HALF-YEAR 2026 · INTERIM MANAGEMENT REPORT

Half-Year Report 2026

swissnet AG, Berg TG

Report of the Board of Directors
for the half-year from 1 January to 30 June 2026

swissnet AG · Andhauserstrasse 62 · 8572 Berg TG · Switzerland
ISIN CH0451123589 · WKN A2QN5W · Ticker MLBMD · Frankfurt Stock Exchange, Scale segment

SWISSNET GROUP · HALF-YEAR REPORT 2026

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This Half-Year Report (interim management report) supplements the condensed consolidated interim financial statements of swissnet AG for the period from 1 January to 30 June 2026, prepared in accordance with IAS 34 Interim Financial Reporting. The interim financial statements have not been audited or reviewed by the statutory auditor. Unless otherwise stated, all amounts are in Swiss francs (CHF).

01 Letter to Shareholders

Chairman of the Board of Directors and CEO on the first half of 2026

Dear Shareholders

For the swissnet Group, the first half of 2026 was a half-year of consolidation and internal restructuring. After two years of strong growth through acquisitions, we used the first full year after the 2025 acquisitions to integrate our companies, clean up legacy structures and processes, reduce our cost base and lay the foundations for successful, profitable growth.

The Group generated net revenue of CHF 9.3 million (H1 2025: CHF 11.3 million). On our new, leaner cost base, adjusted EBITDA for the first half amounted to around CHF 0.7 million (pro forma): the personnel measures taken in 2026 alone reduce our annual personnel costs by around CHF 0.8 million, but as most of the positions were given notice in the first half and only left the Group in the second half, these savings do not yet show in the reported figures. Reported adjusted EBITDA amounted to CHF 0.4 million (H1 2025: CHF 2.3 million) and EBITDA to a positive CHF 0.1 million. Revenue was below the first half of 2025 mainly because large infrastructure projects and rollouts were delayed from 2025 into the second half of 2026. The stronger Swiss franc reduced the translated value of our euro revenues.

Compared with the second half of 2025, the development is clearly positive: at broadly similar revenue, the gross margin rose from 52.8 to 61.8 percent, EBITDA improved from CHF −0.8 million to CHF +0.1 million and the net result from CHF −7.3 million to CHF −3.3 million. The comparison with the first half of 2025 is affected above all by the full amortisation of the intangible assets acquired in 2025, which was not yet recognised in this form in the first half of 2025, and by the one-off costs of the restructuring and of the delayed annual closing 2025.

Our core business in the DACH region remains robust. It rests on a broad base of several thousand business customers and recurring revenue from SaaS subscriptions and hotspot operations. In the first half, our companies won new reference customers in hospitality, fitness, healthcare and the public sector – among them EVO Fitness and the centralisation of the IT infrastructure of the Baden-Württemberg state administration.

In the Middle East, our infrastructure business swissnet MENA grew slightly and has a solid order book. Lokalee, by contrast, fell well short of our expectations: the conflict in the region made hotel customers hold back on new investments, and Lokalee's revenue and EBITDA were clearly below budget, which weighed on the Group's overall result.

We used the half-year to restructure the Group internally and to put it on a clean, simple and leaner footing:

- T2 Vertrieb GmbH and Kadsoft Computer GmbH have been merged into swissnet ICT GmbH (Kadsoft with effect from 1 January 2026); our German infrastructure business is now concentrated in FREDERIX and swissnet ICT.
- Microsoft Dynamics 365 Business Central went live at FREDERIX and swissnet ICT on 1 January 2026; the other companies follow, so that from 2027 the entire Group works with uniform tools, processes and systems.
- We took costs out across the Group: eleven positions – at holding level, in sales management, IT, field service and half of the accounting team – were eliminated or not refilled, which alone lowers annual personnel costs by around CHF 0.8 million; holding, IT and legacy costs were removed as well. The leaner set-up is designed to deliver better margins.

- With swissnet 3.0, we have developed a holistic software platform for managing location-based marketing and analysing visitor flows; it combines our software lines in one integrated SaaS suite and will generate additional recurring revenue from 2027.

