HALF-YEAR REPORT 1 JANUARY–30 JUNE

2026

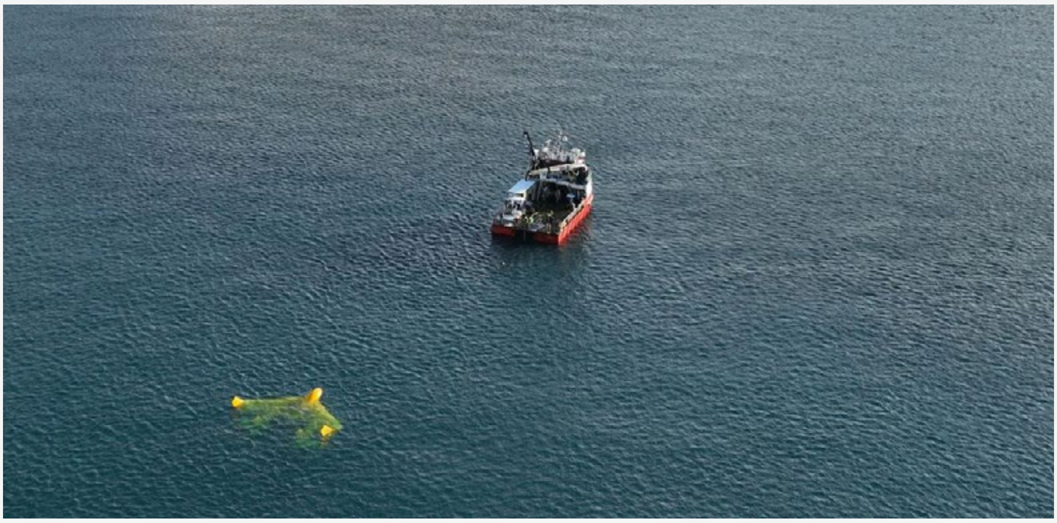
Minesto

Significant events April–June 2026

- The Annual General Meeting of Minesto AB 2026, resolved to elect Philippe Kavafyan as a new member of the Board of Directors. With more than 30 years of experience in the international energy sector, including leadership roles in the wind industry and offshore projects, Philippe will contribute with strategic expertise, global networks and valuable insights to support Minesto's continued growth and expansion.
- The company implemented organisational changes to enhance the commercial readiness of its service offering. Site installation and operations (installation and handling) are managed through customer delivery projects, such as the Vestmanna Site Project, relying on Minesto's proprietary and proven methods and technology, but primarily delivered by external and local resources to enhance flexibility and efficiency. Technology development related to Operations methods and tools is integrated into Product Development led by Chief Technology Officer, Bernt Erik Westre.
- The Faroe Islands Space Program, the global communication campaign featuring the unique Minesto Dragons, was awarded the Grand Prix at the Cannes Lions International Festival of Creativity 2026, recognising it as the world's most outstanding B2B creative campaign of the year. To date, the campaign has generated more than 800 million impressions, bringing significant global exposure to Minesto's Dragon technology.

After the end of the period

- In August, Minesto announced that the Dragon 4 power plant, upgraded with a new power-take-off (PTO) system that improves energy production throughout the tidal flow cycle, has delivered record breaking electricity generation over the summer in Vestmannasund, Faroe Islands. The upgraded PTO system successfully demonstrated improved energy production throughout all tidal flow cycles while simultaneously reducing system costs.



Minesto in short

Minesto develops technology for plannable generation of renewable electricity from the ocean. With patented technology, tidal and ocean currents with low-flow velocities are exploited. The technology can be installed in areas where no other known technology can operate cost effectively.

The Group consists of the parent company Minesto AB, which is headquartered in Gothenburg and the sub-sidiaries Minesto UK Ltd, Minesto Taiwan Ltd, Sp/f Drekin, Sp/f Minesto Føroyar, Minesto Warrants One AB and Holy-head Deep Ltd.

The Group's registered office is in Gothenburg and the parent company's share (MINEST) is the subject of trading on Nasdaq First North Growth Market in Stockholm with G&W Fondkommission as Certified Adviser.

Read more at www.minesto.com.

This document is a translation of Minesto AB's Half-year report in Swedish that was published on 20 August 2026. In the event of any inconsistency between the English and the Swedish versions, the latter shall prevail.

