Loihde Plc

HALF-YEAR REPORT

1 January – 30 June 2026

17 July 2026

Loihde Plc Company announcement 17 July 2026 at 11:00 a.m. EEST

Loihde Plc Half-Year Report 1 January–30 June 2026

Adjusted EBITDA improved by 32% during the first half of the year and represented 8% of revenue

April–June 2026 in brief

- Loihde Group's revenue for the second quarter amounted to EUR 33.9 (35.2) million, a change of -4%
- Adjusted EBITDA was EUR 2.7 (2.6) million, or 8.1% (7.3%) of revenue, a change of 7%
- The Finnish Competition and Consumer Authority conditionally approved the BLC Turva acquisition, requiring the divestment of three local locking businesses prior to the completion of the transaction.

January–June 2026 in brief

- Loihde Group's revenue for January–June amounted to EUR 68.4 (70.5) million, a change of -3%
- Revenue by business area in January–June:
  - Security Solutions: EUR 38.0 (38.6) million, a change of -1%
  - Cyber, Cloud & Connect: EUR 15.4 (15.7) million, a change of -2%
  - Data, Digital & AI: EUR 14.9 (16.3) million, a change of -8%
- Adjusted EBITDA was EUR 5.4 (4.1) million, or 7.9% (5.8%) of revenue, a change of 32%
- Adjusted operating profit (EBIT) was EUR 1.4 (0.2) million, or 2.0% (0.2%) of revenue, a change of 676%
- Revenue from continuing services was EUR 20.4 (19.8) million, corresponding to 29.7% (28.0%) of total revenue. Growth of 3%. At the end of the period, the annualised contract backlog for continuous services amounted to EUR 39.3 (40.2) million, a change of -2%.

The figures in the half-year report are unaudited.

Outlook for 2026 (unchanged)

In 2026, Loihde expects the Group's revenue and adjusted EBITDA to grow or to be on par with the previous year.

In November 2025, Loihde signed an agreement on acquiring the entire share capital of BLC Turva Oy. The implementation of the conditions set for the acquisition by the Finnish Competition and Consumer Authority is still pending, and therefore it has not been taken into account in the financial guidance issued at this time. Loihde will update the guidance following the completion of the transaction.

Financial targets for the strategy period 2024–2027

Loihde Group aims to achieve an average annual revenue growth of approximately 10%, including potential acquisitions. The revenue target for the end of the strategy period, i.e. for 2027, is at least EUR 200 million.

In terms of profitability, the target is to achieve an adjusted EBITDA margin of 15% by the end of the strategy period.

The target return on investment (ROI) is 10% and net debt / EBITDA between 0–2x.

Key figures (IFRS)

EUR 1,000	1–6 2026	1–6 2025	Change %	1–12 2025
Revenue, EUR 1,000	68,447	70,481	-3%	144,370
- Security Solutions	37,977	38,552	-1%	82,858
- Cyber, Cloud & Connect	15,398	15,669	-2%	31,079
- Data, Digital & AI	14,941	16,309	-8%	30,384
- Other (incl. eliminations)[1]	131	-48	370%	49
EBITDA	4,688	3,120	50%	10,982
Adjusted EBITDA, EUR 1,000[1]	5,374	4,068	32%	12,472
Adjusted EBITDA, %	7.9%	5.8%		8.6%
EBITA, EUR 1,000	937	-437	315%	3,665
Adjusted EBITA, EUR 1,000[1]	1,623	511	217%	5,155
Adjusted EBITA, %	2.4%	0.7%		3.6%
Operating profit (EBIT), EUR 1,000	673	-773	187%	3,022
Adjusted operating profit (EBIT), EUR 1,000[1]	1,359	175	676%	4,512
Profit/loss for the period, EUR 1,000	281	-1,129	125%	2,338
Adjusted profit/loss for the period, EUR 1,000[1]	893	-371	341%	3,596
Equity-to-assets ratio, %	67.1%	65.7%		65.2%
Earnings per share (EPS), EUR, basic (undiluted)[2]	0.05	-0.20	125%	0.41
Earnings per share (EPS), EUR, diluted[2]	0.05	-0.20	125%	0.41
Return on investment (ROI), %, rolling 12 months	5.9%	-7.9%		3.6%
Adjusted return on investment (ROI), %[1], rolling 12 months	7.2%	3.5%		5.1%
Net debt/EBITDA, rolling 12 months	0.35	0.72		0.12
Net debt/adjusted EBITDA, rolling 12 months	0.32	0.62		0.10
Net debt without lease liabilities/EBITDA, rolling 12 months	-0.67	-0.71		-1.11
Net debt without lease liabilities/adjusted EBITDA, rolling 12 months	-0.61	-0.62		-0.98
Average number of employees	754	793	-5%	779

The figures in the table are figures for continuing operations.

[1] The adjusted EBITDA, the adjusted operating profit (EBIT), the adjusted profit for the period and the adjusted return on investment are calculated by excluding capital gains/losses arising from the disposal of properties, fixed asset shares and businesses, insurance and other compensations, writedowns and other adjustments from the respective reported figure.

[2] The parent company's treasury shares (0 shares on average in January–June 2026; 26,389 shares on average in January–June 2025; and 13,194 shares on average in January–December 2025) are excluded from the total number of shares.

