CLIMEON

INTERIM REPORT

JANUARY 1 - JUNE 30, 2026

Q2
2026

FURTHER DELIVERIES AND A STRENGTHENED MARKET POSITION

During the quarter, Climeon delivered its first HeatPower 300 system to Jiangsu New Yangzi Shipbuilding in China, while the industrial reference installation at NEO GROUP in Lithuania reached two years of commercial operation with continued high availability. As more HeatPower systems enter commercial operation, customers are able to evaluate the technology's performance, reliability and business value based on proven operational data. At the same time, Climeon continues to see strong interest from industrial customers across Europe, with a growing number of ongoing customer discussions related to industrial waste heat recovery.

APRIL - JUNE

- Order intake amounted to SEK 0.0 million (5.2) .
- Net sales amounted to SEK 0.4 million (1.8) and were primarily relating to revenue from services delivered for HeatPower 300 systems.
- Operating profit amounted to SEK -21.8 million (-20.6) .
- Profit after financial items amounted to SEK -21.9 million (-20.2)
- Earnings per share, before dilution and after, amounted to SEK -0.36 (-0.52)
- Cash flow from operating activities after changes in working capital amounted to SEK -10.7 million (-9.5) .

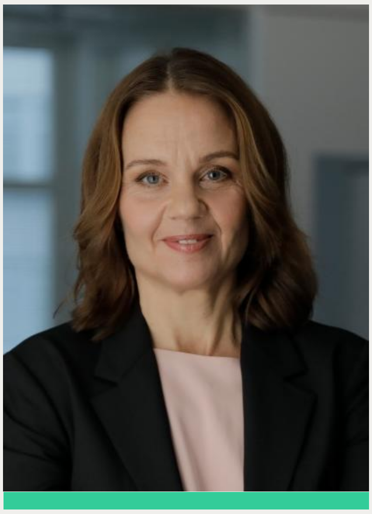
SIGNIFICANT EVENTS

- Delivery of the first HeatPower 300 system to Jiangsu New Yangzi Shipbuilding in China.
- Climeon's HeatPower systems demonstrated verified energy savings at NEO GROUP, maintaining 99% operational availability.
- Completed a directed share issue of 11,958,409 Class B shares, raising approximately SEK 23 million before transaction costs.
- At the Annual General Meeting on 18 May, Kent Sander was elected Chairman of the Board and Olle Bergström was elected as a new member of the Board of Directors.

JANUARY - JUNE

- Order intake amounted to SEK 0.0 million (5.2)
- Net sales amounted to SEK 6.9 million (7.0)
- Order backlog amounted to SEK 11.2 million (15.4)
- Operating profit amounted to SEK -45.5 million (-60.6)
- Profit after financial items amounted to SEK -45.6 million (-63.5)
- Earnings per share, before and after dilution, amounted to SEK -0.81 (-1.70)
- Cash flow from operating activities after changes in working capital amounted to SEK -23.1 million (-18.9) and total cash and cash equivalents amounted to SEK 11.9 million (21.8) . In addition, restricted cash amounted to SEK 3.2 million, relating to guarantees for ongoing customer deliveries. These guarantees are expected to be released starting in Q1 2027. Total cash and cash equivalents, including restricted cash, therefore amounted to SEK 15.1 million.

A WORD FROM OUR CEO:



Lena Sundquist, CEO of Climeon

"With our installations at NEO GROUP maintaining 99% operational availability, we are in a strong position to convert more industrial opportunities into orders across Europe."

ENERGY EFFICIENCY – A STRATEGIC IMPERATIVE

Over the past few months, global developments have been dominated by geopolitical shifts and increased uncertainty, affecting businesses across industries. For Climeon, however, these developments have largely strengthened the market conditions for our technology, as the demand for alternative methods of generating energy continues to increase.

It is becoming increasingly clear that Europe needs to accelerate its energy transition by producing electricity in new, more cost-effective ways while reducing its dependence on imported fossil fuels. Many European industries are facing increasing competitive pressure while at the same time managing rising costs for electricity, fuel and raw materials. As a result, interest in energy efficiency has never been greater. At Climeon, we currently have more ongoing industrial sales opportunities across Europe than ever before. Thanks to our two HeatPower 300 installations at NEO GROUP, which have maintained 99% operational availability and demonstrated attractive payback periods, we are in a strong position to convert similar opportunities into new orders.

Within the marine segment, customer discussions continue for both newbuild and retrofit installations. However, global uncertainty and disruptions to key shipping routes, particularly the temporary closure of the Strait of Hormuz, affected the number of new customer enquiries during the quarter. Several shipowners prioritised day-to-day operations over new investment decisions. We believe this is a temporary effect and expect enquiry levels to return to more normal levels during the second half of 2026.

Our position in the Chinese shipbuilding market was further strengthened during the quarter through the first delivery of a HeatPower 300 system to Jiangsu New Yangzi Shipbuilding, part of one of China's largest commercial shipbuilding groups. At the same time, we continue to increase the number of systems operating at sea, generating electricity while reducing fuel consumption and emissions-related costs. Today, we have a broad reference base spanning European and Asian shipowners, both newbuild and retrofit vessels, as well as deliveries through leading shipyards in Korea and China. Having systems in commercial operation that deliver verified fuel savings gives us a significantly stronger position in discussions with prospective customers. In early September, we will once again participate in SMM in Hamburg, one of the world's leading maritime trade fairs. We look forward to meeting customers there with an even stronger reference base and verified fuel and CO_2 savings from our systems operating onboard vessels.

