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Quarterly report Q2 2026

30. june 2026

Q2

From the CEO

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Administrerende direktør
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The second quarter marks the beginning of the main season for the Baneservice Group. In Norway, the year to date has been characterised by reduced market activity in the market and a lower volume of projects available for execution.

The second quarter was also marked by the addition of two new companies to the Group: Elektrosignal Infra in Sweden and the Finnish company Ratatek. We are very pleased to welcome both companies to the Group.

Work has commenced to identify opportunities for commercial and operational synergies across the Nordic region. As outlined in the Q1 2026- report, the acquisitions strengthen the Group's geographical footprint, broaden its market base and create new opportunities for further development and efficient operations.

Project execution during the quarter was generally in line with expectations. However, market conditions for railway contractors have weakened. In particular, the volume of small and medium-sized projects scheduled for delivery this year has declined. As a result, our expectations for full-year revenue and earnings have been reduced.

Order intake remained positive during the quarter, where a significant share of the increase reflects the inclusion of the new companies. Despite the current market situation in Norway, the long-term market outlook for the Group is still considered favourable.

Safety remains Baneservice's highest priority. Unfortunately, we experienced a lost-time injury during this period. We will continue our effort and focus on preventive measures and strengthen their implementation across our operations in the Nordic region.

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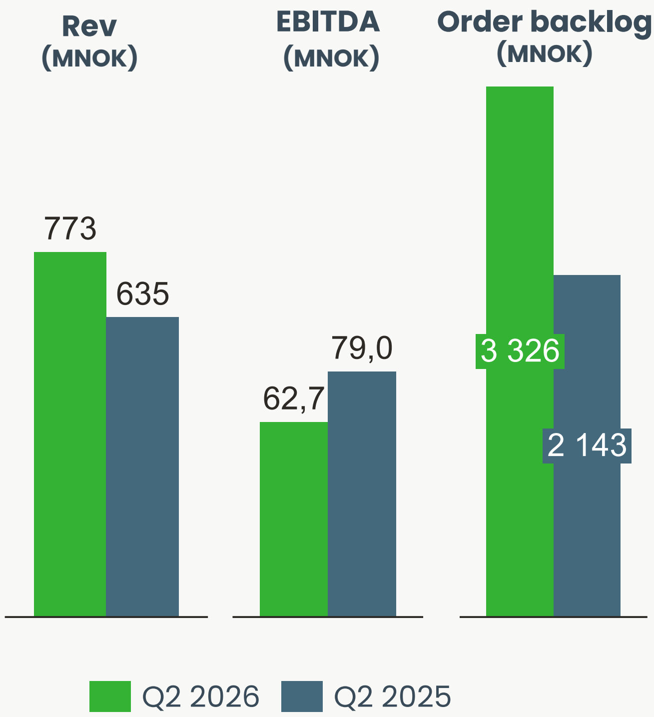
Highlights

- Unless otherwise stated, the financial information for the Baneservice Group includes Elektrosignal Infra and Ratatek. No comparable figures have been prepared for the previous year. Consequently, comparisons with prior periods are based on the Group in place before the acquisition 31.03.2026.
- EBITDA in the second quarter amounted to NOK 62.7 million, lower than the same quarter last year. The weaker Norwegian market have affected the Group's financial performance.
- Revenue from the Norwegian operations was NOK 631.8 million in Q2-26, while EBITDA was NOK 56.8 million in the same period.
- The order backlog for Q2-26 includes the acquired companies in Swe/Fin. The order backlog excluding these (Norwegian operations only) amounts to NOK 2.114 million.
- Cash flow for the quarter was negative as a result of a negative result before tax.



Revenue	•	**772,9 MNOK**
EBITDA	•	**62,7 MNOK**
EBT	•	**10,1 MNOK**
Order backlog	•	**3 326 MNOK**
Cash flow*	•	**-241 MNOK**

* Change in operational cash flow

Performance influenced by weak market conditions in Norway

- Group revenue in the second quarter increased year-on-year due to the inclusion of acquired companies. The Norwegian part of the Group had revenue marginally below last year's level. The Norwegian market has been weak also in the second quarter.
- EBITDA for the Group is therefore also lower than last year. Payroll costs have increased as a result of general wage growth and somewhat higher staffing levels in certain functions.
- Depreciation is increasing, primarily as a result of depreciation of right-of-use assets.