The Group in summary

1 January–31 June 2026

- Total operating income for the period amounted to SEK 11,270 thousand (12,234) and mainly consist of capitalised development work. Net sales amounted to SEK 0 thousand (0).
- Operating loss for the period amounted to SEK –15,440 thousand (–20,502). The negative result is largely attributable to business development and administration related to technology development. During the period personnel costs of SEK 11,270 thousand (12,233) has been capitalised as development work.
- At the end of the period, the intangible fixed assets amounted to SEK 588,460 thousand (562,112), of which capitalised development costs SEK 569,741 thousand (544,577) and capitalised patent expenses SEK 18,719 thousand (17,535).
- Grants of SEK 3,623 thousand (723) were accounted for during the period, of which SEK 3,623 thousand (723) has reduced the acquisition value of the capitalised development costs.
- At the end of the period, cash flow for the period amounted to SEK–29,330 thousand (–4,419). At the end of the period, cash and cash equivalents amounted to SEK 38,449 thousand (30,241).
- At the end of the period, equity amounted to SEK 615,360 thousand (562,656) divided into 260,111,612 shares (205,911,488), of which loss for the period amounted to SEK –15,012 thousand (–21,769).

SEK thousand	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Net sales	–	–	–
Operating profit/loss	–15,440	–20,502	–34,659
Net profit/loss for the period	–15,012	–21,769	–36,635
Cash flow for the period	–29,330	–4,419	33,006

CEO comment

Dragon power driving commercial progress

Our conviction is stronger than ever that tidal energy is moving from promise to reality, spearheaded by us.

The first six months of 2026 have seen tangible progress across our business. We have verified electricity production performance over long production cycles, enhanced customer offerings, and multiplied our customer engagements. Our conviction is stronger than ever that tidal energy is moving from promise to reality, spearheaded by us.

On the technology side, we have achieved record levels of electricity production in Vestmanna, Faroe Islands. Stable production over several months feeding electricity to the national grid confirms both performance and reliability. The production volumes achieved are safely above the energy production volumes needed for successful financial modelling of our tidal project investments.

The energy fed into the electric grid demonstrates that tidal energy delivers predictable and reliable electricity from a local and untapped natural resource. Every day of successful operation strengthens not only Minesto's position, but also confidence in tidal energy as a valuable component of future energy systems. These production results are vital for ongoing commercial dialogues.

We have built unique expertise in analyzing tidal resources, developing sites, installing systems and operating power plants in challenging marine environments. That experience has evolved into a unique strategic asset. We are increasingly engaging with customers, governments and investors not only as a power plant technology provider, but as a partner in pioneering the first tidal energy projects in a given market.

Individual site projects in different geographic markets demand a tailored approach highly adaptive to the local context and conditions in order to be cost efficient and to fulfil customer requirements. For example, if a customer owns work boats, we adopt to use them for operations, and if the customers have technicians, we train them for involvement in service and operations.

Therefore, we have chosen to integrate operational development into product and technology development and to fully integrate site development, installation and operations into the individual customer delivery projects. The result is a versatile customer offering, combining technology, methods, tools and know-how into a platform for commercial deployment, where cost efficiency and customer value added are drivers.

The second quarter brought increased international recognition. The global exposure generated through the Faroe Islands Space Program campaign has placed tidal energy in front of decision-makers, investors and partners around the world. Winning ”the Oscar of B2B commercials” together with SKF is a remarkable achievement.

I also welcome Philippe Kavafyan to our Board of Directors. His vast experience and network in the energy sector, as well as his track record of bringing new technologies to market, strengthen our capability to scale internationally and navigate the ongoing commercial roll-out.

The transition to a sustainable energy system will require more than incremental improvements to existing technologies. It will rely on new renewable resources and new ways of generating electricity. The belief that tidal energy is one of them is shared by a growing number of stakeholders and potential customers. We work relentlessly to establish tidal energy as a global energy sector. We do so from a position of growing strength, built on proven technology, expanding market opportunities and an unwavering belief that the tidal currents will become a major contributor to the world's energy supply.

Martin Edlund, CEO

Group
Income Statement

SEK thousand	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Operating income			
Net sales	–	–	–
Capitalised development work	11,270	12,233	22,969
Other operating income	–	1	4,108
Total income	**11,270**	**12,234**	**27,077**
Operating expenses			
Other external expenses	–8,567	–10,784	–21,808
Personnel costs	–18,033	–21,816	–39,676
Depreciation	–110	–137	–252
Total costs	**–26,710**	**–32,736**	**–61,736**
Operating loss	**–15,440**	**–20,502**	**–34,659**
Profit/loss from financial items			
Interest income and similar income statement items	441	13	279
Interest expense and similar income statement items	–13	–1,280	–2,254
Total profit/loss from financial items	**428**	**–1,267**	**–1,975**
Loss after net financial items	**–15,012**	**–21,769**	**–36,634**
Tax on net loss	–	–	–1
Net loss	**–15,012**	**–21,769**	**–36,635**
Attributable to Shareholders in the Parent Company	–15,012	–21,769	–36,635
Capital structure			
Earnings per share before dilution, SEK	–0.06	–0.11	–0.14
Earnings per share after dilution, SEK	–0.06	–0.10	–0.17
Number of outstanding shares at the end of the reporting period before dilution	260,111,612	205,911,488	260,081,036
Number of outstanding shares at the end of the reporting period after dilution	265,391,393	212,511,519	265,360,817
Average number of outstanding shares before dilution	260,110,936	198,947,192	209,870,530
Average number of outstanding shares after dilution	265,390,717	205,547,223	215,150,311

