

INTERIM REPORT

JANUARY 1 - MARCH 31, 2026

A green circular logo with the text "Q1" in a large, white, sans-serif font, and "2026" in a smaller, white, sans-serif font below it. The background of the logo is a solid green color. The logo is positioned in the upper right quadrant of the page, overlapping a faint technical drawing of a ship's hull and machinery.

INCREASED MARKET ACTIVITY IN FOCUS MARKETS AND STRENGTHENED FINANCIAL POSITION

During the first quarter of 2026, Climeon delivered one HeatPower 300 unit intended for NovaAlgoma Cement Carriers for installation at a shipyard in China. Negotiations remain ongoing, alongside continued customer dialogues within the company's prioritized focus markets, with an increasing number of inquiries in the land-based segment.

The company completed a directed share issue of approximately SEK 23 million before transaction costs, strengthening its financial position. In addition, the Nomination Committee has proposed Kent Sander as the new Chairman of the Board. The proposal will be considered at the company's Annual General Meeting on 18 May.

SIGNIFICANT EVENTS

- A HeatPower 300 unit intended for NovaAlgoma Cement Carriers' cement vessel has been delivered for installation at a shipyard in China.
- Climeon completed a directed share issue of 11,958,409 Class B shares, raising approximately SEK 23 million before transaction costs. A number of new investors subscribed for Class B shares in the issue, including Peviab Gruppen AB and J.A. Kjellberg och Söner AB. In addition, several existing shareholders participated, including SEB-Stiftelsen, MP Pensjon PK, Stefan Wikström and Cidro Förvaltning AB.
- Climeon's Nomination Committee has proposed Kent Sander as the new Chairman of the Board.

JANUARY - MARCH

- Order intake amounted to SEK 0.0 million (0.0)
- Net sales amounted to SEK 6.6 million (5.2)
- Order backlog amounted to SEK 11.0 million (15.4)
- Operating profit amounted to SEK -23.7 million (-40.0)
- Profit/loss after financial items amounted to SEK -23.6 million (-43.3)
- Earnings per share, before dilution, amounted to SEK -0.46 (-1.22)
- Cash flow from operating activities after changes in working capital amounted to SEK -12.4 million (-9.4) and total cash and cash equivalents amounted to SEK 5.4 million (21.8). In addition, restricted cash amounted to 3,2 million SEK for guarantees related to future customer deliveries that will be released with start Q1 2027. Thus, total cash and cash equivalents, including restricted funds, amounted to 8,6 million SEK.

A WORD FROM OUR CEO:



Lena Sundquist, CEO of Climeon

“In several countries in Central and Eastern Europe, where electricity prices are high, we see payback periods of only a few years.”

our first reference and installation of HeatPower 300 in China, the world’s largest shipbuilding nation. In China alone, we are currently involved in around ten shipyard projects at various stages for several shipowners, primarily within container, ro-ro and ro-pax vessels*.

Since the initial design of the HeatPower 300 units, Climeon has placed strong emphasis on further improving cost efficiency. This work enables us to manufacture and deliver future HeatPower units that not only offer a strong business case for customers but also improved margins for Climeon, in line with industry standards. These efforts have primarily involved reviewing all system components in terms of function and cost, as well as evaluating production efficiency and manufacturing processes. We have also chosen to produce the latest commercial units using our own personnel at our test site in Kista. This work is carried out in accordance with our ISO-certified quality and environmental management systems and has provided us with deeper insights into both production and product quality.

In April, we completed a directed share issue. We received strong support from existing shareholders, as well as from several new, larger investors who see significant potential in our product and business, both in the marine and industrial markets. Climeon’s Nomination Committee has proposed Kent Sander as the new Chairman of the Board. Kent brings extensive and solid experience from board work across a wide range of companies.

At our Annual General Meeting on 18 May, you will have the opportunity to meet Kent, myself, and other shareholders, as well as join a tour of our test site together with our new Head of R&D, Henrik Österman. At the test site, we currently have two in-house produced HeatPower units that will later be delivered to two separate customer projects in China. We welcome you to join us and to continue following our journey as we focus on increasing the number of HeatPower units sold and commissioned units that contribute to reduced energy costs, lower fuel consumption and decreased CO₂ emissions, while offering attractive payback periods for our customers and enabling profitable growth for Climeon.

Lena Sundquist, CEO, Climeon

** Ro-ro vessels transport vehicles and cargo that can be driven on and off the vessel, while ro-pax vessels combine this with passenger transport, carrying vehicles, cargo and passengers.*

INCREASED MARKET INTEREST DRIVEN BY RISING ELECTRICITY AND FUEL COSTS

In recent months, it has once again become clear how vulnerable the world—particularly Europe—is to disruptions in the supply of, and pricing for, fossil fuels. Electricity and fuel prices have increased, which is clearly reflected in the growing number of incoming inquiries to Climeon, primarily from industrial and marine customers, but also within geothermal and power generation projects.

Within the industrial segment, our two HeatPower 300 units at NEO Group in Lithuania have now been in operation for two years, delivering sustainable electricity as planned. Annual service is scheduled to be carried out by Climeon shortly. Building on these references, we have developed a pipeline of similar industrial projects where both heat and cooling are available within suitable temperature ranges.