We will complete this clean-up by the end of 2026. Our anchor shareholder continues to support the Group strongly: after the reporting date, it provided further loans of CHF 3.1 million – CHF 1.2 million in July and CHF 1.9 million in October 2026 under loan agreements of September (CHF 0.3 million) and October (CHF 1.6 million). Together with the restructuring and the lower cost base, this supports the financing of the Group.

Order intake remained very stable. After the reporting date, we won a major order from a leading German retail group: the nationwide fibre connection of around 600 stores, with a term of seven years and a contracted volume of around EUR 10 million from recurring monthly fees. The sites will be connected within the next 24 months; the civil works and the expansion of the fibre network are carried out and financed by a leading German telecommunications provider. In addition, we won new hotel projects and contracts with care home operators. On this basis, the Board of Directors expects a stronger second half and sees the Group well placed for profitable growth in 2027.

On 14 September 2026, the Board of Directors appointed Stefan Gübeli as Group CEO with effect from 1 January 2027. After a two-month transition period in which both lead the company together, Jonathan Sauppe will step down from his operational role on 1 March 2027; he will continue to support the Group as an advisor under a multi-year contract and remains a shareholder.

We thank our employees for their great commitment in a demanding phase, our customers and partners for their trust, and you, dear shareholders, for your support.

Urs van Stiphout
Chairman of the Board of Directors

November 2, 2026
Qualified Electronic Signature by SwissSign

Jonathan Sauppe
Co-CEO DACH

02 Profile

Smart ICT Solutions Connecting Businesses

swissnet Group

at a glance

HEAD OFFICE
Berg TG, Switzerland

FOUNDED
2015 (as beaconsmind AG)

BUSINESS AREAS
IT Infrastructure · Software / SaaS

INDUSTRIES
Healthcare · Hospitality · Branded Residences · Retail · Public sector

MARKETS
DACH · Middle East

NET REVENUE 2025
CHF 21.0 million

EMPLOYEES
around 100

STOCK EXCHANGE
Frankfurt Stock Exchange, Scale segment
ISIN CH0451123589 · WKN A2QN5W · MLBMD

WEB
www.swissnet-group.com

swissnet AG, domiciled in Berg TG, is the parent company of the swissnet Group. The Group combines network and Wi-Fi infrastructure with cloud-based software for hotspot marketing, location-based marketing and digital guest services, for retail chains, hotel groups, hospitals and care facilities, real estate operators and public institutions.

In the IT Infrastructure segment, swissnet plans, implements and operates network, Wi-Fi, coax, DSL, WAN and firewall solutions and supplies the associated hardware (the infrastructure business of FREDERIX, swissnet ICT and the ICT business of swissnet AG, as well as swissnet MENA in the Middle East). In the Software / SaaS segment, the Group offers cloud-based Wi-Fi hotspot systems with integrated marketing and analytics functions, location-based marketing and – via the Lokalee platform – AI-powered concierge and guest engagement solutions for the hotel industry (the hotspot and cloud Wi-Fi business of FREDERIX, Socialwave / swissnet Mein Hotspot, Lokalee and the swissnet suite). The software lines are being combined into the integrated swissnet 3.0 suite.

The Group emerged from beaconsmind AG, founded in 2015. With the acquisitions of FREDERIX, Netopsie, Socialwave, Kadsoft and T2 (2023) and of swissnet AG, swissnet ICT and Lokalee (January 2025), it has developed into an integrated ICT solutions provider. Its specialists work from Berg (Switzerland), Munich, Hanover, Reutlingen, Freital near Dresden (Germany) and Dubai (United Arab Emirates). The registered shares of swissnet AG are included in the Scale segment of the Frankfurt Stock Exchange and are traded via XETRA.

03 The swissnet Share

Share information as at 30 June 2026

The share capital remained unchanged in the first half of 2026; no capital measures were carried out.