Group

Balance Sheet

SEK thousand	30 Jun 2026	30 Jun 2025	31 Dec 2025
ASSETS			
Non-current assets			
Intangible assets	588,460	562,112	574,424
Tangible assets	348	450	335
Financial assets	261	264	252
Total non-current assets	**589,069**	**562,826**	**575,011**
Current assets			
Current receivables	9,247	4,743	10,013
Cash and cash equivalents	38,448	30,241	67,573
Total current assets	**47,695**	**34,985**	**77,586**
TOTAL ASSETS	**636,764**	**597,811**	**652,597**
EQUITY AND LIABILITIES			
Equity	615,360	562,656	630,357
Non-current liabilities	500	500	500
Current liabilities	20,904	34,655	21,740
TOTAL EQUITY AND LIABILITIES	**636,764**	**597,811**	**652,597**

Group

Statement of Changes in Equity

SEK thousand	Share capital	Additional paid-up capital	Other equity incl. result for the period	Total equity
Full Year 2025				
At beginning of the year	9,706	926,212	–367,269	568,649
Changes				
Net loss	–	–	–36,635	–36,635
Translation differences	–	–	–341	–341
New shares according to warrants	3,300	112,825	–	116,125
Transaction costs related to a share issue	–	–17,441	–	–17,441
Total changes	**3,300**	**95,384**	**–36,976**	**61,708**
Equity at the end of the year	**13,006**	**1,021,596**	**–404,245**	**630,357**
Jan–Jun 2026				
At beginning of the year	13,006	1,021,596	–404,245	630,357
Changes				
Net loss	–	–	–15,012	–15,012
Translation differences	–	–	15	15
Total changes	**–**	**–**	**–14,997**	**–14,997**
Equity at the end of the period	**13,006**	**1,021,596**	**–419,242**	**615,360**

Group

Cash Flow Statement

SEK thousand	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Operating activities			
Loss after net financial items	–15,012	–21,769	–36,635
Adjustments for items not included in cash flow	–53	193	250
Cash flow from operating activities before changes in working capital	**–15,065**	**–21,576**	**–36,385**
Changes in working capital			
Changes in operating receivables	812	636	–4,836
Changes in operating liabilities	–918	–4151	5,043
Cash flow from changes in working capital	**–106**	**–3,515**	**207**
Cash flow from operating activities	**–15,171**	**–25,091**	**–36,178**
Investing activities			
Investments in intangible assets	–14,036	–17,187	–29,500
Investments in property, plant and equipment	–123	–	–
Change in financial assets	–	–	–
Cash flow from investing activities	**–14,159**	**–17,187**	**–29,500**
Financing activities			
Exercised employee share options	–	–	34
Redeemed share option	–	17,091	17,091
Rights Issue	–	–	99,000
Convertible loans	–	22000	22,000
Repayment of convertible loans	–	–	–22,000
Issue expenses	–	–1,232	–17,441
Cash flow from financing activities	**–**	**37,859**	**98,684**
Cash and cash equivalents at beginning of period	67,573	34,890	34,890
Cash flow for the period	–29,330	–4,419	33,006
Exchange rate difference for cash equivalents	205	–229	–323
Cash and cash equivalents at end of period	**38,448**	**30,241**	**67,573**

Group

Key Performance Indicators

	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Profitability			
Operating income, SEK thousand	11,270	12,234	27,077
Operating loss, SEK thousand	–15,440	–20,502	–34,659
Net loss for the year, SEK thousand	–15,012	–21,769	–36,635
Return on equity, %	neg.	neg.	neg.
Capital structure			
Equity ratio, %	97	94	97
Personnel			
Average number of employees	31	41	37
Personnel costs, SEK thousand	–18,033	–21,816	–39,676

Definitions, see page 17.