In several countries in Central and Eastern Europe, where electricity prices are high, we see payback periods for these projects of only a few years. Some customers are interested in purchasing and owning units, while others prefer an energy-as-a-service model. We have therefore initiated discussions on potential partnerships with several energy companies operating under this model, opening a new and promising market for Climeon with significant potential. In addition to industrial customers, our land-based business continues to advance several geothermal and power generation projects, driven in part by the rapid expansion of AI-related data centers.

Within the marine market, our units onboard vessels such as those operated by Maersk continue to generate electricity, and together with our customers we are now able to verify the business value based on actual operational data. During the quarter, we delivered the first HeatPower 300 unit to a NovaAlgoma vessel for installation at a shipyard in China—



MARKETS AND DEVELOPMENT



MARITIME MARKET

During the first quarter of 2026, Climeon maintained a high level of activity within the marine segment, with a continued increase in customer inquiries. For newbuild container, LNG, ro-ro and ro-pax vessels, waste heat recovery is increasingly being integrated into shipyard vessel designs.

Several projects, together with shipowners primarily in Europe and shipyards in Asia, which the company has been working on for an extended period, are now approaching decision and closing phases. This indicates a maturing market and continued growth in interest for waste heat recovery. These projects have been preceded by extensive technical evaluations and discussions with shipyards, shipowners, design companies and other stakeholders, such as engine manufacturers. Investment decisions are primarily based on fuel-saving potential and payback periods, but are also influenced by tightening regulatory requirements and economic incentives aimed at reducing emissions and improving vessel energy efficiency.

Another important factor in customers' investment decisions is the availability of reference installations and systems in commercial operation. As more HeatPower units are installed and commissioned onboard vessels, customers are able to verify the actual value of the technology based on real operational data. Climeon currently has seven HeatPower 300 units in operation, for example onboard Maersk container vessels.

During the quarter, the first of two HeatPower 300 units intended for NovaAlgoma Cement Carriers' cement bulk vessels was delivered. The units will be installed at the shipyard in China where the vessels are currently under construction. The HeatPower 300 systems already in commercial operation continue to generate electricity and reduce fuel consumption onboard. At the same time, Climeon is working closely with customers to optimize system performance and maximize power generation based on actual operational data and conditions.

Overall, the quarter reflects a positive market development within the marine segment, where long-term efforts are now leading to more customer projects entering final stages.



ENERGY AND INDUSTRIAL MARKET

During the first quarter of 2026, Climeon saw a significant increase in the number of inquiries from land-based projects. Activity was high across all focus areas—industrial applications, geothermal energy and engine-based power plants. Demand is driven by a growing focus on energy efficiency, reduced dependence on fossil fuels, and the need to strengthen local power supply.

Collaboration with Climeon's sales partners continued to develop during the period, with particularly high activity in parts of Central and Eastern Europe. This has contributed to an increased number of customer dialogues and an expanded project pipeline, primarily within industrial applications where high electricity prices, combined with the availability of heat and cooling within suitable temperature ranges, result in payback periods of only a few years.

Climeon has for some time observed growing interest in different business models related to investments in HeatPower systems. In addition to the direct sales model that Climeon primarily applies today, some customers are requesting solutions based on "energy-as-a-service," where a third party owns and operates the HeatPower unit, including the necessary balance-of-plant equipment for power generation, and the customer purchases the electricity produced. To create additional business opportunities, the company has therefore intensified discussions during the quarter with several energy companies and other stakeholders offering this type of model.

Climeon's reference installations on land, where HeatPower systems generate electricity in commercial operation, continue to play an important role in discussions with new customers. These installations help build confidence in the technology and facilitate customers' evaluation and decision-making processes.

Overall, the quarter reflects increased market activity and a broadened pipeline of customer projects within energy and industry.



PRODUCT DEVELOPMENT AND AFTERMARKET

During the quarter, work to further develop and cost-optimize HeatPower 300 continued, with a focus on strengthening both product competitiveness and Climeon's delivery capability.

This work has included reviewing and optimizing system components from both a functional and cost perspective, as well as implementing adaptations to simplify manufacturing and installation. In parallel, the company has continued to improve production processes and ensure efficient industrialization of the platform.

As part of efforts to enhance product cost efficiency and manufacturability, Climeon has chosen during the period to produce commercial units at its own test site in Kista. This has provided the company with increased hands-on experience in assembly, testing and quality assurance, while also strengthening control over the production process and supply chain. Ahead of initiating in-house production, Climeon ensured that production processes are conducted in accordance with relevant ISO standards and are covered by the company's ISO-certified quality and environmental management systems.

Climeon's work with planned maintenance and support for installed systems continues. Annual service of the HeatPower 300 units at NEO Group in Lithuania is scheduled to be carried out shortly and forms part of the company's ongoing service offering.

Overall, these activities contribute to strengthening the conditions for scalable and cost-efficient production, as well as a growing aftermarket business.