Share information	30.06.2026	31.12.2025
Share category	Registered shares	Registered shares
Number of shares issued	8'484'798	8'484'798
Nominal value per share	CHF 0.10	CHF 0.10
Share capital	CHF 848'480	CHF 848'480
Outstanding employee stock options	455'000	455'000
Market capitalisation (EUR)	9'375'702 (2 November 2026)	52'181'508 (30 December 2025)
ISIN / WKN / Ticker	CH0451123589 / A2QN5W / MLBMD	CH0451123589 / A2QN5W / MLBMD
Stock exchange / segment	Frankfurt Stock Exchange, Scale (XETRA)	Frankfurt Stock Exchange, Scale (XETRA)

For the shareholder structure as at 31 December 2025, see the Management Report 2025; the company has not received any notifications of changes since then.

In July 2026, the anchor shareholder provided an additional tranche of CHF 1'200'000 under the existing shareholder loan (amendment of July 2026); further loans of CHF 305'134 in September and CHF 1'611'000 in October 2026 were granted. These loans do not change the share capital.

04 Key Figures at a Glance

Consolidated key figures H1 2026 in accordance with IFRS (unaudited)

The first half of 2026 was shaped by the internal restructuring of the Group: revenue of CHF 9.3 million was below the first half of 2025, while the clean-up of legacy items and non-recurring legal and consulting fees weighed on the reported result. EBITDA was positive at CHF 0.1 million and adjusted EBITDA at CHF 0.4 million, and the balance sheet remains solid with an equity ratio of 43.1 percent.

PRO FORMA EBITDA*
CHF 0.7 million
adjusted EBITDA on the current cost base (eleven positions eliminated in 2026)

NET REVENUE
CHF 9.3 million
H1 2025: CHF 11.3 million

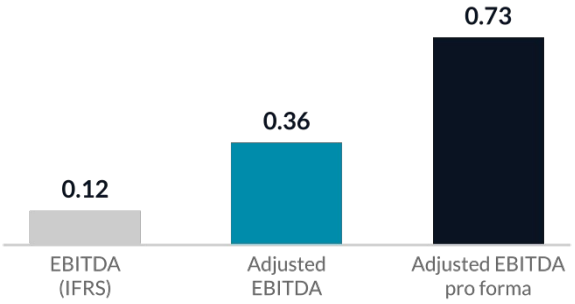
ADJUSTED EBITDA*
CHF 0.4 million
EBITDA (IFRS) CHF 0.1 million · H1 2025: CHF 2.3 million

COST SAVINGS P.A.
CHF 0.8 million
personnel costs, run-rate of the measures taken in 2026

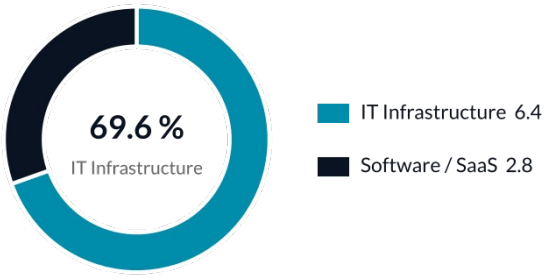
GROSS MARGIN
61.8 %
H1 2025: 63.8 %

EQUITY RATIO
43.1 %
Equity CHF 19.2 million · total assets CHF 44.5 million

Adjusted EBITDA H1 2026 in CHF million



Revenue by segment in CHF million



in CHF (IFRS, consolidated)	H1 2026	H1 2025	Δ
Net revenue	9'255'826	11'333'172	−18.3 %
Gross margin (revenue less direct costs)	61.8 %	63.8 %	−2.0 pp
EBITDA	121'824	1'249'015	−90.2 %
Adjusted EBITDA*	356'729	2'265'591	−84.3 %
Adjusted EBITDA on the current cost base (pro forma)*	732'792	–	n/a
Depreciation and amortisation	(2'715'732)	(861'487)	+215.2 %
Operating result (EBIT)	(2'593'908)	387'528	n/a
Net financial result	(765'099)	(285'466)	n/a

in CHF (IFRS, consolidated)	H1 2026	H1 2025	Δ
Result before taxes (EBT)	(3'359'007)	102'062	n/a
Income taxes	21'435	(334'698)	n/a
Net result	(3'337'572)	(232'636)	n/a
of which attributable to shareholders of swissnet AG	(3'006'715)	(372'343)	n/a
Earnings per share, basic and diluted (CHF)	(0.35)	(0.05)	n/a