CEO Samu Konttinen:

In April–June, Loihde's adjusted EBITDA was EUR 2.7 (2.6) million, corresponding to 8.1% (7.3%) of revenue. The year-on-year improvement was approximately 7%. As expected, revenue was slightly lower than in the comparison period and amounted to EUR 33.9 (35.2) million. The second quarter was largely in line with our expectations.

The strategic acquisition of BLC Turva is moving forward

The acquisition of BLC Turva Oy, which is Loihde's largest-ever acquisition, has been under consideration by the Finnish Competition and Consumer Authority (FCCA) since November. On 27 May 2026, the FCCA conditionally approved the acquisition.

The condition for approving the transaction is that, prior to the completion of the acquisition of BLC Turva, Loihde will divest its local locking business in the regions of South Karelia and South Savo, and BLC Turva will divest its local locking business in the region of Central Finland. The divestments are currently being prepared, and we expect them to be completed during the remainder of the year.

The conditions set by the FCCA have no essential impact on the planned cost synergies of the acquisition, which are targeted at over EUR 3 million, or the other value creation opportunities created by the transaction.

Significant wins in Security Solutions

In the Security Solutions business, the second quarter was a subdued period in terms of revenue, but the strong order book supports a positive outlook for the remainder of the year. Continuous services in the Security Solutions business continued to grow, but the project business fell short of the comparison period's level. During the quarter, we signed several important customer agreements, including a strategically important security solution delivery for a data centre. Dozens of data centres will be built in Finland over the coming years, and their security solution deliveries represent a significant growth opportunity for us.

Revenue from the Cyber, Cloud & Connect business increased slightly in April–June. Regarding continuing services, especially the sales of the Cyber Security Operations Centre (CSOC) has been positive, and we signed customer agreements concerning cyber security monitoring with customers including a critical infrastructure operator and a significant logistics company, for which we will deliver cyber security monitoring of production networks. With regard to the resale of network devices, the quarter under review was good and the outlook for the second half of the year is fairly positive.

IT consulting is still declining, but profitability is at a good level

In IT consulting, the market has remained difficult in terms of new customer acquisition, and revenue from this business area was lower than in the comparison period. The decrease in revenue has largely been attributable to subcontracting, while the billing rate of our in-house personnel has remained healthy. In spite of the decline in revenue, the profitability of IT consulting improved substantially year-on-year and was at a good level in the second quarter. Customer demand for the planning and implementation of AI-native operating models, for example, is growing. However, we estimate that the market on the whole will continue to be challenging through the remainder of the year.

The first half of the year went according to plan – the outlook is unchanged

In the first half of the year, Loihde's revenue was slightly lower than in the comparison period and amounted to EUR 68.4 (70.5) million. However, adjusted EBITDA improved by 32% year-on-year and came to EUR 5.4 (4.1) million, representing 7.9% (5.8%) of revenue.

Revenue from continuing services increased by 3% year-on-year to EUR 20.4 (19.8) million, corresponding to 29.7% (28.0%) of total revenue. At the end of June, the annualised contract backlog for continuous services amounted to EUR 39.3 (40.2) million, representing a change of -2%. The revenue and contract backlog of continuous services is affected by the phasing out at the turn of the year of a few services that were outside our core offering. Excluding the services that were phased out, revenue from continuing services would have increased by 7% and the annualised contract backlog would have grown by 2%.

Cash flow from operating activities improved clearly and amounted to EUR 5.1 (2.9) million.

The FCCA's review of the BLC Turva acquisition, along with the divestments required by the conditional approval, has been a resource-intensive project and has disrupted Loihde's day-to-day operations. The aim is to complete the required divestments during the remainder of the year and to start the BLC Turva integration project.

As a whole, the first half of the year went according to plan. We expect the second half of the year to be stronger than the first half in terms of both revenue and profitability.

Revenue and profit performance in April–June 2026

The Group's revenue was EUR 33.9 (35.2) million, a change of -4%.

The Group's EBITDA was EUR 2.4 (1.8) million, or 6.9% (5.1%) of revenue, and the adjusted EBITDA was EUR 2.7 (2.6) million, or 8.1% (7.3%) of revenue.

Revenue and profit performance in January–June 2026

In the first half of the year, the Group's revenue amounted to EUR 68.4 (70.5) million. Revenue decreased by 3% year-on-year.

Revenue from the Security Solutions business came to EUR 38.0 (38.6) million, a decrease of 1%. Revenue from the Cyber, Cloud & Connect business decreased by 2% and amounted to EUR 15.4 (15.7) million. Revenue from the Data, Digital & AI business was EUR 14.9 (16.3) million, a decrease of 8%.

EBITDA was EUR 4.7 (3.1) million, representing 6.8% (4.4%) of revenue. Adjusted EBITDA was EUR 5.4 (4.1) million, or 7.9% (5.8%) of revenue.

Operating profit (EBIT) was EUR 0.7 (-0.8) million, or 1.0% (-1.1%) of revenue, and adjusted operating profit (EBIT) was EUR 1.4 (0.2) million, or 2.0% (0.2%) of revenue.

Personnel expenses totalled EUR 32.3 (34.5) million, or 47.2% (48.9%) of revenue.

Other operating expenses amounted to EUR 7.2 (7.3) million, or 10.6% (10.3%) of revenue.

The Group's planned depreciation, amortisation and impairment totalled EUR 4.0 (3.9) million.

The Group's profit for the review period was EUR 0.3 (-1.1) million. Earnings per share (EPS) were EUR 0.05 (-0.20) (both basic and diluted).