During the quarter, we successfully completed a directed share issue, which received strong support from both existing and new shareholders. We also adapted our organisation to support the company's next phase of development. As the HeatPower 300 platform has reached a high level of maturity, we have increased our focus on sales and market development while streamlining our product development organisation.

Climeon is well positioned with a product that delivers measurable value for our customers, a growing base of commercial references, favourable market conditions and a strong pipeline of ongoing sales opportunities. I would also like to thank all shareholders for their continued support and engagement. We wish you all an enjoyable summer and look forward to updating you on Climeon's continued progress in the months ahead.

Lena Sundquist, CEO, Climeon

MARKETS AND DEVELOPMENT

MARITIME MARKET

During the quarter, Climeon delivered its first HeatPower 300 system to Jiangsu New Yangzi Shipbuilding in China for installation onboard the first vessel in a series of container ships. The delivery represents Climeon's first project with one of China's largest shipbuilding groups and strengthens the Company's presence in the Chinese market.

At the same time, several HeatPower 300 systems continue to generate electricity onboard vessels while delivering verified fuel savings and reduced CO_2 emissions. These installations provide valuable operational data and further strengthen the Company's marine reference base.

The number of new customer enquiries during the quarter was somewhat lower than in previous quarters. The Company believes this was primarily due to geopolitical uncertainty and its impact on global shipping. At the same time, several existing projects continued to progress and moved closer to investment decisions.

ENERGY AND INDUSTRIAL MARKET

Market activity within the industrial segment remained strong during the quarter. Across Europe, industrial companies continue to seek practical, cost-effective ways to improve energy efficiency and generate electricity from existing energy resources. At the same time, Climeon continued discussions regarding power generation projects in both the data centre and geothermal sectors.

Collaboration with the Company's local sales partners continued to progress, particularly in Central and Eastern Europe, where several customer visits during the quarter resulted in new business opportunities being identified and existing opportunities progressing further.

The documented performance of the HeatPower 300 systems at NEO GROUP's PET resin production facility in Lithuania, which maintained approximately 99% operational availability throughout 2026, provides prospective customers with the opportunity to evaluate the technology in real industrial operating conditions. Reference installations play an important role in the sales process and help shorten customers' evaluation and investment decision timelines.

PRODUCT DEVELOPMENT, PRODUCTION AND AFTERMARKET

As the HeatPower 300 platform has reached a high level of maturity, the organisation has been adapted to place greater emphasis on sales and market development. Product development is now focused on cost optimisation, manufacturing readiness and continued development of Climeon Live, the Company's cloud-based platform for monitoring and optimising HeatPower systems.

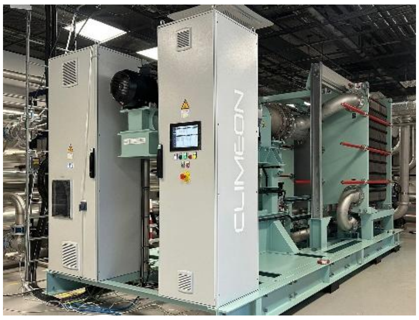
During the quarter, Climeon's service engineers carried out the first scheduled two-year service of the HeatPower 300 systems at NEO GROUP. The service formed part of the planned lifecycle maintenance programme for the platform and generated aftermarket revenue during the quarter. As the installed base grows, service, spare parts and digital services are expected to become an increasingly important part of Climeon's offering and a growing source of recurring revenue.

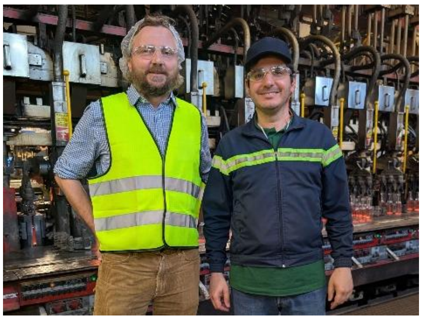
EXTERNAL IMPACT

Currently, Climeon is not directly affected by ongoing geopolitical conflicts worldwide. The company is monitoring the situation and taking actions to mitigate any potential negative impacts as much as possible.

ORDER ENTRY AND ORDER BACKLOG

During the second quarter of 2026, no new orders for HeatPower 300 systems were signed. At the end of the period, the order backlog amounted to 11,2 million SEK (15,4), equivalent to 2 (3) HeatPower systems and associated services. Other changes in the order backlog during the quarter were due to fluctuations in exchange rates. The backlog largely consists of orders in euros, which are revalued at the end of the period.





THE GROUP'S FINANCIAL DEVELOPMENT

APRIL - JUNE

NET SALES AND EARNINGS

Net sales amounted to SEK 0.4 million (1.8) and primarily relates to deliveries of components and aftermarket services for HeatPower 300 and HeatPower 150 systems to existing customers. In addition, SEK 0.2 million was recognised as other operating income, representing compensation received for development activities within a publicly funded innovation project.

Operating profit amounted to SEK -21.8 million (-20.6). The quarter was negatively impacted by approximately SEK 0.5 million in items affecting comparability, primarily relating to restructuring costs associated with organisational changes.