in CHF (IFRS, consolidated)	30.06.2026	31.12.2025	Δ
Total assets	44'534'993	44'753'339	−0.5 %
Equity incl. non-controlling interests	19'191'788	22'533'849	−14.8 %
Equity ratio	43.1 %	50.3 %	−7.2 pp
Goodwill and intangible assets	30'985'733	33'192'706	−6.6 %
Financial liabilities (borrowings and bank overdrafts)	14'022'036	13'087'753	+7.1 %
Cash and cash equivalents	240'938	507'581	−52.5 %
Net financial debt (excl. leases)	13'781'098	12'580'172	+9.5 %
Employees (full-time equivalents)	around 100	100	

* Adjusted EBITDA and adjusted EBITDA on the current cost base (pro forma), each marked with an asterisk, are non-IFRS measures presented by management, adjusted for non-recurring items in line with the definition used in the Management Report 2025; see the reconciliation in section 05. Adjusted figures are not audited. Net financial debt = borrowings (current and non-current) + bank overdrafts – cash and cash equivalents.

The H1 2025 figures are unaudited. In the half-year report 2025, the income statement was presented on an adjusted basis (EBITDA of CHF 2.27 million and a net result of CHF 0.78 million before non-recurring items). In this report, the H1 2025 income statement is presented in accordance with IFRS including these items (EBITDA CHF 1.25 million, net result CHF −0.23 million); the difference of CHF 1.02 million corresponds to the non-recurring items in personnel and other operating expenses less other income. Total assets and equity at 30 June 2025 are unchanged. The 31.12.2025 figures are taken from the audited consolidated financial statements 2025.

Development compared with the second half and the full year 2025

In addition to the comparison with the first half of 2025 required by IAS 34, the following table shows the full year 2025 and the second half of 2025 derived from it. Unlike the first half of 2025, the second half of 2025 already includes the amortisation from the final purchase price allocation of the 2025 acquisitions and is therefore the more meaningful basis for the current trend.

in CHF million (IFRS, consolidated)	H1 2025	H2 2025 (derived)	FY 2025	H1 2026
Net revenue	11.33	9.67	21.00	9.26
Gross margin (revenue less direct costs)	63.8 %	52.8 %	58.7 %	61.8 %
EBITDA	1.25	(0.83)	0.42	0.12
Depreciation and amortisation	(0.86)	(4.85)	(5.71)	(2.72)
Operating result (EBIT)	0.39	(5.68)	(5.29)	(2.59)
Net financial result	(0.29)	(1.45)	(1.73)	(0.77)
Net result	(0.23)	(7.29)	(7.52)	(3.34)

H2 2025 = full year 2025 (audited consolidated financial statements) less H1 2025 (unaudited half-year report 2025); the derived figures are not audited and also include the year-end closing and audit adjustments of the financial year 2025.

05 Condensed Consolidated Balance Sheet and Income Statement

Summary – condensed consolidated interim financial statements H1 2026 (IFRS, unaudited)

The H1 2026 figures are unaudited and have not been reviewed by the statutory auditor.

Consolidated balance sheet as at 30 June 2026

in CHF	30.06.2026	31.12.2025
Goodwill	9'865'886	9'865'886
Intangible assets	21'119'847	23'326'820
Property, plant and equipment	1'567'309	1'799'903
Software under development	653'252	471'352
Right-of-use assets	879'310	1'073'456
Deferred tax assets	1'400'908	692'590
Non-current assets	**35'486'512**	**37'230'007**
Inventories	1'006'218	623'797
Trade receivables	4'427'297	4'556'732
Other receivables, contract assets and prepayments	3'374'028	1'835'222
Cash and cash equivalents	240'938	507'581
Current assets	**9'048'481**	**7'523'332**
Total assets	**44'534'993**	**44'753'339**