Financial position, financing and investments

The Group's balance sheet total at the end of the review period was EUR 119.1 million (EUR 124.0 million). Goodwill on the balance sheet amounted to EUR 54.0 (54.0) million. The balance sheet total was reduced mainly by dividends paid.

The equity-to-assets ratio at the end of the review period was 67.1% (65.7%), and the Group's return on equity[1] was 4.6% (-9.8%). Return on investment (ROI)[1] was 5.9% (-7.9%) and adjusted return on investment[1] was 7.2% (3.5%).

Cash flow from operating activities amounted to EUR 5.1 (2.9) million.

The Group's investments totalled EUR 2.9 (3.8) million. The most significant investments during the review period were in right-of-use assets, which consisted of equipment used for continuous services.

Loihde Plc paid a dividend of EUR 1.00 per share for 2025 in accordance with the resolution of the Annual General Meeting (AGM). The dividend record date was 30 April 2026 and the payment date was 8 May 2026. The total amount of dividends was approximately EUR 5.8 million.

[1] Rolling 12 months. In the comparison period, return on equity and unadjusted return on investment were weakened by the impairment of goodwill in December 2024

Shares and shareholders

The number of shares outstanding from the parent company Loihde Plc was 5,786,318 at the end of the review period and 5,770,417 on average in January–June (5,740,197 at the end of June 2025 and 5,728,134 on average in January–June 2025). The figures take into account the shares subscribed under the Employee Share Savings Plan, issued on 24 June 2026. Each share entitles its holder to one vote at the AGM.

	30 June 2026	30 June 2025
Number of shares	5,786,318	5,740,197
Treasury shares held by the parent company	0	0
Treasury shares held by subsidiaries	400	400
Shares outstanding from the Group	5,785,918	5,739,797
Market value, EUR million	71.7	64.9
Number of shareholders	23,074	23,715
Number of nominee-registered shares	4,080	5,286

Overview of trading on Nasdaq First North Growth Market Helsinki 1 January–30 June 2026

	Number of shares exchanged	Total value, EUR	Highest, EUR	Lowest, EUR	Weighted average price, EUR	Latest, EUR
LOIHDE	364,073	4,809,316	15.80	11.10	13.21	12.40

The list of major shareholders is available on the company's website at loihde.com.

Share-based incentive schemes

During the review period, the company issued a total of 29,088 new shares in relation to share-based incentive schemes.

Bonus shares under the long-term incentive scheme (LTI) for the management and key personnel 2023–2025

In February, Loihde carried out a directed share issue without payment to pay the bonuses of the incentive scheme for management and key employees that began in 2022. A total of 7,432 shares were transferred in the share issue in accordance with the terms and conditions and performance criteria of the incentive scheme.

Savings shares under the Employee Share Savings Plan (ESSP) 2025

For savings shares subscriptions under the ESSP that began in 2025, the company issued 6,584 new shares in March and 6,129 new shares in June. The new shares were savings shares subscribed for with the savings accumulated by ESSP participants between 1 December 2025 and 30 May 2026.

Matching shares under the Employee Share Savings Plan (ESSP) 2023

In June, the company issued 8,665 new shares for the settlement of rewards under the Employee Share Savings Plan (ESSP) 2023. The shares were transferred free of charge to the participants in the share savings plan in accordance with its terms and conditions, as commitment-based matching shares.

Bonus shares under the share-based incentive scheme of the Board of Directors for the vesting period 2023–2025

Loihde Plc's Annual General Meeting on 28 April 2026 decided on a directed share issue to pay the commitment shares earned in the vesting period of the share-based incentive scheme for the Board of Directors that began on 5 May 2023 and ended on 31 December 2025. A total of 278 new shares were issued in the share issue.

Loihde Plc's share-based incentive schemes are described on the company's website at https://www.loihde.com/en/investors/governance/remuneration/.

Group structure and business areas

Loihde Plc is an expert organisation specialising in digital development and security solutions that enables business continuity for its customers.

The Group has three business units: Data, Digital & AI; Cyber, Cloud & Connect; and Security Solutions. The three business units form one reportable operating segment.

The legal structure of the Group does not fully reflect the operational business structure. Loihde Group consists of:

- the parent company Loihde Plc
- Loihde Advance Ltd
- Loihde Cloudon Ltd
- Loihde Trust Ltd
- Loihde Properties Ltd

Changes in Group structure

The Group has begun preparations for merging Loihde Cloudon Ltd into Loihde Trust Ltd. The merger is expected to take place on 31 August 2026.

Personnel, management and corporate governance

The Group's number of employees, converted into full-time equivalents (FTE), averaged 754 in the review period January–June 2026 (793 in January–June 2025) and stood at 754 (764) at the end of the review period. Potential part-time employment has also been taken into account in calculating the average number of employees.

As skilled and committed personnel is one of the key factors enabling Loihde's success, the company focuses on fostering positive corporate culture and employee satisfaction, sustainable modes of operation and continuous competence development. Job satisfaction is assessed by continuously collecting feedback through pulse surveys and discussions.

During the review period, the members of the Group's Leadership Team were Group CEO Samu Konttinen; EVP, Security Solutions Marko Järvinen; EVP, Data, Digital & AI Juha Meronen; EVP, Cyber, Cloud & Connect Jarno Mäki; CFO Pirjo Suhonen; CMO Jere Teutari; CPO Tuuli Stenbäck; and, starting from 2 January 2026, CTO Janne Pirttilahti.