Costs for raw materials and consumables amounted to SEK -1.4 million (-2.4), of which SEK -0.4 million related to delivered HeatPower 300 components.

Net financial items amounted to SEK -0.1 million (0.4). Net financial items were positively affected by foreign exchange gains of SEK 0.1 million, primarily related to movements in the Swedish krona against the euro. Of this amount, SEK 0.2 million (0.8) related to unrealised exchange rate differences.

Profit after financial items amounted to SEK -21.9 million (-20.2). Depreciation and amortisation amounted to SEK -7.8 million (-8.3), entirely attributable to depreciation during the period.

CASH FLOW

The cash flow from operating activities *before* change in working capital amounted to -14.2 MSEK (-12.7).

Cash flow from operating activities *after* changes in working capital amounted to SEK -10.7 million (-9.5) , whereof the change in working capital amounted to SEK 3.5 million (3.2) . The change in working capital was positively affected during the quarter, and was primarily attributable to an increase in customer advances related to the production of HeatPower 300 systems scheduled for delivery during the third quarter of 2026.

Cash flow from investing activities amounted to SEK -2.8 million (-4.0), primarily relating to investments in product development and patents of SEK -2.9 million (-3.9).

Cash flow from financing activities amounted to SEK 20.0 million (27.8), primarily reflecting the net proceeds from the directed share issue completed during the quarter, after transaction costs.

Cash flow for the period amounted to SEK 6.6 million (14.3). The most significant change compared with the corresponding period of the previous year was the proceeds from the share issue described above.

JANUARY - JUNE

NET SALES AND EARNINGS

Net sales amounted to SEK 6.9 million (7.0). Revenue primarily relates to deliveries and commissioning of HeatPower 300 systems, as well as aftermarket services.

Operating profit (EBIT) amounted to SEK -45.5 million (-60.6). The result for the period includes items affecting comparability comprising an inventory write-down of SEK -3.2 million related to HeatPower 150 components recognised in the first quarter, as well as restructuring costs of SEK -0.5 million recognised in the second quarter. The comparative figure for the first half of 2025 included a corresponding inventory write-down related to HeatPower 150 systems of SEK -14.0 million.

During the period, the Company continued implementing cost-saving initiatives across its operations to establish a more efficient and resource-optimised production and supply chain for the HeatPower 300 platform. These measures have delivered the intended results during the period. The work to further improve operational efficiency and optimise the production and supply chain will continue during the third quarter of 2026.

Net financial income/expense amounted to SEK 0.0 million (-2.9) Profit after financial items amounted to SEK -45.6 million (-63.5)

Depreciations and amortizations amounted to SEK -16.3 million (-17.1) . Depreciation decreased slightly during the first half of 2026 compared with the corresponding period in 2025, primarily because a number of fixed assets became fully depreciated during 2025.

CASH FLOW

Cash flow from operating activities *after* change in working capital amounted to SEK -23.1 million (-18.9) whereof the change in working capital amounted to SEK 3.2 million (15.1) . The positive change in working capital was primarily attributable to customer advance payments as described above. The comparative figure for the corresponding period in 2025 mainly reflected changes in trade receivables.

Cash flow from investing activities amounted to SEK -6.2 million (-7.2) , which was mainly related to product development and patents of SEK -6.3 million (-7.0) .

Cash flow from financing activities amounted to SEK 19.4 million (26.2) . The amount primarily comprises net proceeds from the directed share issue completed during the quarter, with gross proceeds of SEK 22.7 million, less transaction costs.

Cash flow for the period amounted to SEK -9.9 million (0.1)

FINANCIAL POSITION

At the end of the period, cash and cash equivalents amounted to SEK 11.9 million (21.8) . In addition, restricted cash amounted to 3.2 million SEK relates to guarantees that are expected to be released in connection with customer deliveries during the first quarter of 2027. Thus, *total cash and cash equivalents*, including restricted funds, amounted to 15.1 million SEK. The equity ratio amounted to 83.8 percent (85.9) and the net debt ratio amounted to -0.1 times (-0.1) Shareholder's equity amounted to SEK 175.4 million (200.3) or SEK 2.8 (3.9) per share.

DEFERRED TAX ASSET

The company has unutilized deficit carryforwards in Sweden amounting to SEK 1,085.0 million (1,039.8) , of which the tax effect has not been recognized as a deferred tax asset in the balance sheet. The deductions have no time limit for utilization.

THE PARENT COMPANY

The parent company's net sales during the period amounted to SEK 6.9 million (7.0) . Operating profit amounted to SEK -45.7 million (-61.5) and profit after financial items amounted to SEK -45.4 million (-64.1)

OTHER INFORMATION

PERSONNEL AND ORGANIZATION

The average number of employees during the period of April to June amounted to 37 (35) , of which 27 (29) percent are women and 73 (71) percent men. At the end of June, the number of employees amounted to 37 (36) . In addition to the parent company Climeon AB (publ), the group also includes the subsidiary Climeon Technology AB.

WARRANT PROGRAMS

The purpose of the Company's share-based incentive programmes is to encourage long-term ownership by aligning the financial interests of employees and Board members with those of the Company's shareholders. Over the years, Climeon has established several share-based incentive programmes based on warrants subject to capital gains taxation. As of 30 June 2026, the Company had two outstanding warrant programmes and two employee stock option programmes for employees and members of the Board of Directors, as described below.