In MNOK	**Q2 2026**	**Q2 2025**	**YTD 26**	**YTD 25**
Revenue		635,4	1180,2	1049,9
EBITDA	62,7	79,0	26,8	54,4
EBITDA margin	*8,1 %*	*12,4 %*	*2,3 %*	*5,2 %*
EBITA	20,0	48,7	-49,1	-4,4
EBITA margin	*2,6 %*	*7,7 %*	*-4,2 %*	*-0,4 %*
EBIT	20,0	48,7	-49,1	-4,4
EBIT margin	*2,6 %*	*7,7 %*	*-3,7 %*	*-0,4 %*
EBT	10,1	41,4	-66,2	-15,9
EBT margin	*1,3 %*	*6,5 %*	*-5,6 %*	*-1,5 %*
Net profit	10,1	32,3	-66,2	-15,9
Net profit margin	*1,3 %*	*5,1 %*	*-4,4 %*	*-1,5 %*
EPS	128,1	404,0	-788,8	- 198,3

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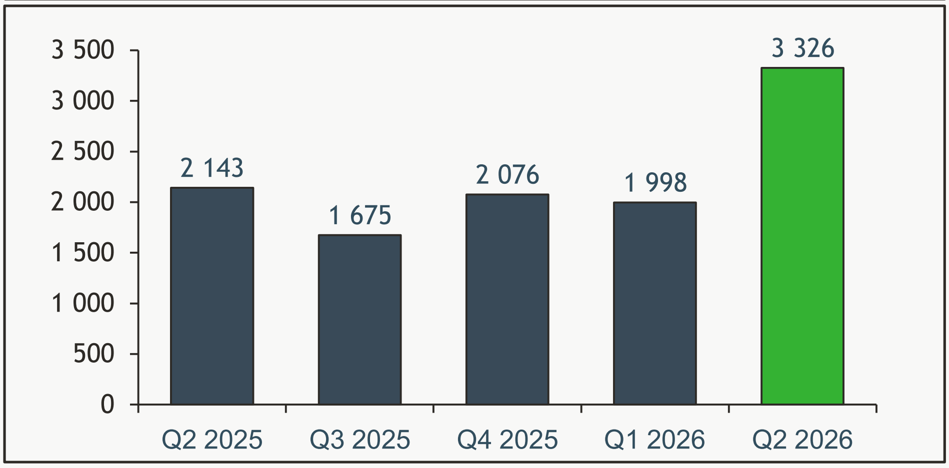
Order backlog and market outlook

- The Group's order backlog increased significantly during the second quarter, primarily due to the inclusion of Elektrosignal Infra's substantial order backlog. The combined order backlog has a long-term delivery profile.
- The order backlog for the Norwegian part of the Group is NOK 2.114 million as of 30.06.2026.
- During the second quarter, Baneservice was awarded the 'KTT04 Stasjonstiltak Trondheim'-contract, in addition to several medium-sized contracts..
- The pipeline of potential new projects remains satisfactory. However, market conditions for projects scheduled for execution in the current year remain challenging. Competition is perceived as strong and increasing.

Order backlog by quarter



- There continues to be broad political consensus on the need to prioritize railway renewal and maintenance. Baneservice therefore expects funding for these activities to increase over time.
- The Group's long-term outlook for the railway maintenance and construction market remains positive and unchanged.

Balance sheet

- The Group's balance sheet is now fully consolidated.
- The increase in intangible assets is due to goodwill in acquired companies.
- The increase in right-of-use assets is due to the inclusion of the new companies, but also new lease agreements in the Norwegian part of the Group.
- The increase in property, plant and equipment is due to payments on previously contracted machinery.

All figures in NOK million	30.06.2026	31.12.2025
Assets:		
Intangible assets	509	396
Right-of-use assets	446	349
Property, plant and equipment	458	374
Non-current financial assets	21	3
Total non-current assets	1433	1122
Current assets		
Inventories	91	79
Trade receivables	475	554
Accrued income	279	0
Other receivables	76	52
Total receivables	831	606
Cash and bank	81	5
Total current assets	1003	690
Total assets	2436	1812
Liabilities and equity:		
Equity	492	507
Provisions for liabilities	138	132
Non-current liabilities	814	539
Current liabilities	1064	633
Total liabilities	2015	1305
Profit for the period	-72	88
Total equity and liabilities	2436	1812