The Board of Directors of Loihde Plc consisted of Marko Kauppi (Chair), Tuulia Kuoppamäki, Juha Murtopuro, Jari Niska, Anni Ronkainen, Christian Wetterstrand and, until 28 April 2026, Matti Vikkula.

General Meeting

Loihde Plc's Annual General Meeting (AGM) was held in Vaasa on 28 April 2026. The AGM confirmed the company's financial statements for the financial year 2025 and discharged the persons responsible for accounts and operations from liability.

The Annual General Meeting resolved to distribute a dividend of EUR 1.00 per share based on the profit for 2025. The dividend record date was 30 April 2026 and the payment date was 8 May 2026.

The AGM adopted the Remuneration Report for Governing Bodies 2025.

The AGM confirmed the number of Board members as six, and re-elected the current Board members Marko Kauppi, Tuulia Kuoppamäki, Juha Murtopuro, Jari Niska, Anni Ronkainen, and Christian Wetterstrand. Marko Kauppi was elected as Chair of the Board and Jari Niska as Vice-Chair.

The AGM decided that the Chair of the Board shall be paid an annual fee of EUR 60,000, the Vice-Chair an annual fee of EUR 41,500 and the members an annual fee of EUR 28,500. The AGM further decided that the Chair of a committee shall be paid an annual fee of EUR 7,300 and the members an annual fee of EUR 3,600. The AGM decided on a directed share issue without payment in order to pay to Juha Murtopuro and Anni Ronkainen the commitment shares earned in the vesting period of the share-based incentive scheme for the Board of Directors, which began on 5 May 2023 and ended on 31 December 2025. The total number of shares to be issued was 278 shares.

The audit firm Ernst & Young Oy was elected as the company's auditor, with Maria Onniselkä, an auditor approved by the Finnish Central Chamber of Commerce, as the auditor with principal responsibility.

The AGM authorised the Board of Directors to decide on a share buyback programme, in which at most 550,000 of the company's shares would be acquired, in one or more instalments, using the company's unrestricted equity. The authorisation entitles the Board of Directors to decide on the acquisition of shares also otherwise than in proportion to the shareholdings of the shareholders (directed acquisition). The authorisation is valid until the end of the next AGM, but until 30 June 2027 at the latest.

The AGM decided to authorise the Board of Directors to decide on the issuance of shares and the issuance of options and other special rights entitling to shares in one or more instalments. The number of shares to be issued based on the authorisation can be 580,000 at the most, of which a maximum of 200,000 shares as part of the company's incentive schemes. The shares can be used for financing acquisitions or restructuring, or for other purposes in the way and to the extent decided by the Board of Directors, and as part of the personnel's incentive schemes. Options and special rights entitling to shares can be issued as part of the company's incentive schemes.

Additionally, the AGM authorised the Board of Directors to decide on the issuance of a maximum of 644,000 shares for subscription to Savonlinnan BLC-Osuuskunta as consideration for shares in BLC Turva Oy. The share subscription price is EUR 11.69 per share, which is based on the share purchase agreement. The shares will be paid by transferring shares in BLC Turva Oy to the company as a contribution in kind.

The share issue authorisations are valid until the end of the next AGM, but until 30 June 2027 at the latest.

Significant legal matters

In December 2021, Loihde Trust Ltd won a public tender organised by Finnish Customs. During the delivery project, a disagreement arose between Loihde and Customs regarding the functionalities included in the agreement, and Customs terminated the delivery agreement in October 2023. In Loihde's view, the termination of the contract by Customs is unfounded, and on 21 March 2024, Loihde Trust Ltd brought legal action against Customs, claiming approximately EUR 1.9 million in damages from Customs. Customs has filed a counterclaim against Loihde Trust Ltd, in which they are seeking damages of approximately EUR 2.2 million from Loihde. Loihde considers the counterclaim to be unfounded and has not made any provisions in relation to it. The dispute is still pending.

Market review

For Loihde, uncertainty in the Finnish economy and a weakened willingness of companies to invest has been reflected in the IT consultancy business in particular. The security business is less affected by economic fluctuations, as there is no desire to compromise on security even in more difficult times. In addition, the uncertain geopolitical situation increases the awareness of and preparedness for cyber threats and other security threats. The slowdown in the construction sector has reduced the demand for locking solutions, which has increased price competition also in security technology solutions, where Loihde's strong market position is primarily based on expertise and quality of service.

Customer demand for the development of digital solutions remains high, and there is particularly strong interest in the utilisation of artificial intelligence. While AI offers tremendous opportunities for developing operations and improving their efficiency, it also presents challenges with regard to changing existing operating practices, and it requires the acquisition of new expertise. In addition to AI solutions delivered to customers, AI is changing the IT industry's work itself, such as programming, analytics and cyber security. The interest in AI is also reflected in data solutions, as high-quality data and data management are prerequisites for effective AI solutions.

However, in an uncertain market situation, the start of development projects may be postponed to a later date. At the same time, the oversupply of IT consultancy relative to demand has increased price competition. There is a wide variation between sectors, and demand for digital development has remained strong in sectors such as manufacturing, finance and energy. There is also variation between service areas. Therefore, we do not see this as a longer-term market change but believe that the positive digitalisation trend will continue.