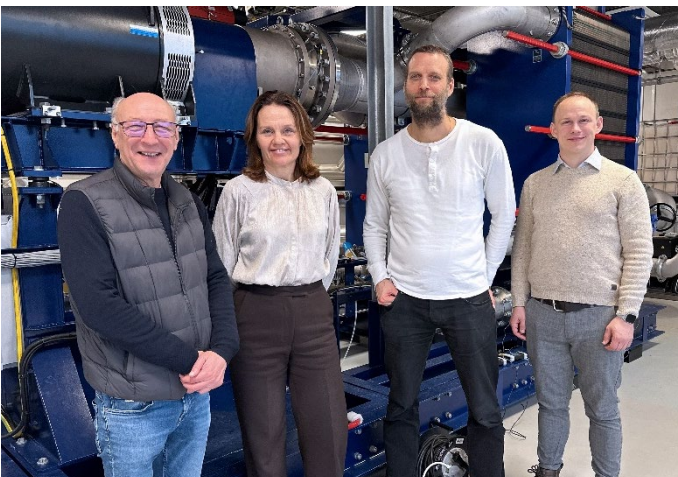
EXTERNAL IMPACT

At present, Climeon is not directly affected by the ongoing geopolitical conflicts in the global environment. However, the company continues to monitor developments and takes measures to mitigate potential negative impacts as far as possible.

ORDER ENTRY AND ORDER BACKLOG

No new orders for HeatPower systems were signed during the first quarter of 2026. At the end of the period, the order backlog amounted to SEK 11.0 million (15.4), corresponding to 2 (3) HeatPower systems and related services.

During the quarter, deliveries were made corresponding to SEK 4.6 million, primarily relating to hardware deliveries to the marine market, as well as service and aftermarket deliveries. Other changes in the order backlog during the quarter were attributable to currency fluctuations. The order backlog mainly consists of orders in euros, which are revalued at the end of each period.



HeatPower 300 units at Climeon's test site in Kista, scheduled for delivery to shipyards in China. Inspections are carried out by both customers and Climeon's own personnel.

THE GROUP'S FINANCIAL DEVELOPMENT

JANUARY - MARCH

NET SALES AND EARNINGS

Net sales amounted to SEK 6.6 million (5.2). Revenue during the period is primarily attributable to deliveries and commissioning of HeatPower 300 systems, as well as deliveries of system components.

Operating profit (EBIT) amounted to SEK -23.7 million (-40.0). The result for the period includes a non-recurring item related to inventory obsolescence of components for HeatPower 150 systems of SEK -3.2 million. The comparative figure for the first quarter of 2025 includes a corresponding item of SEK -14.0 million.

During the period, the company continued implementing cost-saving measures in its operations to achieve a more efficient and resource-optimized production and supply chain for HeatPower 300. These measures have had the intended effect during the period. The work on cost reductions and optimization of the production and supply chain will continue in the second quarter of 2026.

Net financial items amounted to SEK 0.1 million (-3.3). The comparative figure for the corresponding period in 2025 relates to currency exchange rate effects. Profit after financial items for the period amounted to SEK -23.6 million (-43.3).

Depreciation and impairment of fixed assets amounted to SEK -8.5 million (-8.8). Depreciation decreased slightly during the period as several assets became fully depreciated during 2025.

CASH FLOW

Cash flow from operating activities after changes in working capital amounted to SEK -12.4 million (-9.4), of which the change in working capital amounted to SEK -0.3 million (11.9).

The comparative figure for working capital changes in the corresponding period of 2025 primarily relates to changes in accounts receivable.

Cash flow from investing activities amounted to SEK -3.4 million (-3.2), mainly relating to product development and patents of SEK -3.4 million (-3.1). Cash flow from financing activities amounted to SEK -0.6 million (-1.6).

Total cash flow for the period amounted to SEK -16.4 million (-14.2).

FINANCIAL POSITION

At the end of the period, cash and cash equivalents amounted to SEK 5.4 million (21.8). In addition, restricted cash amounted to SEK 3.2 million, relating to guarantees to be released in connection with customer deliveries during the first quarter of 2027. Total cash and cash equivalents, including restricted funds, thus amounted to SEK 8.6 million.

The equity ratio amounted to 85.0 percent (85.9), and the net debt/equity ratio amounted to 0.0x (-0.1). Equity amounted to SEK 176.7 million (200.3). Equity per share amounted to SEK 3.5 (3.9).

DEFERRED TAX ASSET

The company has unused tax loss carryforwards in Sweden amounting to SEK 1,063.3 million (1,039.8), for which no deferred tax asset has been recognized in the balance sheet. These carryforwards have no expiry date.

THE PARENT COMPANY

The parent company's net sales for the period amounted to SEK 6.6 million (5.2). Operating profit amounted to SEK -23.8 million (-40.2), and profit after financial items amounted to SEK -23.5 million (-43.4).

OTHER INFORMATION

FINANCIAL CALENDAR

Annual General Meeting 2026
18 May 2026

Interim Report Q2 2026
14 July 2026

Interim Report Q3 2026
23 October 2026

CONTACT INFORMATION

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This report contains information Climeon AB (publ) is required to publish in accordance with the EU Market Abuse Regulation.