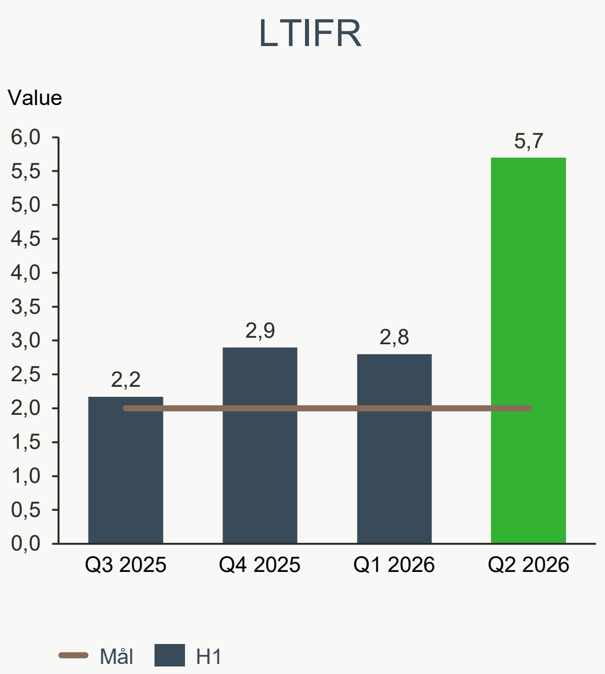
Sustainability

Health, Safety and Environment

Health, Safety and Environment (HSE) is fundamental to how Baneservice plans and carries out its operations. Safety is our highest priority, and we are committed to providing a safe and secure working environment. Our objective is that everyone working for Baneservice returns home safely and unharmed every day.

Baneservice recorded one lost- time injury (LTI) during the second quarter. The increase in LTIFR is related to incidents in Ratatek. Measure haven been taken to improve HSE work in the company.

Follow-up, investigation and prevention of incidents remain key priorities across the organisation. Work has also commenced to align ambitions, KPIs and practices across the Group.

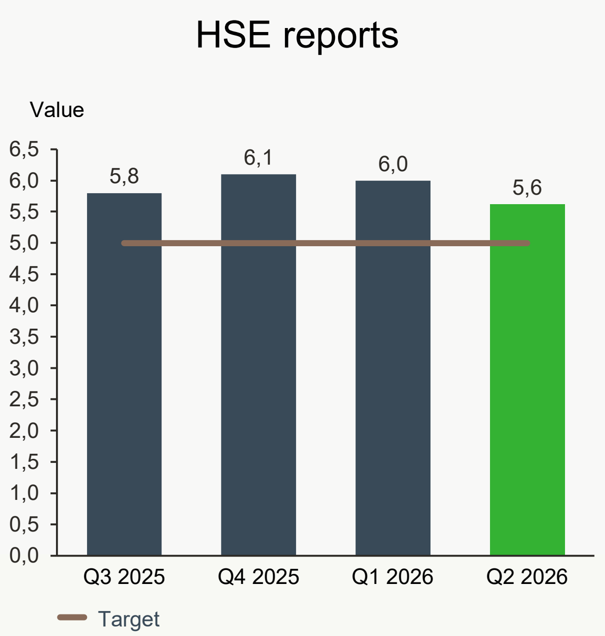


LTIFR-R12. *Number of recordable work-related injuries resulting in absence from work per million hours worked.*

To safeguard the health and safety of our employees, and to support learning and continuous improvement, Baneservice maintains close follow-up of all reported incidents..

The KPI for incident processing time supports timely follow-up and improves the quality of feedback provided to employees and managers.

The figure on the right shows the number of reported incidents per person and confirms that reporting continues at a high level. Baneservice reached its target for the second quarter.



HSE reporting R12 – includes incidents, near misses, hazardous conditions, observations, injuries, environmental events, improvement actions. Number of registrations per employee Measured for Baneservice AS only

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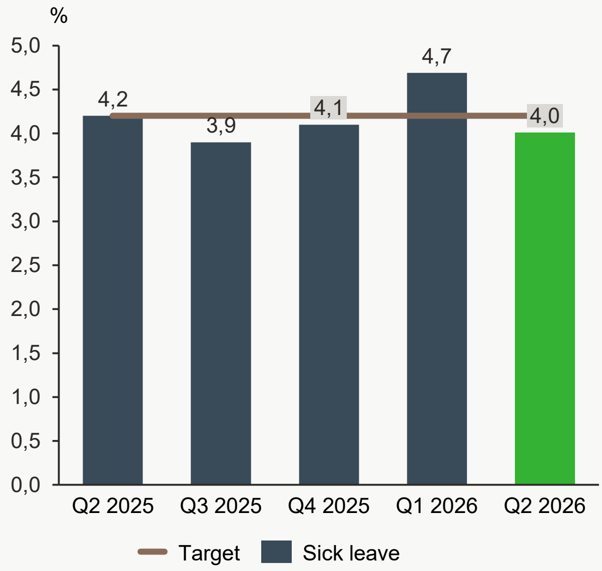
Monitoring and follow-up of sick leave form an important part of Baneservice's health and working environment efforts, with the aim of preventing work-related injuries and illness.