With the growth of digitalisation, the secure development of systems and applications and comprehensive cyber security solutions are increasingly critical aspects of total security for companies. There is also an increased need for cyber security services since cybercrime is becoming increasingly professional and corporate IT environments are becoming increasingly complex, and this has increased the significance of, for example, identity and access management. Cyber security and secure network connections are also increasingly linked to the protection of the physical environment, including video surveillance, access control and locking solutions. According to our survey, almost every other company has merged its security organisation and is managing security as a whole.

The blurring of the boundary between the physical and digital worlds creates demand for companies like Loihde – companies that have the ability to help their customers not only develop new digital services and leverage data but also anticipate and solve the security threats related to these.

The cloud transformation, which involves organisations transitioning from using their own servers to using cloud or hybrid environments, has been under way for several years and continues to be strong. The benefits of cloud technologies, such as cost-efficiency, information security and scalability, are driving this major transition.

The competition for skilled employees has eased with the change in the IT market situation, but there is still competition for experienced professionals, particularly in certain service areas.

Strategy

Loihde's comprehensive portfolio of security, data, digitalisation and cloud technologies is well aligned with global market trends. As a result of the global situation and technological development, security in both the physical and cyber world has become an even more topical issue, and the use of data is growing rapidly, driven by, for example, efforts in artificial intelligence. Businesses are modernising their networks, and more and more companies are seeking the benefits of cloud technologies. Developing and deploying digital services is essential for all companies that want to remain competitive.

Around the customer needs related to these, Loihde has formed five complementary and interlinked service areas, which also serve as a basis for the company's business units:

1) Data & AI, 2) Digital Services, 3) Cyber Security, 4) Cloud & Connect, 5) Security Solutions

Each service area focuses on delivering in-depth expertise and an excellent customer experience. Together, they can deliver comprehensive service packages and act as a total security and digitalisation partner for customers. The common mission of everyone at Loihde is to enable the continuity of the customers' business.

During the strategy period 2024–2027, Loihde aims to grow faster than the market and achieve a significant improvement in profitability.

Loihde will focus in particular on continuous services. The aim is for continuous services to grow faster than Loihde’s other offering and represent 30% of revenue at the end of the strategy period.

To clarify the total offering, customer communication and employer brand, Loihde is now using a single, common Loihde brand, instead of the earlier network model with several sub-brands. Synergies will also be sought through jointly produced support functions.

Risks and uncertainties

Market uncertainty and the acceleration of inflation may reduce companies’ ability and willingness to make investments or lead to such investments being postponed. They may also have negative effects on customers' ability to pay. Increased costs may affect Loihde’s profitability. The uncertain global political situation has contributed to increasing the risk level through the aforementioned indirect effects, but it has also increased the need for cyber security services.

A significant portion of Loihde’s business consists of projects executed for customers. Mismatch problems in project resource allocation, failures in project pricing or execution or project delays may impair the company’s profitability. Unfavourable terms and conditions of customer or supplier agreements or disputes arising with regard to their content may have negative impacts on the company’s profit or may generate unexpected additional costs. Other customer-related risks include the loss of one or more key customers, a considerable decrease of purchases or customers’ financial problems.

Loihde is a service and expert company with business relying highly on skilled personnel. The company’s profit and the implementation of the company’s strategy may be impaired significantly if the company cannot recruit and retain skilled experts and continuously develop their competence according to the customer needs at each particular moment. In Loihde’s business areas, the competition for talent has eased due to the change in the market situation, but there is still competition for experienced experts in certain service areas in particular, which may lead to wage inflation and create pressure related to increases in personnel costs.

As a security sector company, Loihde is subject to high expectations regarding the security and continuity of its services. A data breach, a data protection violation or the realisation of another security risk in the company’s or a customer’s environment may have significant direct and indirect negative effects.

Loihde’s strategy also includes growth through acquisitions, and the company is currently preparing to complete its largest-ever acquisition. Failure in integrating companies and building synergy may complicate the attainment of Loihde’s strategic targets and decrease the commitment of the management and personnel of Group companies. Potential corporate acquisitions may also lead to unforeseen risks and hidden responsibilities, for which it has been impossible to make preparations.

Events after the review period

There have been no significant events after the end of the review period.

Financial calendar

In addition to the half-year-report and the financial statements release, Loihde publishes a more concise business report for the first and third quarters of the year.

- The business report for January–September 2026 will be published on Wednesday, 29 October 2026

Financial reports are published on the company's website at https://www.loihde.com/en/investors/reports-and-presentations

17 July 2026

Loihde Plc

Board of Directors

Webcast press conference

Loihde's CEO Samu Konttinen will present the results in a webcast today, 17 July 2026, at 14:00 EEST. The webcast will be live at https://loihde.events.inderes.com/q2-2026

The presentation and a recording of the webcast will later be available in Finnish on the company's website at https://www.loihde.com/en/investors/reports-and-presentations.

Further information

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Certified Adviser Aktia Alexander Corporate Finance Oy, tel. +358 50 520 4098

Loihde enables business continuity. We help our customers gain a sustainable competitive edge through data, AI and digitalisation, harness the potential of the cloud and protect themselves against both physical and cyber threats. The combining of these skills is what makes Loihde a unique and comprehensive partner. We are approximately 750 skilled professionals, and our revenue in 2025 amounted to EUR 144 million. loihde.com

TABLES

Accounting principles for the half-year report

The half-year report has been prepared in accordance with Finnish legislation and the information is presented to the extent required by the Nasdaq First North Growth Market Rulebook sections 4.4.6 and 4.4.7. Loihde Plc prepares its financial statements in accordance with IFRS, and the accounting principles followed in this half-year report are consistent with those followed in the 2025 consolidated financial statements. This half-year report is not an interim report in accordance with IAS 34. The figures presented have been rounded from the exact figures. The figures in the half-year report are unaudited.