The information was published, through the care of the above contact persons, for publication 5 May 2026, 07:30 (CET).

After publication, the report is available on the company's website, www.climeon.com

PERSONNEL AND ORGANIZATION

The average number of employees during the period January to March was 37 (36), of which 27 (29) percent were women and 73 (71) percent were men. At the end of March, the number of employees was 37 (35). In addition to the parent company, Climeon AB (publ), the Group comprises the subsidiary Climeon Technology AB.

WARRANT PROGRAMS

The purpose of share-based incentive programs is to encourage long-term ownership among employees, thereby strengthening alignment between shareholders and employees. Over the years, Climeon has established several share-based incentive programs based on capital-taxed warrants. As of 31 March 2026, the company had one outstanding warrant program and one employee stock option program for employees and Board members, as outlined below. At the Extraordinary General Meeting in December 2024, it was resolved to establish a new employee and Board option program for the period 2025–2028, comprising a total of 2,248,000 warrants, each entitling the holder to subscribe for one Class B share. The program is subject to a barrier condition of SEK 20 per share and a subscription price of SEK 0.15 (quota value).

Further information regarding the warrant programs can be found on pages 88–89 of the 2025 Annual Report and on the company's website.

Warrant program	Number of warrants	Number of new class B shares*	Subscription price	Excercise period
Program 2023/2026	1,798,600	179,860	61.8	1 sept - 30 sept 2026
Total	1,798,600	179,860		
Employee stock option program	Number of warrants	Number of new class B shares*	Subscription price	Excercise period
Program 2025/2028	1,717,500	1,717,500	0.15	19 feb 2028-31 dec 2028
Total	1,717,500	1,717,500		

MATERIAL RISKS AND UNCERTAINTIES

As a relatively young company with a limited number of HeatPower systems in operation, Climeon is exposed to a number of operational and financial risks. A description of the company's key risks and risk management is provided on pages 61–64 of the 2025 Annual Report.

Going concern

Within the coming twelve-month period, the company is currently assessed to be in need of external financing in order to continue its operations. Such financing may be obtained from existing or new shareholders, or from third parties through public or private financing alternatives. The financial statements have been prepared on a going concern basis; however, there is uncertainty regarding the availability of capital during this period. Climeon will therefore continue to focus on managing and planning its cash flow and liquidity in both the short and long term.

ADDITIONAL INFORMATION DUE TO GEOPOLITICAL CONFLICTS

Apart from increased prices for certain components driven by higher supplier costs, Climeon is currently not directly affected by ongoing geopolitical conflicts. The company continues to monitor developments and acts to mitigate potential negative effects as far as possible.

COMPARATIVE FIGURES

Comparative figures for income statement items and order intake refer to the corresponding period in the previous financial year. Comparative figures for balance sheet items and order backlog refer to the end of the previous financial year.

RELATED-PARTY TRANSACTIONS

No transactions between Climeon and related parties that affected the financial status of the Group have taken place during the period.

SEASONAL EFFECTS

Presently, there appears to be no significant seasonal variations in Climeon's sales.

OTHER INFORMATION

This report has been published in a Swedish and an English version. The Swedish version shall prevail in the event of differences between the two.

FINANCIAL REPORTS IN SUMMARY

CONSOLIDATED INCOME STATEMENT

SEK, thousand	Note	Jan-Mar		Jan-Dec
		2026	2025	2025
Net sales	2	6,590	5,197	13,376
Capitalized work for own account		2,407	2,495	9,624
Other operating income		93	112	2,254
Total income		9,090	7,804	25,254
Operating expenses				
Raw material and consumables		-9,842	-22,822	-40,290
Other external expenses		-2,991	-5,299	-24,641
Personnel expenses		-11,475	-10,656	-42,260
Depreciation and amortization		-8,472	-8,760	-37,012
Other operating expenses		-	-243	-503
Operating profit/loss		-23,689	-39,976	-119,452
Profit/loss from financial items				
Interest income and other financial items		897	317	2,380
Interest expenses and other financial items		-823	-3,602	-26,022
Net financial income	5	75	-3,285	-23,641
Profit/loss after financial items		-23,615	-43,261	-143,093
Tax		23	-32	38
Profit/loss for the period		-23,592	-43,293	-143,055
Earnings per share, SEK *)				
Before dilution		-0.46	-1.22	-3.45
After dilution		-0.46	-1.22	-3.45

SEK, thousand	Note	Jan-Mar		Jan-Dec
		2026	2025	2025
Profit/loss for the period		-23,592	-43,293	-143,055
Other comprehensive profit/loss for the period				
Translation differences		-	90	28
Other comprehensive profit/loss for the period		-	90	28
Comprehensive income/loss for the period		-23,592	-43,203	-143,028
Comprehensive income/loss for the period attributable to Shareholders of the parent company				
		-23,592	-43,203	-143,028

*) The consolidation of shares in 2025 has been taken into account when calculating earnings per share, which has resulted in comparative figures being recalculated.

