting matters, performing analytical procedures, and other review procedures. A limited review has a different focus and a significantly smaller scope compared to the focus and scope of an audit conducted in accordance with ISA and generally accepted auditing standards. The review procedures taken in a limited review do not enable us to obtain the assurance that we would become aware of all significant matters that might have been identified in an audit. Therefore, the conclusion expressed based on a limited review does not have the assurance that a conclusion expressed based on an audit has.

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the interim report is not, in all material respects, prepared for the group in accordance with IAS 34 and the Annual Accounts Act and for the parent company in accordance with the Annual Accounts Act.

Gothenburg, on the date indicated by our electronic signature

Öhrlings PricewaterhouseCoopers AB

Johan Malmqvist

Authorized Public Accountant



Tech that sees the human side of things.

About Gapwaves AB (publ)

Gapwaves AB (publ) develops wireless solutions based on unique and patented waveguide technology for millimetre-wave applications. Our products are primarily used in antennas for radar systems enabling autonomous driving and advanced safety solutions within the automotive industry. Through collaborations with leading players in the sector, we contribute to the development of safer and more efficient transport systems. The technology is cost-efficient, combines high performance with a compact design and is also suitable for industrial automation, telecommunications, smart cities, and civil-military applications – areas where precision and reliability are crucial. Gapwaves was founded in 2011 from research at Chalmers University of Technology and is listed on Nasdaq First North Growth Market Stockholm (GAPW B), with G&W Fondkommission as certified adviser.

Contact

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