Consolidated comprehensive income statement (IFRS)

EUR 1,000	1 Jan.– 30 June 2026	1 Jan.– 30 June 2025	1 Jan.– 31 Dec. 2025
CONTINUING OPERATIONS			
REVENUE	68,447	70,481	144,370
Other operating income	45	103	182
Production for own use	53	37	89
Use of materials and services	-24,306	-25,767	-54,338
Employee benefit expenses	-32,304	-34,460	-65,019
Depreciation, amortisation and impairment	-4,015	-3,893	-7,960
Other operating expenses	-7,247	-7,274	-14,303
OPERATING PROFIT (EBIT)	**673**	**-773**	**3,022**
Finance income and expenses			
Interest and finance income	1,037	233	529
Interest and finance expenses	-993	-376	-584
Total finance income and expenses	**44**	**-142**	**-55**
PROFIT/LOSS BEFORE TAXES	**717**	**-916**	**2,967**
Income taxes	-436	-213	-629
Profit/loss from continuing operations	**281**	**-1,129**	**2,338**
PROFIT/LOSS FOR THE PERIOD	**281**	**-1,129**	**2,338**

	1 Jan.– 30 June 2026	1 Jan.– 30 June 2025	1 Jan.– 31 Dec. 2025
Other comprehensive income: Items not subsequently reclassified to profit or loss			
Rev of defined benefit	0	0	6
	0	**0**	**6**
Items that may be reclassified subsequently to profit or loss			
Translation differences from foreign units	0	0	0
	0	0	**0**
Other comprehensive income	**0**	**0**	**6**
TOTAL COMPREHENSIVE INCOME	**281**	**-1,129**	**2,344**
Profit/loss attributable to:			
Owners of the parent company	281	-1,129	2,338
	281	**-1,129**	**2,338**
Total comprehensive income attributable to:			
Owners of the parent company	281	-1,129	2,344
	281	**-1,129**	**2,344**
Earnings per share, EUR			
Earnings per share, basic (undiluted)	0.05	-0.20	0.41
Earnings per share, diluted	0.05	-0.20	0.41

Consolidated balance sheet (IFRS)

EUR 1,000	30 June 2026	30 June 2025	31 Dec. 2025
ASSETS			
NON-CURRENT ASSETS			
Tangible property, plant and equipment	4,414	4,870	4,849
Investment properties	2,883	2,897	2,791
Right-of-use assets	12,152	12,827	12,784
Goodwill	53,970	53,970	53,970
Intangible assets	728	1,124	907
Other financial assets	17	17	17
Receivables	226	130	226
Deferred tax assets	1,331	1,378	1,333
NON-CURRENT ASSETS	**75,722**	**77,213**	**76,879**
CURRENT ASSETS			
Inventories	12,465	13,426	12,500
Trade and other receivables	13,516	14,682	19,464
Assets based on customer contracts	5,424	7,255	5,030
Prepayments and accrued income	3,455	4,387	4,095
Current tax assets	60	336	280
Financial assets at fair value through profit or loss	49	4,269	4,604
Cash and cash equivalents	8,359	2,445	7,572
CURRENT ASSETS	**43,329**	**46,800**	**53,546**
ASSETS	**119,052**	**124,013**	**130,425**

	30 June 2026	30 June 2025	31 Dec. 2025
EQUITY AND LIABILITIES			
Owners of the parent company			
Share capital	1,504	1,504	1,504
Reserve fund	8,132	8,132	8,132
Reserve for invested unrestricted equity	49,958	49,634	49,798
Retained earnings	20,272	22,090	25,571
Owners of the parent company	**79,867**	**81,361**	**85,006**
EQUITY	**79,867**	**81,361**	**85,006**
NON-CURRENT LIABILITIES			
Lease liabilities	7,351	8,143	7,990
Liabilities from customer contracts	102	35	145
Pension liabilities	0	14	0
Deferred tax liability	103	380	343
NON-CURRENT LIABILITIES	**7,555**	**8,573**	**8,478**
CURRENT LIABILITIES			
Lease liabilities	5,492	5,329	5,452
Trade and other payables	9,315	10,282	11,824
Liabilities from customer contracts	4,077	5,363	6,315
Current tax liabilities	607	101	341
Accrued expenses and deferred income	12,139	13,005	13,008
CURRENT LIABILITIES	**31,630**	**34,079**	**36,941**
LIABILITIES	**39,185**	**42,652**	**45,419**
EQUITY AND LIABILITIES	**119,052**	**124,013**	**130,425**

Consolidated cash flow statement (IFRS)