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 sep - 30 sep 2026
Program 2026/2029	159 000	159 000	15	1 oct 2029-31 dec 2029
Total	**1 957 600**	**338 860**		

Employee stock option program	Number of warrants	Number of new class B shares*	Subscription price	Excercise period
Program 2025/2028	1 463 350	1 463 350	0,15	19 feb 2028-31 dec 2028
Program 2026/2029	1 437 000	1 437 000	0,15	15 jun 2029-31 dec 2029
Total	**2 900 350**	**2 900 350**		

At the Extraordinary General Meeting held in December 2024, shareholders resolved to establish a new employee and Board stock option programme 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 programme is subject to a performance threshold of SEK 20 per share and a subscription price of SEK 0.15 (the quota value).

At the Annual General Meeting held in May 2026, shareholders resolved to establish a new employee and Board stock option programme for the period 2026–2029, comprising a maximum of 1,900,000 warrants, each entitling the holder to subscribe for one Class B share. The programme includes a performance threshold of SEK 5 per share and a cap of SEK 15 per share, with a subscription price of SEK 0.15 (the quota value). The Annual General Meeting also resolved to establish a separate warrant programme comprising 159,000 warrants for the Chairman of the Board, each entitling the holder to subscribe for one Class B share. The subscription price is SEK 15 per share during the subscription period from 1 October 2029 through 31 December 2029.

Further information regarding the Company's warrant programmes is available on pages 88–89 of the 2025 Annual Report and on the Company's website.

MATERIAL RISKS AND UNCERTAINTIES

As a relatively newly founded company with a limited number of Heat Power systems in operation, the company is exposed to several operational and financial risks. A presentation of the company's significant risks and risk management can be found on pages 61-64 in the 2025 annual report.

Going concern: Based on the Company's current business plan, Climeon is expected to require additional external financing within the next twelve months to continue its operations. Such financing may be provided by existing or new shareholders, or by third parties through public or private financing arrangements. The Company's financial statements have been prepared on a going concern basis. However, there is material uncertainty regarding the availability of sufficient financing during this period. Climeon will therefore continue to focus on actively managing and planning the Company's cash flow and liquidity, both in the short and long term.

ADDITIONAL INFORMATION DUE TO GEOPOLITICAL CONFLICTS

In addition to price increases on certain components driven by higher costs for suppliers, Climeon is not directly affected by the various geopolitical conflicts ongoing in the world today. The company is monitoring developments and taking action to prevent any potential negative effects to the best of its ability.

COMPARATIVE FIGURES

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

Interim Report of the 3rd quarter 2026
October 23rd, 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 July 14th, 2026, at 07:30 (CET).

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

FINANCIAL REPORTS IN SUMMARY

CONSOLIDATED INCOME STATEMENT

		Apr-Jun		Jan-Jun		Jan-Dec
SEK, thousand	Note	2026	2025	2026	2025	2025
Net sales	2	358	1,781	6,949	6,978	13,376
Capitalized work for own account		2,093	2,545	4,500	5,040	9,624
Other operating income		165	621	258	733	2,254
Total income		**2,617**	**4,946**	**11,707**	**12,750**	**25,254**
Operating expenses						
Raw material and consumables		-1,395	-2,359	-11,237	-25,181	-40,290
Other external expenses		-3,164	-4,046	-6,155	-9,345	-24,641
Personnel expenses		-12,081	-10,796	-23,556	-21,452	-42,260
Depreciation and amortization		-7,817	-8,312	-16,289	-17,072	-37,012
Other operating expenses		-	-75	-	-317	-503
Operating profit/loss		**-21,840**	**-20,642**	**-45,530**	**-60,619**	**-119,452**
Profit/loss from financial items						
Interest income and other financial items		554	1,268	1,451	1,585	2,380
Interest expenses and other financial items		-660	-860	-1,482	-4,462	-26,022
Net financial income	5	-106	409	-31	-2,876	-23,641
Profit/loss after financial items		**-21,946**	**-20,234**	**-45,561**	**-63,495**	**-143,093**
Tax		24	-100	47	-132	38
Profit/loss for the period		**-21,922**	**-20,334**	**-45,514**	**-63,627**	**-143,055**
Earnings per share, SEK *)						
Before dilution		-0.36	-0.52	-0.81	-1.70	-3.45
After dilution		-0.36	-0.52	-0.81	-1.70	-3.45