CONSOLIDATED BALANCE SHEET

SEK, thousand	Note	31 Mar 2026	31 Mar 2025	31 Dec 2025
Assets				
Intangible non-current assets	3	112,724	128,432	116,597
Tangible non-current assets	4	11,353	12,019	12,524
Financial assets	5	21,722	42,182	21,733
Total non-current assets		145,798	182,633	150,853
Inventories		37,499	48,189	39,871
Accounts receivable	6	4,164	14,153	5,797
Other current receivables	7	15,159	14,059	14,861
Cash and cash equivalents		5,363	12,173	21,779
Total current assets		62,185	88,575	82,308
Total Assets		207,983	271,208	233,161
Equity and liabilities				
Share capital		7,661	5,343	7,661
Other contributed capital		1,305,798	1,396,237	1,449,117
Retained earnings		-1,113,165	-1,113,381	-1,113,429
Profit/loss for the period		-23,592	-43,293	-143,055
Total shareholder's equity		176,702	244,906	200,294
Other provisions		2,277	3,605	2,474
Other non-current liabilities		-	-	-
Total non-current liabilities		2,277	3,605	2,474
Advance payments from customers		3,280	4,202	7,321
Accounts payable		6,446	5,073	3,004
Other current liabilities		19,278	13,421	20,068
Total current liabilities		29,004	22,696	30,393
Total equity and liabilities		207,983	271,208	233,161

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY Q1 2026

Statement of changes in total equity	Contributable to the parent company's owners			Total equity
	Share capital	Other contributed capital	Retained earnings incl profit/loss for the period	
Opening balance equity 2026-01-01	7,661	1,312,630	-1,119,998	200,294
Comprehensive profit/loss				
Profit/loss for the period	-	-	-23,592	-23,592
Other comprehensive profit/loss for the period				
Translation differences	-	-	-	-
Other comprehensive profit/loss for the period:	-	-	-	-
Total comprehensive profit/loss	-	-	-23,592	-23,592
Transactions with share holders:				
Sum of transactions with shareholders	-	-	-	-
Closing balance equity 2026-03-31	7,661	1,312,630	-1,143,589	176,702

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY Q1 2025

Statement of changes in total equity	Contributable to the parent company's owners			Total equity
	Share capital	Other contributed capital	Retained earnings incl profit/loss for the period	
Opening balance equity 2025-01-01	5,343	1,259,735	-976,970	288,109
Comprehensive profit/loss				
Profit/loss for the period	-	-	-43,293	-43,293
Other comprehensive profit/loss for the period				
Translation differences	-	-	90	90
Other comprehensive profit/loss for the period:	-	-	90	90
Total comprehensive profit/loss	-	-	-43,203	-43,203
Transactions with share holders:				
Sum of transactions with shareholders	-	-	-	-
Closing balance equity 2025-03-31	5,343	1,259,735	-1,020,173	244,906

CONSOLIDATED CASH FLOW STATEMENT

SEK, thousand	Jan-Mar		Jan-Dec
	2026	2025	2025
Operating activities			
Operating profit/loss	-23,689	-39,976	-119,452
Adjustments for items not included in cash flow	11,844	19,478	81,311
Financial items	-287	-812	-21,581
Cash flow from operating activities before changes in working capital	-12,132	-21,310	-59,722
Change in working capital	-836	4,812	3,370
Change in accounts receivable	1,335	12,984	15,580
Change in accounts payable	-775	-5,886	-2,480
Cash flow from operating activities	-12,408	-9,400	-43,252
Investing activities			
Investments in intangible assets	-3,428	-3,112	-13,294
Investments in tangible assets	-	-121	-305
Change in financial assets	34	76	436
Cash flow from investing activities	-3,394	-3,157	-13,163
Cash flow after investing activities	-15,802	-12,557	-56,414
Financing activities			
Change in lease debt	-614	-1,605	-3,354
Share issue	-	-	55,213
Cash flow from financing activities	-614	-1,605	51,859
Cash flow for the period	-16,416	-14,162	-4,555
Cash and cash equivalents at the beginning of the period	21,779	26,335	26,335
Cash and cash equivalents at the end of the period	5,363	12,173	21,779

PARENT COMPANY'S INCOME STATEMENT IN SUMMARY

SEK, thousand	Jan-Mar		Jan-Dec
	2026	2025	2025
Net sales	6,590	5,197	13,376
Capitalized work for own account	2,407	2,495	9,624
Other operating income	93	112	1,786
Total income	9,090	7,804	24,786
Operating expenses			
Raw material and consumables	-9,842	-22,822	-40,290
Other external expenses	-3,799	-6,866	-28,716
Personnel expenses	-11,475	-10,656	-42,260
Depreciation and amortization	-7,752	-7,415	-33,431
Other operating expenses	-	-243	-503
Operating profit/loss	-23,778	-40,198	-120,414
Profit from financial items			
Interest income and other financial items	897	317	2,380
Interest expenses and other financial items	-628	-3,532	-25,301
Net financial income	269	-3,215	-22,921
Profit/loss after financial items	-23,509	-43,414	-143,334
Allocations	-	-	-
Tax	-	-	-
Profit/loss for the period 1)	-23,509	-43,414	-143,334