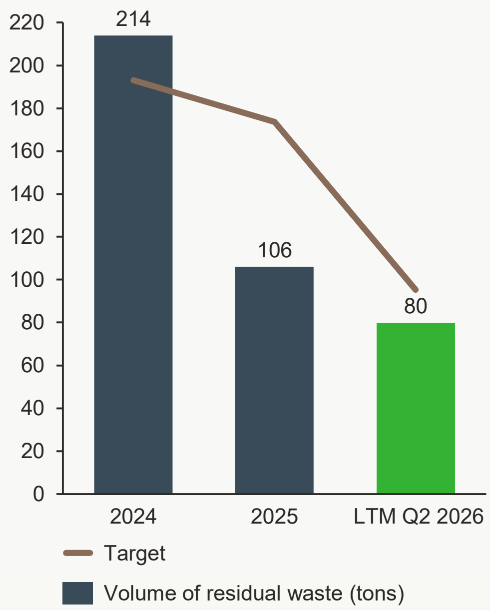
- The Group's target for sick leave in 2026 is set at 4.2%, which is low compared to comparable companies.
- At the end of the second quarter, the Group's sick leave rate slightly below the corresponding period last year, and below the target for the year.

Sick leave



Environment

Volume of residual waste*



* Measured only for Baneservice AS

Baneservice aims to reduce its greenhouse gas emissions by >50% by 2030. To support this ambition, the Group has launched a renewal and electrification program for its machinery and vehicle fleet.

Waste sorting: In 2026, Baneservice has again set a target to reduce the residual waste volume by 10% from the result achieved the previous year. This follows a significant reduction in 2025. The 2026 figures in the table are on a rolling 12-month basis and show a decrease from 2025 and that the reduction target for the year is reached.

No significant environmental incidents occurred during the quarter.

Segment-information

Q2 2026

Railway contracting

The Contracting Services segment comprises the Rail Infrastructure Projects, Railway Engineering and Machines divisions, as well as the RailCom subsidiary.

Activity increased during the second quarter and was broadly in line with the corresponding period last year. The projects with the highest level of activity in the second quarter of 2026 where KL/AT Nesbyen–Haugastøl, KTT06 Stjørdal stasjon, the preparatory works for ERTMS on Sørlandsbanen Vest and Stor-Oslo track renewal-project.

- Results for the segment were weaker than the corresponding period last year.
    - This was primarily due to cost growth and a change in the project mix in the overall portfolio compared with the corresponding quarter last year.
    - Overall, projects at Baneservice continue to deliver good quality, both the large and the smaller projects. There have been no significant project write-downs in the period.

MNOK	**Q2 26**	**Q2 25**	**Var.**
Revenue	558,2	560,0	-1,8
EBITDA	44,2	65,8	-21,6
EBITDA in %	*7,9 %*	*11,7 %*	
Profit bef. tax	5,0	32,2	-27,2
Profit bef. tax%	*0,9 %*	*5,7 %*	

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Other businesses

Segment information for Other Operations includes the Product & development division and the subsidiary PowerOn.

- Revenue in the quarter is marginally down compared with last year
  - PowerOn reported a modest decline in revenue, while both the Electrical System Workshop and Engineering Services recorded growth.
- Margins remained at a satisfactory level in the quarter.
  - The changes in margin are due to the revenue composition within the segment, and within each of the business areas in the segment.

MNOK	**Q2 26**	**Q2 25**	**Var.**
Revenue	73,6	75,4	-1,8
EBITDA	12,6	13,2	-0,6
EBITDA in %	*17,1 %*	*17,6 %*	
Profit bef. tax	8,2	9,3	-1,1
Profit bef. tax%	*11,1 %*	*12,3 %*	

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Businesses outside Norway

The segment Businesses outside Norway includes Elektrosignal Infra AB, ESI Konsult AB og Ratatek OY

- Elektrosignal Infra is a Stockholm-based company specialising in electrical works, including catenary, signalling and telecom, primarily aimed at the tramway and metro sector, but also railways
- Ratatek OY is a Finnish railway contractor with expertise in track work and catenary. The company has a significant volume of orders in Sweden.
- ESI Konsult is a relatively small company that provides engineering services to the tramway, metro and railway market, and has its head office in Stockholm.

MNOK	**Q2 26**
Revenue	141,1
EBITDA	5,9
EBITDA in %	*4,2 %*
Profit bef. tax	-3,1
Profit bef. tax%	*-2,2 %*

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