		Apr-Jun		Jan-Jun		Jan-Dec
SEK, thousand	Note	2026	2025	2026	2025	2025
Profit/loss for the period		-21,922	-20,334	-45,514	-63,627	-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		**-21,922**	**-20,334**	**-45,514**	**-63,537**	**-143,028**
Comprehensive income/loss for the period attributable to						
Shareholders of the parent company		**-21,922**	**-20,334**	**-45,514**	**-63,537**	**-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	30 Jun 2026	30 Jun 2025	31 Dec 2025
Assets				
Intangible non-current assets	3	108,891	126,135	116,597
Tangible non-current assets	4	10,258	16,679	12,524
Financial assets	5	21,650	42,076	21,733
Total non-current assets		**140,799**	**184,891**	**150,853**
Inventories		37,491	47,722	39,871
Accounts receivable	6	4,357	10,055	5,797
Other current receivables	7	14,676	13,276	14,861
Cash and cash equivalents		11,915	26,431	21,779
Total current assets		**68,440**	**97,483**	**82,308**
Total Assets		**209,239**	**282,373**	**233,161**
Equity and liabilities				
Share capital		9,455	6,387	7,661
Other contributed capital		1,324,641	1,423,495	1,449,117
Retained earnings		-1,113,165	-1,113,381	-1,113,429
Profit/loss for the period		-45,514	-63,627	-143,055
Total shareholder's equity		**175,416**	**252,874**	**200,294**
Other provisions		2,138	3,429	2,474
Other non-current liabilities		-	-	-
Total non-current liabilities		**2,138**	**3,429**	**2,474**
Advance payments from customers		9,074	4,769	7,321
Accounts payable		2,548	1,514	3,004
Other current liabilities		20,062	19,786	20,068
Total current liabilities		**31,684**	**26,070**	**30,393**
Total equity and liabilities		**209,239**	**282,373**	**233,161**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Contributable to the parent company's owners			
Statement of changes in total equity	Share capital	Other contributed capital	Retained earnings incl profit/loss for the period	Total equity
Opening balance equity 2026-01-01	7,661	1,312,630	-1,119,998	200,294
Comprehensive profit/loss				
Profit/loss for the period	-	-	-45,514	-45,514
Other comprehensive profit/loss for the period				
Translation differences	-	-	-	-
Other comprehensive profit/loss for the period:	-	-	-	-
Total comprehensive profit/loss	-	-	-45,514	-45,514
Transactions with share holders:				
Rights issue (22,721 TSEK before deduction of costs of 2,131 TSEK)	1,794	18,796	-	20,590
Warrants	-	46	-	46
Sum of transactions with shareholders	1,794	18,842	-	20,636
Closing balance equity 2026-06-30	9,455	1,331,473	-1,165,511	175,416

	Contributable to the parent company's owners			
Statement of changes in total equity	Share capital	Other contributed capital	Retained earnings incl profit/loss for the period	Total equity
Opening balance equity 2025-01-01	5,343	1,259,735	-976,970	288,109
Comprehensive profit/loss				
Profit/loss for the period	-	-	-63,627	-63,627
Other comprehensive profit/loss for the period				
Translation differences	-	-	90	90
Other comprehensive profit/loss for the period:	-	-	90	90
Total comprehensive profit/loss	-	-	-63,537	-63,537
Transactions with share holders:				
Rights issue (30,000 TSEK before deduction of costs of 1,698 TSEK)	1,044	27,258	-	28,302
Sum of transactions with shareholders	1,044	27,258	-	28,302
Closing balance equity 2025-06-30	6,387	1,286,993	-1,040,507	252,874

CONSOLIDATED CASH FLOW STATEMENT

	Apr-Jun		Jan-Jun		Jan-Dec
SEK, thousand	2026	2025	2026	2025	2025
Operating activities					
Operating profit/loss	-21,840	-20,642	-45,530	-60,619	-119,452
Adjustments for items not included in cash flow	7,995	8,388	19,839	27,866	81,311
Financial items	-331	-440	-618	-1,252	-21,581
Cash flow from operating activities before changes in working capital	**-14,176**	**-12,694**	**-26,309**	**-34,005**	**-59,722**
Change in working capital	-65	467	-901	5,279	3,370
Change in accunts recivible	289	4,883	1,624	17,867	15,580
Change in accounts payable	3,302	-2,162	2,527	-8,048	-2,480
Cash flow from operating activities	**-10,651**	**-9,506**	**-23,059**	**-18,907**	**-43,252**
Investing activities					
Investments in intangible assets	-2,904	-3,925	-6,332	-7,037	-13,294
Investments in tangible assets	-	-81	-	-202	-305
Change in financial assets	93	-27	127	49	436
Cash flow from investing activities	**-2,811**	**-4,033**	**-6,205**	**-7,190**	**-13,163**
Cash flow after investing activities	**-13,462**	**-13,539**	**-29,264**	**-26,097**	**-56,414**
Financing activities					
Change in lease debt	-622	-504	-1,236	-2,109	-3,354
Share issue	20,590	28,302	20,590	28,302	55,213
Premiums paid for warrants	46	-	46	-	-
Cash flow from financing activities	**20,014**	**27,798**	**19,400**	**26,193**	**51,859**
Cash flow for the period	**6,552**	**14,259**	**-9,864**	**96**	**-4,555**
Cash and cash equivalents at the beginning of the period	5,363	12,173	21,779	26,335	26,335
Exchange rate differences in cash and cash equivalents	0	-1	-	-1	-0
Cash and cash equivalents at the end of the period	**11,915**	**26,431**	**11,915**	**26,431**	**21,779**