1) Other comprehensive income for the period correspond to net result for the period

PARENT COMPANY'S BALANCE SHEET IN SUMMARY

SEK, thousand	31 Mar 2026	31 Mar 2025	31 Dec 2025
Assets			
Intangible non-current assets	112,724	128,432	116,597
Tangible non-current assets	3,416	7,870	3,867
Financial assets	21,646	42,047	21,680
Total non-current assets	137,786	178,349	142,144
Inventories	37,499	48,189	39,871
Accounts receivable	4,164	14,153	5,797
Other current receivables	15,160	14,059	14,862
Cash and cash equivalents	5,337	12,167	21,753
Total current assets	62,160	88,569	82,283
Total Assets	199,947	266,918	224,427
Equity and liabilities			
Share capital	7,661	5,343	7,661
Reserve for development costs	117,400	132,389	121,279
Share premium reserve	1,311,636	1,258,741	1,311,636
Retained earnings	-1,259,574	-1,151,134	-1,239,945
Shareholder's equity	177,123	245,340	200,632
Provisions	2,277	3,605	2,474
Other non-current liabilities	-	-	-
Total Non-current liabilities	2,277	3,605	2,474
Advance payments from customers	3,280	4,202	7,321
Accounts payable	6,446	5,073	3,004
Other current liabilities	10,821	8,698	10,996
Current liabilities	20,547	17,973	21,321
Total equity and liabilities	199,947	266,918	224,427

THE CLIMEON SHARE

LARGEST SHAREHOLDERS PER 31 MARCH, 2026

Shareholders	Number of shares			Number of votes	Voting rights, %
	Series A	Series B	Capital, %		
Cidro Förvaltning AB	-	7,788,622	15.3	7,788,622	14.3
Nordnet Pensionsförsäkring	-	3,481,410	6.8	3,481,410	6.4
Stefan Wikström	-	3,380,637	6.6	3,380,637	6.2
SEB-Stiftelsen	-	2,987,891	5.9	2,987,891	5.5
Avanza Pension	-	2,637,873	5.2	2,637,873	4.8
MP Pensjon PK	-	2,329,614	4.6	2,329,614	4.3
Wilhelm Risberg	-	1,669,345	3.3	1,669,345	3.1
Fredrik Lundgren	-	1,649,305	3.2	1,649,305	3.0
Nowo Fund Management AB	-	1,181,019	2.3	1,181,019	2.2
Thomas Öström	390,000	562,785	1.9	4,462,785	8.2
Olle Bergström	-	616,959	1.2	616,959	1.1
Olof Andersson	-	588,235	1.2	588,235	1.1
Sea You Rederiet Aktiebolag	-	539,121	1.1	539,121	1.0
Kent Janér	-	522,860	1.0	522,860	1.0
Ragnar Ter Vehn	-	424,529	0.8	424,529	0.8
Others	-	20,322,354	39.8	20,322,354	37.2
Total	390,000	50,682,559	100.0	54,582,559	100.0

SHARE PRICE DEVELOPMENT



SHARE INFORMATION

At the end of the period, the total number of shares in Climeon amounted to 51,072,559, with a quota value of SEK 0.15 per share. This comprised 390,000 Class A shares, carrying 10 votes per share, and 50,682,559 Class B shares, carrying one vote per share. A reverse share split (1:10) was resolved at the Extraordinary General Meeting in December 2024 and implemented in January 2025.

Climeon's Class B share has been listed on Nasdaq First North Premier Growth Market since 13 October 2017. The share price amounted to SEK 2.20 at the end of the period.

	2026	2025	2025
Total number of issued shares at period end	51,072,559	35,622,089	51,072,559
Average number of shares outstanding	51,072,559	35,622,089	41,496,849
Earnings per share, before dilution, SEK	-0.46	-1.22	-3.45
Equity per share, SEK	3.46	6.88	3.92

The reverse share split in 2025 has been taken into account in the calculation of earnings per share, and comparative figures have been restated accordingly.

NOTES

NOTE 1 ACCOUNTING PRINCIPLES

Climeon prepares its consolidated financial statements in accordance with the Swedish Annual Accounts Act, RFR 1 *Supplementary Accounting Rules for Groups*, and International Financial Reporting Standards (IFRS) and IFRIC interpretations as adopted by the EU, applying IAS 34 *Interim Financial Reporting*. Disclosures are provided both in the notes and elsewhere in the interim report.

The parent company has prepared the interim report in accordance with the Swedish Annual Accounts Act (1995:1554) and the Swedish Financial Reporting Board's recommendation RFR 2 *Accounting for Legal Entities*. The complete accounting policies applied, which remain unchanged, are described in the 2025 Annual Report on pages 75–81.