in CHF	30.06.2026	31.12.2025
Share capital	848'480	848'480
Capital reserves	49'771'622	49'771'622
Share-based payment reserve	245'465	221'942
Translation reserve	(255'022)	(229'070)
Accumulated losses	(31'043'911)	(28'037'196)
Equity attributable to shareholders of swissnet AG	**19'566'634**	**22'575'778**
Non-controlling interests	(374'846)	(41'929)
Total equity	**19'191'788**	**22'533'849**
Non-current financial liabilities	10'291'614	8'230'208
Employee benefit obligations	239'608	222'362
Lease liabilities	640'829	791'073
Deferred tax liabilities	2'899'340	2'336'740
Non-current liabilities	**14'071'391**	**11'580'383**
Current financial and lease liabilities	2'952'327	2'824'389
Bank overdrafts	1'055'187	2'347'783
Trade payables	3'104'041	2'134'003
Accruals and other liabilities	4'160'259	3'332'932
Current liabilities	**11'271'814**	**10'639'107**
Total equity and liabilities	**44'534'993**	**44'753'339**

Consolidated income statement 1 January to 30 June 2026

in CHF	H1 2026	H1 2025
Net revenue	9'255'826	11'333'172
Other income	95'697	251'951
Direct costs	(3'534'103)	(4'105'774)
Personnel expenses	(3'755'850)	(3'620'498)
Other operating expenses	(1'939'746)	(2'609'836)
EBITDA	**121'824**	**1'249'015**
Depreciation, amortisation and impairment	(2'715'732)	(861'487)
Operating result (EBIT)	**(2'593'908)**	**387'528**
Financial income	239	71'708
Financial expenses	(765'338)	(357'174)
Result before taxes	**(3'359'007)**	**102'062**
Income taxes	21'435	(334'698)
Net result	**(3'337'572)**	**(232'636)**
of which non-controlling interests	(330'857)	139'707
of which shareholders of swissnet AG	(3'006'715)	(372'343)
Other comprehensive income, net of tax	(28'012)	48'554
Total comprehensive result	(3'365'584)	(184'082)
Earnings per share (CHF), basic and diluted	(0.35)	(0.05)

Reconciliation to adjusted EBITDA (non-IFRS)

in CHF	H1 2026	H1 2025
EBITDA (IFRS)	121'824	1'249'015
Restructuring, non-recurring and legal costs, net	59'507	–
Non-cash items (allowances from the clean-up of receivables, share-based payments)	175'398	–
Adjusted EBITDA	**356'729**	**2'265'591**
Personnel costs of the eleven positions eliminated in 2026, for the period still incurred in H1 (run-rate effect, pro forma)	376'063	–
Adjusted EBITDA on the current cost base (pro forma)	**732'792**	–

Adjusted figures are a non-IFRS presentation by management; the definition of adjusted EBITDA corresponds to the one applied in the Management Report 2025: non-recurring costs are added back and, for consistency, other income and revenue relating to prior periods are deducted. Adjusted EBITDA on the current cost base is an additional pro-forma figure: it adds the personnel costs of the eleven positions eliminated in 2026 – in management and administration at holding level, group sales management, IT, field service and accounting, as well as one position at Socialwave / swissnet Mein Hotspot – for the part of the first half in which they were still incurred. These measures reduce annual personnel costs by around CHF 0.8 million (run-rate). Adjusted figures are not audited. For H1 2025, adjusted EBITDA is shown as reported in the half-year report 2025. The complete condensed interim financial statements including the statement of comprehensive income, the statement of changes in equity, the cash flow statement and selected notes are published together with this report.

06 Interim Management Report

Report of the Board of Directors on the first half of 2026

The Board of Directors of swissnet AG presents the interim management report for the period from 1 January to 30 June 2026. It supplements the condensed consolidated interim financial statements prepared in accordance with IAS 34 and should be read together with the Management Report 2025. The interim financial statements have not been audited or reviewed.