Comments on the Income Statement and Balance Sheet

Position and results

The Group's operating income for the reporting period amounted to SEK 11,270 thousand (12,234) and consisted mainly of capitalised development work. Net sales amounted to SEK 0 thousand (0) and operating loss was SEK –15,440 thousand (–20,502). The negative result is attributable to business development and administration related to technology development. Of the personnel costs, SEK 11,270 thousand (12,233) has been capitalised as development work.

At the end of the period, intangible assets amounted to SEK 588,460 thousand (562,112), of which capitalised development costs amounted to SEK 569,741 thousand (544,577) and capitalised patent expenses amounted to SEK 18,719 thousand (17,535). All expenses are attributable to the development of Minesto's technology and have been capitalised at the Parent Company.

Grants accounted for during the period amounted to SEK 3,623 thousand (723), of which SEK 3,623 thousand (723) reduced the acquisition value of capitalised development costs.

Cash flow and financial position

At the end of the period the Group's cash flow amounted to SEK –29,330 thousand (–4,419). At the end of the reporting period, cash and cash equivalents amounted to SEK 38,448 thousand (30,241).

Changes in equity

At the end of the reporting period, the Group's equity amounted to SEK 615,360 thousand (562,656). During the reporting period 0 (11,795,448) new shares were issued. During the corresponding period of the previous year a total of SEK 0 thousand (15,859) net of issue expenses, was added to the Company's equity. Furthermore, Group's equity was affected by the net loss for the period of SEK –15,012 thousand (–21,769).

At the end of the reporting period, there were 260,111,612 (205,911,488) registered shares, each with a quota value of SEK 0.05 (0.05).

Parent company

The core business of Minesto, i.e. the development of plannable generation of renewable electricity from the ocean, which is mostly conducted in the parent company. As the parent company forms such a large part of the Group, an account of the parent company's results, financial position and cash flow would not provide any additional information to that described in the report on the Group. Therefore, this is only presented in report format on pages 11–15.

Parent Company

Income Statement

SEK thousand	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Operating income			
Net sales	–	–	–
Capitalised development work	11,270	11,290	21,898
Other operating income	–	1	21
Total income	**11,270**	**11,291**	**21,919**
Operating expenses			
Other external expenses	–9,098	–13,529	–21,798
Personnel costs	–17,274	–18,297	–35,021
Depreciation	–110	–137	–252
Total costs	**–26,482**	**–31,963**	**–57,071**
Operating loss	**–15,212**	**–20,672**	**–35,152**
Profit/loss from financial items			
Interest income and similar income statement items	248	1	265
Interest expense and similar income statement items	–50	–1,177	–2,071
Total profit/loss from financial items	**198**	**–1,176**	**–1,806**
Loss after net financial items	**–15,014**	**–21,848**	**–36,958**
Tax on net loss	–	–	–
Net loss	**–15,014**	**–21,848**	**–36,958**
Attributable to Shareholders in the Parent Company	–15,014	–21,848	–36,958

Parent Company

Balance Sheet

SEK thousand	30 Jun 2026	30 Jun 2025	31 Dec 2025
ASSETS			
Non-current assets			
Intangible assets	588,460	562,112	574,424
Tangible assets	348	450	335
Financial assets	5 600	2 176	4,228
Total non-current assets	**594,408**	**564,738**	**578,987**
Current assets			
Current receivables	8,080	2,587	5,354
Cash and cash equivalents	31,821	28,255	66,070
Total current assets	**39,901**	**30,842**	**71,424**
TOTAL ASSETS	**634,309**	**595,580**	**650,411**
EQUITY AND LIABILITIES			
Equity	615,055	562,354	630,069
Non-current liabilities	884	672	761
Current liabilities	18,370	32,554	19,581
TOTAL EQUITY AND LIABILITIES	**634,309**	**595,580**	**650,411**

Parent Company

Statement of Changes in Equity

SEK thousand	Share capital	Fund for develop-ment	Share premium	Balanced results	Loss for the period	Total equity
Full Year 2025						
At beginning of the year	9,706	527,708	80,201	–13,267	–36,005	568,343
Changes						
Net loss	–	–	–	–	–36,958	–36,958
Allocation of previous year's result	–	–	–	–36,005	36,005	–
Fund for development	–	28,529	–	–28,529	–	–
New shares according to warrants	3,300	–	112,825	–	–	116,125
Transaction costs related to a share issue	–	–	–17,441	–	–	–17,441
Total changes	**3,300**	**28,529**	**95,384**	**–64,534**	**–953**	**61,726**
Equity at the end of the year	**13,006**	**556,237**	**175,585**	**–77,801**	**–36,958**	**630,069**
Jan–Jun 2026						
At beginning of the year	13,006	556,237	175,585	–77,801	–36,958	630,069
Changes						
Net loss for the period	–	–	–	–	–15,014	–15,014
Allocation of previous year's result	–	–	–	–36,958	36,958	–
Fund for development	–	13,504	–	–13,504	–	–
Total changes	**–**	**13,504**	**–**	**–50,462**	**21,944**	**–15,014**
Equity at the end of the period	**13,006**	**569,741**	**175,585**	**–128,263**	**–15,014**	**615,055**