NOTE 2 DISTRIBUTION OF NET SALES

CONSOLIDATED

SEK, thousand	Jan-Mar		Jan-Dec
	2026	2025	2025
Revenue type			
Hardware	6,271	4,958	12,802
Consulting and support services	319	239	574
Total	6,590	5,197	13,376
Geographic market			
Sweden	1,756	135	876
Europe	4,834	5,062	12,246
North America	-	-	-
Asia	-	-	254
Total	6,590	5,197	13,376

NOTE 3 INTANGIBLE ASSETS

Intangible assets in the Group consist of capitalized development expenditure of SEK 110.5 million (114.3) and patents of SEK 2.3 million (2.3). During the quarter, amortization amounted to SEK 7.3 million (6.0), and no impairment was recognized (0.0).

NOTE 4 TANGIBLE ASSETS

The Group's tangible assets consist of leasehold improvements of SEK 2.5 million (2.7), right-of-use assets of SEK 7.9 million (8.7), equipment of SEK 0.5 million (0.6), technical equipment of SEK 0.3 million (0.4), and systems placed at customer sites where the customer pays for generated electricity ("as-a-service") of SEK 0.2 million (0.2). Depreciation during the quarter amounted to SEK 0.5 million (1.4).

NOTE 5 FINANCIAL ASSETS

The Group's financial assets amount to SEK 21.7 million (21.7) and primarily consist of shares in Baseload Capital of SEK 20.8 million (20.8). The holding is measured at fair value through profit or loss, with no impact on the quarter's result (SEK 0.0 million).

Valuation is based on unobservable inputs (Level 3), such as market transactions in Baseload shares and the company's own fair value calculations, based on discounted cash flow (DCF) of Climeon's agreements with Baseload (see section below). A significant transaction in Baseload shares took place in 2025 and has been considered in Climeon's valuation. Management assesses this valuation to be in accordance with the accounting policies described in the 2025 Annual Report. The impact on profit is reported as a financial item.

Valuations are based on assumptions and estimates that management considers reasonable under prevailing conditions. Changes in these assumptions may lead to adjustments in reported values, and actual outcomes may differ from these estimates. Unlisted shareholdings are valued based on Climeon's share of the value implied by the most recent transaction in the shares and their total valuation. Changes in value are typically recognized when a new valuation is obtained.

In addition, Climeon has issued a call option exercisable during a specified period. As of the balance sheet date, the value of this option has been assessed as low and immaterial. The company continuously evaluates this value in accordance with IFRS 9 and IFRS 13.

Climeon's intention is to divest its entire holding in Baseload Capital over time.

NOTE 6 ACCOUNTS RECEIVABLE

TSEK	31 mar 2026	31 dec 2025
Accounts receivable, gross	13,786	46,106
Impairment	-9,622	-40,309
Accounts receivable, net	4,164	5,797

NOTE 7 PLEDGED ASSETS AND CONTINGENT LIABILITIES

Pledged assets and contingent liabilities related to other receivables amounted to SEK 0.0 million (0.0)

SIGNATURES

The Board of Directors and the CEO guarantees that the interim report provides a fair overview of the company's operations, position and earnings and describes material risks and factors of uncertainty which the company is facing.

Kista, 4 May 2026

Sebastian Ehrnrooth
Chairman of the Board

Joakim Thölin
Board member

Thomas Öström
Board member

Lena Sundquist
CEO

This interim report has not been subject to review by the company's auditors.

KEY NUMBERS FOR THE GROUP

	Jan-Mar		Jan-Dec
	2026	2025	2025
Order intake, SEK million	-	-	9.8
Order backlog, SEK million	11.0	13.4	15.4
Equity ratio (%)	85.0	90.3	85.9
Debt ratio (times)	0.2	0.1	0.2
Net debt ratio (times)	-0.0	-0.0	-0.1
Earnings per share, before and after dilution, SEK	-0.46	-1.22	-3.45
Equity per share, SEK	3.46	6.88	3.92
Cash and cash equivalents, SEK million	5.4	12.2	21.8

*) The consolidation of shares in 2025 has been taken into account when calculating earnings per share, which has resulted in comparative figures being recalculated.

Climeon presents certain financial measures in the interim report that are not defined under IFRS, referred to as alternative performance measures (APMs). Climeon believes these measures provide valuable supplementary information to investors and management, as they enable the evaluation of trends and the company's performance. As not all companies calculate financial measures in the same way, these are not always comparable with measures used by other companies. For definitions of the key figures used by Climeon, see below.

DEFINITIONS

Order intake	The value of assignments received where agreements have been signed during the relevant period.
Order backlog	The value at the end of the period of the remaining unearned income in outstanding assignments.
Equity ratio	Shareholders' equity as a percentage of total assets.
Debt ratio	Liabilities including deferred tax liabilities and provisions divided by shareholders' equity (times).
Net debt ratio	Interest-bearing net debt including cash and cash equivalents divided by shareholders' equity (times). Negative net debt ratio means that cash and cash equivalents exceed interest-bearing liabilities.
Earnings per share, before dilution	Profit/loss for the period divided by the weighted average number of outstanding shares during the period.
Earnings per share, after dilution	Earnings per share adjusted by the number of outstanding warrants.
Equity per share	Shareholders' equity divided by the number of outstanding shares at end of the period.