PARENT COMPANY'S INCOME STATEMENT IN SUMMARY

	Apr-Jun		Jan-Jun		Jan-Dec
SEK, thousand	2026	2025	2026	2025	2025
Net sales	358	1,781	6,949	6,978	13,376
Capitalized work for own account	2,093	2,545	4,500	5,040	9,624
Other operating income	165	25	258	137	1,786
Total income	**2,617**	**4,350**	**11,707**	**12,154**	**24,786**
Operating expenses	-				
Raw material and consumables	-1,395	-2,359	-11,237	-25,181	-40,290
Other external expenses	-3,953	-4,882	-7,753	-11,748	-28,716
Personnel expenses	-12,081	-10,796	-23,556	-21,452	-42,260
Depreciation and amortization	-7,111	-7,567	-14,863	-14,982	-33,431
Other operating expenses	-	-75	-	-317	-503
Operating profit/loss	**-21,924**	**-21,329**	**-45,702**	**-61,527**	**-120,414**
Profit from financial items	-				
Interest income and other financial items	554	1,268	1,451	1,585	2,380
Interest expenses and other financial items	-474	-636	-1,103	-4,168	-25,301
Net financial income	80	632	349	-2,583	-22,921
Profit/loss after financial items	**-21,845**	**-20,696**	**-45,354**	**-64,110**	**-143,334**
Allocations	-	-	-	-	-
Tax	-	-	-	-	-
Profit/loss for the period 1)	**-21,845**	**-20,696**	**-45,354**	**-64,110**	**-143,334**

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

PARENT COMPANY'S BALANCE SHEET IN SUMMARY

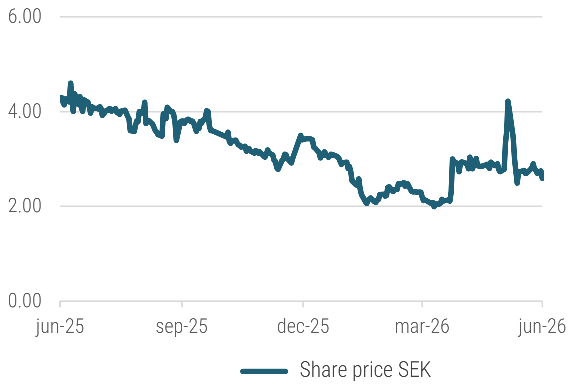
SEK, thousand	30 Jun 2026	30 Jun 2025	31 Dec 2025
Assets			
Intangible non-current assets	108,891	126,135	116,597
Tangible non-current assets	3,042	6,531	3,867
Financial assets	21,553	42,042	21,680
Total non-current assets	133,486	174,708	142,144
Inventories	37,491	47,722	39,871
Accounts receivable	4,357	10,055	5,797
Other current receivables	14,677	13,276	14,862
Cash and cash equivalents	11,889	26,425	21,753
Total current assets	68,415	97,477	82,283
Total Assets	201,901	272,185	224,427
Equity and liabilities			
Share capital	9,455	6,387	7,661
Reserve for development costs	113,618	130,529	121,279
Share premium reserve	1,330,433	1,285,999	1,311,636
Retained earnings	-1,277,591	-1,169,970	-1,239,945
Shareholder's equity	175,914	252,946	200,632
Provisions	2,138	3,429	2,474
Other non-current liabilities	-	-	-
Total Non-current liabilities	2,138	3,429	2,474
Advance payments from customers	9,074	4,769	7,321
Accounts payable	2,548	1,514	3,004
Other current liabilities	12,226	9,527	10,996
Current liabilities	23,848	15,810	21,321
Total equity and liabilities	201,901	272,185	224,427

THE CLIMEON SHARE

LARGEST SHAREHOLDERS PER 30 JUNE, 2026

Shareholders	Number of shares: Series A	Number of shares: Series B	Capital, %	Number of votes	Voting rights, %
Cidro Förvaltning AB	-	8,183,358	13.0	8,183,358	12.3
Nordnet Pensionsförsäkring	-	5,798,384	9.2	5,798,384	8.7
Avanza Pension	-	4,613,934	7.3	4,613,934	6.9
Stefan Wikström	-	4,433,268	7.0	4,433,268	6.7
SEB-Stiftelsen	-	4,040,522	6.4	4,040,522	6.1
MP Pensjon PK	-	2,736,740	4.3	2,736,740	4.1
J.A Kjellberg & Söner AB	-	1,184,210	1.9	1,184,210	1.8
Nordea Liv & Pension	-	1,075,235	1.7	1,075,235	1.6
Thomas Öström	390,000	562,785	1.5	4,462,785	6.7
Olle Bergström	-	774,853	1.2	774,853	1.2
Futur Pension	-	657,339	1.0	657,339	1.0
Kent Janér	-	628,123	1.0	628,123	0.9
Olof Andersson	-	588,235	0.9	588,235	0.9
Sea You Rederiet Aktiebolag	-	539,121	0.9	539,121	0.8
Ragnar Ter Vehn	-	521,000	0.8	521,000	0.8
Others	-	26,303,861	41.7	26,303,861	39.5
Total	**390,000**	**62,640,968**	**100.0**	**66,540,968**	**100.0**

SHARE PRICE DEVELOPMENT



	Apr-Jun 2026	Apr-Jun 2025	Jan-Dec 2025
Total number of issued shares at period end	63,030,968	42,582,673	51,072,559
Average number of shares outstanding	61 716 857	39 140 628	41,496,849
Earnings per share, before dilution, SEK	-0,36	-0,52	-3,45
Equity per share, SEK	2,78	5,94	3,92

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

SHARE INFORMATION

Per June 30, 2026 The number of shares in Climeon amounted to 63,030,968 with quota value of 0.15 SEK, of which 390,000 are Class A shares, 10 votes/share, and 62,640,968 are Class B shares, 1 vote/share. A reverse split (1:10) was decided by an Extra General Meeting in December 2024 and implemented in January 2025.