EUR 1,000	1 Jan.–30 June 2026	1 Jan.–30 June 2025	1 Jan.–31 Dec. 2025
Cash flow from operating activities			
PROFIT/LOSS FOR THE PERIOD	**281**	**-1,129**	**2,338**
Adjustments:			
Depreciation	4,015	3,893	7,960
Unrealised changes in value and exchange gains and losses	715	77	-235
Capital gains or losses from tangible and intangible assets and companies	0	-11	-16
Finance income and expenses	-759	66	290
Income taxes	436	213	629
Other adjustments*	190	122	131
Total adjustments	**4,599**	**4,360**	**8,759**
Change in working capital			
Change in inventories	35	694	1,620
Increase/decrease in current non-interest-bearing receivables	6,196	1,109	-1,614
Increase/decrease in current non-interest-bearing liabilities	-5,669	-1,356	1,355
Change in provisions	0	0	-7
Total change in working capital	**562**	**447**	**1,354**
Interest and other financial items paid	-251	-269	-529
Interest and other financial items received	124	69	102
Dividends received	3	6	13
Other financial items	-19	-19	-42
Taxes paid	-192	-536	-394
Cash flow from operating activities	**5,107**	**2,929**	**11,601**

	1 Jan.–30 June 2026	1 Jan.–30 June 2025	1 Jan.–31 Dec. 2025
Cash flow from investing activities			
Investments in tangible and intangible assets	-494	-784	-1,505
Proceeds from sale of tangible and intangible assets	0	11	16
Proceeds from sale of other investments	4,742	-100	-105
Cash flow from investing activities	**4,249**	**-873**	**-1,593**
Cash flow from financing activities			
Share issue against payment	169	184	350
Repurchase of shares	0	-257	-257
Repayments of lease liabilities	-2,967	-2,722	-5,712
Dividends paid	-5,771	-4,296	-4,296
Cash flow from financing activities	**-8,568**	**-7,091**	**-9,915**
Change in cash and cash equivalents	**787**	**-5,034**	**93**
Cash and cash equivalents, opening balance	7,572	7,479	7,479
Change in cash and cash equivalents	787	-5,034	93
Foreign exchange differences on cash and cash equivalents	0	0	0
Impact of currency exchange rate changes	0	0	0
Cash and cash equivalents	8,359	2,445	7,572

*) Other adjustments include share bonus periodisation and acquisition cost adjustments

to cash flow from investing activities

Consolidated statement of changes in equity (IFRS)

EUR 1,000	Share capital	Reserve for invested unrestricted equity	Reserve funds	Translation differences	Retained earnings	Retained earnings (loss)	Total	Total equity
EQUITY 1 JAN. 2026	1,504	49,798	8,132	0	25,571	25,571	85,006	85,006
Adjusted equity	**1,504**	**49,798**	**8,132**	**0**	**25,571**	**25,571**	**85,006**	**85,006**
Comprehensive income								
Profit/loss for the period	-	-	-	-	281	281	281	281
Other comprehensive income:								
TOTAL COMPREHENSIVE INCOME	**-**	**-**	**-**	**0**	**281**	**281**	**281**	**281**
Transactions with owners								
Distribution of dividends, distribution of assets	-	-	-	-	-5,771	-5,771	-5,771	-5,771
Share-based payments	-	-	-	-	190	190	190	190
Share issue	-	160	-	-	-	-	160	160
Other changes	-	-	-	-	0	0	0	0
Total transactions with owners	-	160	-	-	-5,580	-5,580	-5,420	-5,420
TOTAL EQUITY 30 JUNE 2026	**1,504**	**49,958**	**8,132**	**0**	**20,272**	**20,272**	**79,867**	**79,867**

EUR 1,000	Share capital	Reserve for invested unrestricted equity	Reserve funds	Translation differences	Retained earnings	Retained earnings (loss)	Total	Total equity
EQUITY 1 JAN. 2025	1,504	49,689	8,132	0	27,393	27,393	86,719	86,719
Adjusted equity	1,504	49,689	8,132	0	27,393	27,393	86,719	86,719
Comprehensive income								
Profit/loss for the period	-	-	-	-	-1,129	-1,129	-1,129	-1,129
Other comprehensive income:								
TOTAL COMPREHENSIVE INCOME	-	-	-	0	-1,129	-1,129	-1,129	-1,129
Transactions with owners								
Distribution of dividends, distribution of assets	-	-	-	-	-4,299	-4,299	-4,299	-4,299
Repurchase of shares	-	-257	-	-	-	0	-257	-257
Share-based payments	-	-	-	-	122	122	122	122
Share issue	-	202	-	-	-0	-	202	202
Other changes	-	-	-	-	2	2	2	2
Total transactions with owners	-	-55	-	0	-4,174	-4,174	-4,229	-4,229
TOTAL EQUITY 30 JUNE 2025	**1,504**	**49,634**	**8,132**	**0**	22,090	22,090	**81,361**	**81,361**

	Share capital	Reserve for invested unrestricted equity	Reserve funds	Translation differences	Retained earnings	Retained earnings (loss)	Total	Total equity
EQUITY 1 JAN. 2025	1,504	49,689	8,132	0	27,393	27,393	86,719	86,719
Adjusted equity	1,504	49,689	8,132	0	27,393	27,393	86,719	86,719
Comprehensive income								
Profit/loss for the period	-	-	-	-	2,338	2,338	2,338	2,338
Other comprehensive income: Value remeasurements of defined benefit plans	-	-	-		6	6	6	6
TOTAL COMPREHENSIVE INCOME	-	-	-	0	2,344	2,344	2,344	2,344
Transactions with owners								
Distribution of dividends, distribution of assets	-	-	-	-	-4,299	-4,299	-4,299	-4,299
Repurchase of shares	-	-257	-	-		-	-257	-257
Share-based payments	-		-	-	131	131	131	131
Share issue	-	366	-	-		-	366	366
Other changes					2	2	2	2
Total transactions with owners	-	109	-	-	-4,166	-4,166	-4,057	-4,057
TOTAL EQUITY 31 DEC. 2025	1,504	49,798	8,132	0	25,571	25,571	85,006	85,006

Consolidated commitments, guarantees and contingent liabilities (IFRS)

Contingent liabilities - Accounting policies

A contingent liability is a possible obligation resulting from previous events, the existence of which will only be ascertained once an uncertain event that is beyond the Group's control materialises. An existing obligation that is unlikely to require the fulfilment of a payment obligation or the amount of which cannot be reliably determined is also deemed to constitute a contingent liability. The contingent liability is presented in the notes to the financial statements.