QUARTERLY FIGURES, CONSOLIDATED

INCOME STATEMENT

SEK, million	2026		2025		
	Q1	Q4	Q3	Q2	Q1
Net sales	6.6	1.6	4.8	1.8	5.2
Capitalized work for own account	2.4	2.7	1.9	2.5	2.5
Other operating income	0.1	1.5	-	0.6	0.1
Operating expenses					
Raw material and consumables	-9.8	-8.3	-6.8	-2.4	-22.8
Other external expenses	-3.0	-5.1	-10.2	-4.0	-5.3
Personnel expenses	-11.5	-11.0	-9.8	-10.8	-10.7
Depreciation and amortization	-8.5	-9.9	-10.1	-8.3	-8.8
Other operating expenses	-	-0.1	-0.1	-0.1	-0.2
Operating profit/loss	-23.7	-28.6	-30.3	-20.6	-40.0
Net financial income	0.1	-20.4	-0.3	0.4	-3.3
Profit/loss after financial items	-23.6	-49.0	-30.6	-20.2	-43.3
Tax	0.0	0.2	0.0	-0.1	-0.0
Profit/loss for the period	-23.6	-48.9	-30.6	-20.3	-43.3
Earnings per share, before and after dilution, SEK	-0.46	-1.01	-0.72	-0.52	-1.22

The consolidation of shares in 2025 has been taken into account when calculating earnings per share, which has resulted in comparative figures being recalculated.

BALANCE SHEET

SEK, million	2026		2025		
	Q1	Q4	Q3	Q2	Q1
Intangible non-current assets	112.7	116.6	120.6	126.1	128.4
Tangible non-current assets	11.4	12.5	14.5	16.7	12.0
Financial assets	21.7	21.7	42.1	42.1	42.2
Total non-current assets	145.8	150.9	177.2	184.9	182.6
Inventories	37.5	39.9	44.2	47.7	48.2
Current receivables	19.3	20.7	20.3	23.3	28.2
Cash and cash equivalents	5.4	21.8	11.8	26.4	12.2
Total current assets	62.2	82.3	76.4	97.5	88.6
Total assets	208.0	233.2	253.6	282.4	271.2
Shareholder's equity	176.7	200.3	222.2	252.9	244.9
Non-current liabilities and other provisions	2.3	2.5	1.4	3.4	3.6
Current liabilities	29.0	30.4	29.9	26.1	22.7
Total equity and liabilities	208.0	233.2	253.6	282.4	271.2

CASH FLOW STATEMENT

SEK, million	2026		2025		
	Q1	Q4	Q3	Q2	Q1
Cash flow from operating activities before changes in working capital	-12.1	-7.3	-18.4	-12.7	-21.3
Changes in working capital	-0.8	-5.7	7.1	3.2	11.9
Cash flow from operating activities	-12.4	-13.0	-11.3	-9.5	-9.4
Investing activities	-3.4	-3.4	-2.6	-4.0	-3.2
Cash flow after investing activities	-15.8	-16.4	-13.9	-13.5	-12.6
Financing activities	-0.6	26.4	-0.7	27.8	-1.6
Cash flow for the period	-16.4	9.9	-14.6	14.3	-14.2
Cash and cash equivalents at the beginning of the period	21.8	11.8	26.4	12.2	26.3
Exchange rate differences in cash and cash equivalents	-	-0.0	0.0	-0.0	-
Cash and cash equivalents at the end of the period	5.4	21.8	11.8	26.4	12.2

THIS IS CLIMEON

Climeon is a Swedish product company operating within the energy technology sector. Climeon's proprietary technology, the Climeon HeatPower system, uses an Organic Rankine Cycle (ORC) process to convert low-temperature heat into clean, carbon free electricity. Providing access to dependable and cost-effective sustainable power, HeatPower enables industries to increase energy efficiency, decrease fuel consumption, and reduce emissions. As a non-weather-dependent source of green energy, HeatPower has the potential to diversify and safeguard the renewable energy mix and, therefore, accelerate the global transition to a net-zero future. Climeon's B shares are listed on the Nasdaq First North Premier Growth Market. FNCA Sweden AB is a Certified Adviser.

OUR MISSION

To make sustainable power accessible, dependable, and cost-effective through the development of industry-leading, low-temperature waste heat recovery technologies.

OUR VISION

To reduce global CO2 emissions and accelerate the use of sustainable power with world leading HeatPower solutions.

LONG-TERM OPERATIONAL GOALS

Climeon aims to become the leading provider of low temperature heat power solutions by offering competitive products with the lowest possible levelized cost of energy (LCOE) for customers. In order to do this, Climeon will focus on:

- Becoming the low temperature de facto standard in chosen segments
- Maintaining the Heat Power system's market leading conversion efficiency
- Optimize the Heat Power system to give users a lower electricity cost (LCOE)

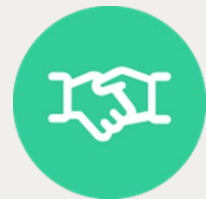
CORE VALUES



DO GOOD



BE A TEAMPLAYER



ALWAYS DELIVER

HEADQUARTERS

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