Parent Company

Cash Flow Statement

SEK thousand	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Operating activities			
Loss after net financial items	–15,014	–21,848	–36,958
Adjustments for items not included in cash flow	110	150	255
Cash flow from operating activities before changes in working capital	**–14,904**	**–21,698**	**–36,703**
Changes in working capital			
Changes in operating receivables	–2,727	625	–2,142
Changes in operating liabilities	–1,211	–1,213	7,814
Cash flow from changes in working capital	**–3,938**	**–589**	**5,672**
Cash flow from operating activities	**–18,842**	**–22,287**	**–31,031**
Investing activities			
Investments in intangible assets	–14,036	–17,187	–29,500
Investments in property, plant and equipment	–123	–	–
Change of receivables from Group companies	–1,371	1,011	–1,041
Cash flow from investing activities	**–15,530**	**–16,177**	**–30,541**
Financing activities			
Exercised employee share options	–	–	34
Redeemed share option	–	17,091	17,091
Rights Issue	–	–	99,000
Convertible loans	–	22,000	22,000
Repayment of convertible loans	–	–	–22,000
Issue expenses	–	–1,232	–17,440
Change of liabilities, Group companies	123	–859	-770
Cash flow from financing activities	**123**	**37,000**	**97,915**
Cash and cash equivalents at beginning of period	66,070	29,731	29,731
Cash flow for the period	–34,249	–1,464	36,343
Exchange rate difference for cash equivalents	–	–13	–4
Cash and cash equivalents at end of period	**31,821**	**28,255**	**66,070**

Parent Company

Key Performance Indicators

	Jan–Jun 2026	Jan–Jun 2025	Full Year 2025
Profitability			
Operating income, SEK thousand	11,270	11,291	21,919
Operating loss, SEK thousand	–15,212	–20,672	–35,152
Net loss for the year, SEK thousand	–15,014	–21,848	–36,958
Return on equity, %	neg.	neg.	neg.
Capital structure			
Equity ratio, %	97	94	97
Personnel			
Average number of employees	29	32	31
Personnel costs, SEK thousand	–17,274	–18,297	–35,021

Definitions, see page 17.

Accounting principles and auditing

The Interim Management Statement has been prepared in accordance with the Swedish Annual Accounts Act and Swedish Accounting Standards Board standard BFNAR 2012:1 – Annual Reports and Consolidated Reports (K3). Please see the Company's Annual Report 2025 for more detailed principles.

Due to rounding, figures presented in this report might not in some cases add up to the total.

This Interim Management Statement has not been reviewed by the company's auditor.

Risks

The Company's activity mainly involves developing and commer cialising new technology. The Company's development is therefore associated with technical financial and regulatory risks. Risks and uncertainties are described in the Annual Report of 2025 which is available on the company's web site www.minesto.com. At the time of publication of this half year report, these have not changed significantly.

Future information

2026-10-29	Interim Management Statement 1 Jan–30 Sep 2026
2027-02-25	Year-End Report 2026
2027-03-11	Annual Report 2026
2027-05-20	Annual General Meeting 2027

Gothenburg on 20 August 2026

Martin Edlund
CEO

Definitions of Key Performance Indicators

Operating income
All income, including capitalised development work.

Operating result
Result after depreciation.

Net loss for the period
Result after tax.

Return on equity
Profit after tax in relation to equity.

Equity ratio
Equity in relation to total assets.

Earnings per share before dilution
Loss after tax in relation to the weighted average number of shares.

Earnings per share after full dilution
Loss after tax in relation to the weighted average number of shares plus potential shares.

Number of shares at the end of the period
Outstanding shares at the beginning of the period adjusted with newly issued shares during the period.

Number of shares at the end of the period after full dilution
Outstanding shares at the beginning of the period adjusted with newly issued shares during the period and outstanding options per balance sheet date converted to potential shares.

Average number of shares during the period before dilution
Weighted number of outstanding shares during the period adjusted by weighted number of newly issued shares during the period.

Average number of shares during the period after full dilution
Weighted number of outstanding shares during the period adjusted with weighted number of newly issued shares during the period and outstanding options per balance sheet date converted to weighted number of potential shares.

Average number of employees
Average number of employees during the period.

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