Climeon's B share is listed on Nasdaq First North Premier since October 13, 2017. The share price amounted to SEK 2.59 at the end of the period.

NOTES

NOTE 1 ACCOUNTING PRINCIPLES

Climeon prepares consolidated statements in accordance with the Swedish Annual Accounts Act, RFR 1 completing rules for consolidated groups and IFRS, International Financial Reporting Standards with IFRIC-interpretations as adopted by EU as applied by IAS 34 Interim reporting. Information is given both in notes and in other parts of the 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. Complete information on principles applied by the parent company is found in the annual report 2025 pages 75-81.

NOTE 2 DISTRIBUTION OF NET SALES

CONSOLIDATED

	Apr-Jun		Jan-Jun		Jan-Dec
SEK, thousand	2026	2025	2026	2025	2025
Revenue type					
Hardware	96	1,515	6,367	6,473	12,802
Consulting and support services	262	266	581	505	574
Total	**358**	**1,781**	**6,948**	**6,978**	**13,376**
Geographic market					
Sweden	-	-	1,756	135	876
Europe	358	1,781	5,192	6,843	12,246
North America	-	-	-	-	-
Asia	-	-	-	-	254
Total	**358**	**1,781**	**6,948**	**6,978**	**13,376**

NOTE 3 INTANGIBLE ASSETS

Intangible assets of the Group comprise capitalized expenditure on development SEK 106.7 million (114.3) and patents SEK 2.2 million (2.3) . Depreciations during the quarter amounted to SEK 6.7 million (6.1) and write-downs during the period amounted to SEK 0.0 million (0.0) . Accumulated depreciations of the period amounted to SEK 14.0 million (12.2) and accumulated write downs of the period amounted to SEK 0.0 million (0.0) .

NOTE 4 TANGIBLE ASSETS

Tangible assets of the Group comprise leasehold improvements on others property SEK 2.3 million (2.7) , right-of-use assets, SEK 7.2 million (8.7) , equipment SEK 0.3 million (0.6) , technical equipment SEK 0.3 million (0.4) and systems located at customer premises and where the customers pay for the electricity generated (“As-a-Service”) SEK 0.1 million (0.2) . Depreciations during the quarter amounted to SEK 0.4 million (1.4) . Accumulated depreciations of the period amounted to SEK 0.8 million (2.8) .

NOTE 5 FINANCIAL ASSETS

The Group's non-current financial assets amounted to SEK 21.7 million (21.7) and primarily consist of shares in Baseload Capital, valued at 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). The valuation is based on unobservable inputs (Level 3), including market transactions involving Baseload Capital shares and Climeon's own fair value assessments based on discounted cash flow (DCF) calculations relating to Climeon's agreements with Baseload (see section below). A significant transaction involving Baseload Capital shares took place during 2025 and has been taken into account in Climeon's valuation of the holding.

Management considers the valuation to be consistent with the accounting principles described in the 2025 Annual Report. Any changes in fair value are recognised within net financial items.

The valuation of the shareholding is based on assumptions and estimates that management considers reasonable under the prevailing circumstances. Changes in these assumptions may result in adjustments to the carrying value, and actual outcomes may differ from the estimates and assessments made.

Unlisted equity investments are measured based on Climeon's proportional share of the value implied by the most recent transaction in the shares and the resulting total equity valuation of the company. The carrying value is normally updated when a new valuation becomes available.

In addition, Climeon has issued a call option exercisable during a specified period. As of the balance sheet date, the value of this call option was assessed to be low and immaterial. The Company continuously assesses the value of the option in accordance with IFRS 9 and IFRS 13.

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

NOTE 6

	30 Jun 2026	31 Dec 2025
Accounts receivable, gross	14 112	46 106
Impairment	-9 754	-40 309
Accounts receivable, net	**4 357**	**5 797**

NOTE 7 PLEDGED ASSETS AND CONTINGENT LIABILITIES

Pledged assets and contingent liabilities 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, July 14th, 2026

Kent Sander Chairman of the Board	Joakim Thölin Board member	Thomas Öström Board member	Olle Bergström Board member

Lena Sundquist
CEO

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

KEY NUMBERS FOR THE GROUP

	Apr-Jun		Jan-Jun		Jan-Dec
	2026	2025	2026	2025	2025
Order intake, SEK million	-	5.2	-	5.2	9.8
Order backlog, SEK million	11.2	17.2	11.2	17.2	15.4
Equity ratio (%)	83.8	89.6	83.8	89.6	85.9
Debt ratio (times)	0.2	0.1	0.2	0.1	0.2
Net debt ratio (times)	-0.1	-0.1	-0.1	-0.1	-0.1
Earnings per share, before and after dilution, SEK	-0.36	-0.52	-0.81	-1.70	-3.45
Equity per share, SEK	2.78	5.94	2.78	5.94	3.92
Cash and cash equivalents, SEK million	11.9	26.4	11.9	26.4	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 according to IFRS, so called alternative performance measures. Climeon believes that these measures provide valuable supplemental information to investors and the company's management as they allow for evaluation of trends and the company's performance. Since all companies do not calculate financial measures in the same way, they are not always comparable to measures used by other companies. For definitions of the performance measures that Climeon uses, please 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 less 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