Commitments, guarantees and contingent liabilities

EUR 1,000	30 June 2026	30 June 2025	31 Dec. 2025
Business mortgages	7,084	7,084	7,084
Lease guarantees	318	319	318
Performance and warranty guarantees, drawn	1,056	1,298	1,112
Bank guarantees	612	612	0
Other commitments	40	71	46
Total	**9,111**	**9,385**	**8,561**

EUR 1,000	30 June 2026	30 June 2025	31 Dec. 2025
VAT return obligation for real estate investments	133	98	99
TOTAL GUARANTEES AND CONTINGENT LIABILITIES	**9,245**	**9,482**	**8,660**

The parent company of Loihde Group has provided guarantees for performance and warranty guarantees provided by Group companies and as collateral for a bank guarantee.

Loihde Group has a contingent liability of EUR 510,000 to the city of Vaasa relating to a land use agreement, for which the Group has applied for a bank guarantee of EUR 612,000 as collateral. The fulfilment of the commitment is conditional on the town plan related to the land use agreement being approved and the building permit obtaining legal validity.

Calculation formulas

Annualised contract backlog for continuous services (ARR)
The contract value of continuous services in the last month of the period x 12

EBITDA:
Operating profit + depreciation, amortisation and impairment

EBITA
Operating profit + depreciation, amortisation and impairment of intangible assets

Adjustments:
The adjusted EBITDA, the adjusted operating profit (EBIT), adjusted EBITA and the adjusted profit for the period are calculated by excluding capital gains/losses arising from the disposal of properties, fixed asset shares and businesses, insurance and other compensations, writedowns and other adjustment items significantly affecting comparability from the respective reported figure.

Return on equity, % (ROE):
Profit/loss before appropriations - income taxes from actual operations x 100
Equity (average) + minority interest (average)

The divisor used is the average of the value at the beginning and end of the period

Return on investment, % (ROI)
Net result + taxes + finance expenses x 100
Equity (average) + interest-bearing liabilities

The divisor used is the average of the value at the beginning and end of the period

Equity-to-assets ratio:
Equity + minority interest x 100
Balance sheet total - advances received

The values on the balance sheet date are used in the divisor and the dividend.

Investments:
Capital expenditure for the period; divestment of assets not excluded.

Net debt/EBITDA:
Non-current and current interest-bearing liabilities + non-current and current lease liabilities – interest-bearing receivables – other financial assets – cash and cash equivalent x 100
EBITDA 12 months

Reconciliation calculations for alternative performance measures

Loihde Plc discloses alternative performance measures to provide a better picture of the operational development of business operations and to improve comparability between reporting periods. The alternative performance measures used by Loihde Plc are EBITDA, adjusted EBITDA, adjusted EBITA, adjusted EBIT, adjusted operating profit (EBIT) and adjusted profit for the period.

Alternative performance measures published quarterly

EBITDA AND ADJUSTED EBITDA

EUR 1,000	4–6 2026	4–6 2025	1–6 2026	1–6 2025	1–12 2025
Operating profit (EBIT)	339	-169	673	-773	3,022
Depreciation, amortisation and impairment	2,012	1,970	4,015	3,893	7,960
EBITDA	**2,351**	**1,801**	**4,688**	**3,120**	**10,982**
Restructuring expenses	97	642	314	795	1,053
Other non-recurring operating expenses	286	119	371	154	437
ADJUSTED EBITDA	**2,733**	**2,561**	**5,374**	**4,068**	**12,472**

Alternative performance measures published twice a year

ADJUSTED EBITA

EUR 1,000	1–6 2026	1–6 2025	1–12 2025
Operating profit (EBIT)	673	-773	3,022
Amortisation and impairment of tangible assets	264	336	643
EBITA	937	-437	3,665
Restructuring expenses	314	795	1,053
Other non-recurring operating expenses	371	154	437
ADJUSTED EBITA	**1,623**	**511**	**5,155**

ADJUSTED OPERATING PROFIT (EBIT)

EUR 1,000	1–6 2026	1–6 2025	1–12 2025
Operating profit (EBIT)	673	-773	3,022
Impairment of goodwill			0
Restructuring expenses	314	795	1,053
Other non-recurring operating expenses	371	154	437
ADJUSTED OPERATING PROFIT (EBIT)	**1,359**	**175**	**4,512**

ADJUSTED PROFIT/LOSS FOR THE PERIOD

EUR 1,000	1–6 2026	1–6 2025	1–12 2025
Profit/loss for the period	281	-1,129	2,338
Restructuring expenses	314	795	1,053
Other non-recurring operating expenses	371	154	437
Tax effects of adjustment items	-74	-190	-232
ADJUSTED PROFIT/LOSS FOR THE PERIOD	**893**	**-371**	**3,596**