	2026		2025			
SEK, million	Q2	Q1	Q4	Q3	Q2	Q1
Net sales	0.4	6.6	1.6	4.8	1.8	5.2
Capitalized work for own account	2.1	2.4	2.7	1.9	2.5	2.5
Other operating income	0.2	0.1	1.5	-	0.6	0.1
Operating expenses						
Raw material and consumables	-1.4	-9.8	-8.3	-6.8	-2.4	-22.8
Other external expenses	-3.2	-3.0	-5.1	-10.2	-4.0	-5.3
Personnel expenses	-12.1	-11.5	-11.0	-9.8	-10.8	-10.7
Depreciation and amortization	-7.8	-8.5	-9.9	-10.1	-8.3	-8.8
Other operating expenses	-	-	-0.1	-0.1	-0.1	-0.2
Operating profit/loss	-21.8	-23.7	-28.6	-30.3	-20.6	-40.0
Net financial income	-0.1	0.1	-20.4	-0.3	0.4	-3.3
Profit/loss after financial items	-21.9	-23.6	-49.0	-30.6	-20.2	-43.3
Tax	0.0	0.0	0.2	0.0	-0.1	-0.0
Profit/loss for the period	-21.9	-23.6	-48.9	-30.6	-20.3	-43.3
Earnings per share, before and after dilution, SEK	-0.36	-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

	2026		2025			
SEK, million	Q2	Q1	Q4	Q3	Q2	Q1
Intangible non-current assets	108.9	112.7	116.6	120.6	126.1	128.4
Tangible non-current assets	10.3	11.4	12.5	14.5	16.7	12.0
Financial assets	21.6	21.7	21.7	42.1	42.1	42.2
Total non-current assets	**140.8**	**145.8**	**150.9**	**177.2**	**184.9**	**182.6**
Inventories	37.5	37.5	39.9	44.2	47.7	48.2
Current receivables	19.0	19.3	20.7	20.3	23.3	28.2
Cash and cash equivalents	11.9	5.4	21.8	11.8	26.4	12.2
Total current assets	**68.4**	**62.2**	**82.3**	**76.4**	**97.5**	**88.6**
Total assets	**209.2**	**208.0**	**233.2**	**253.6**	**282.4**	**271.2**
Shareholder's equity	175.4	176.7	200.3	222.2	252.9	244.9
Non-current liabilities and other provisions	2.1	2.3	2.5	1.4	3.4	3.6
Current liabilities	31.7	29.0	30.4	29.9	26.1	22.7
Total equity and liabilities	**209.2**	**208.0**	**233.2**	**253.6**	**282.4**	**271.2**

CASH FLOW STATEMENT

	2026		2025			
SEK, million	Q2	Q1	Q4	Q3	Q2	Q1
Cash flow from operating activities before changes in working capital	-14.2	-12.1	-7.3	-18.4	-12.7	-21.3
Changes in working capital	3.5	-0.3	-5.7	7.1	3.2	11.9
Cash flow from operating activities	-10.7	-12.4	-13.0	-11.3	-9.5	-9.4
Investing activities	-2.8	-3.4	-3.4	-2.6	-4.0	-3.2
Cash flow after investing activities	-13.5	-15.8	-16.4	-13.9	-13.5	-12.6
Financing activities	20.0	-0.6	26.4	-0.7	27.8	-1.6
Cash flow for the period	6.6	-16.4	9.9	-14.6	14.3	-14.2
Cash and cash equivalents at the beginning of the period	5.4	21.8	11.8	26.4	12.2	26.3
Exchange rate differences in cash and cash equivalents	0.0	-0.0	-0.0	0.0	-0.0	-
Cash and cash equivalents at the end of the period	11.9	5.4	21.8	11.8	26.4	12.2

THIS IS CLIMEON

Climeon is a Swedish cleantech company operating in the energy sector. The company develops, manufactures and delivers solutions for converting waste heat into electricity, with the aim of increasing energy efficiency and reducing greenhouse gas emissions in industry, power generation and the marine sector.

Climeon's proprietary and patented technology, HeatPower, enables electricity generation from low-temperature waste heat arising in industrial processes, vessel engines, power plants and geothermal applications. By utilising existing energy flows, HeatPower contributes to reduced fuel consumption, improved overall economics and strengthened local power generation for customers.

The company was founded in 2011 and has since installed more than 60 HeatPower systems globally. Climeon has an international sales presence with customers and projects in Europe, the United States and Asia. The head office as well as test and development facilities are located in Kista, outside Stockholm. Climeon's Class B share is listed on Nasdaq First North Premier Growth Market. FNCA Sweden AB is the 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.

OUR STRATEGY IN BRIEF
Climeon's strategy is to commercialise and scale the HeatPower platform across the marine, energy and industrial sectors by offering cost-effective solutions that reduce energy consumption, greenhouse gas emissions, and customers' fuel and energy costs

CORE VALUES

DO GOOD

BE A TEAMPLAYER

ALWAYS DELIVER

HEADQUARTERS

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