6.1 Basis of the Group

Business model and segments

The swissnet Group is an integrated provider of ICT solutions for location-based businesses. It combines recurring revenue from SaaS subscriptions and hotspot operations with project and infrastructure revenue and hardware sales. As announced in the Management Report 2025, the Group reports two segments from 2026:

Segment	Companies	Net revenue H1 2026 in CHF
IT Infrastructure	FREDERIX (50 %, incl. Netopsie), swissnet ICT (incl. T2 and Kadsoft), ICT business of swissnet AG, swissnet MENA	6'438'998
Software / SaaS	FREDERIX (50 %), Socialwave / swissnet Mein Hotspot, Lokalee, swissnet suite	2'816'828
Group		9'255'826

Group structure

As at 30 June 2026, the scope of consolidation comprises swissnet AG as the parent company and the following subsidiaries:

Company	Domicile	Activity	Interest
swissnet AG	Berg TG, CH	Parent company; ICT solutions Switzerland	–
FREDERIX Hotspot GmbH (incl. Netopsie)	Hanover, DE	Wi-Fi hotspots, network infrastructure	62 %
swissnet Germany Holding GmbH (formerly Beaconsmind Socialwave Proximity GmbH)	Munich, DE	Intermediate holding company, not operating	100 %
Socialwave GmbH	Munich, DE	Wi-Fi hotspot marketing (SaaS)	100 %
swissnet Mein Hotspot GmbH	Munich, DE	Hotspot solutions	100 %
swissnet ICT GmbH (incl. T2 Vertrieb and Kadsoft)	Reutlingen, DE	ICT infrastructure, communication technology	100 %
Advanced Digital Technology DWC-LLC (Lokalee)	Dubai, UAE	AI-powered concierge platform	100 %
Swissnet Mena IT Technologies Trading LLC	Dubai, UAE	ICT solutions Middle East (trading)	50.1 %
Swissnet Mena IT Technologies Services LLC	Dubai, UAE	ICT solutions Middle East (services)	50.1 %

Kadsoft Computer GmbH was merged into swissnet ICT GmbH as of 1 January 2026.

Management system

The Board of Directors and Executive Management manage the Group on the basis of net revenue by segment and company, adjusted EBITDA and liquidity. Monthly reporting for all companies is being built up on the common ERP platform.

Corporate bodies

Christian Legros stepped down as Chairman and member of the Board of Directors as of 2 April 2026; Dr. Andreas Krobath chaired the Board on an interim basis. Roger Tabbal stepped down from the Board of Directors as of 8 April 2026 and continued to serve as Co-CEO International. The Extraordinary General Meeting of 29 April 2026 elected Urs van Stiphout as member and Chairman of the Board of Directors (entered in the commercial register with effect from 11 May 2026). As at 30 June 2026, the Board of Directors consisted of Urs van Stiphout (Chairman), Dr. Andreas Krobath, Jonathan Sauppe and Andreas Wyss. For changes after the reporting date, see section 6.4.

6.2 Significant Events in the First Half of 2026

MILESTONES H1 2026

- **1 January** – Merger of Kadsoft Computer GmbH into swissnet ICT GmbH; go-live of Microsoft Dynamics 365 Business Central at FREDERIX and swissnet ICT
- **March** – Long-term framework agreement with EVO Fitness for network infrastructure and rollout
- **2 April** – Christian Legros steps down as Chairman; Dr. Andreas Krobath chairs the Board on an interim basis
- **8 April** – Roger Tabbal steps down from the Board of Directors and continues as Co-CEO International
- **29 April** – Extraordinary General Meeting elects Urs van Stiphout as Chairman of the Board of Directors (entered in the commercial register with effect from 11 May 2026)
- **January to June** – Personnel and cost measures at FREDERIX, Socialwave / swissnet Mein Hotspot and holding level; additional drawings of CHF 0.86 million under the shareholder loan of the anchor shareholder (January and March)

Restructuring of the Group in the first year after the acquisitions

The first full year after the 2025 acquisitions was used to restructure the Group internally. T2 Vertrieb GmbH (in 2025) and Kadsoft Computer GmbH (with effect from 1 January 2026) were merged into swissnet ICT GmbH, so that the German infrastructure business is concentrated in two operating companies, FREDERIX and swissnet ICT. The former Beaconsmind Socialwave Proximity GmbH now operates as swissnet Germany Holding GmbH. Administration, IT and finance were bundled, duplicate structures removed and responsibilities clearly assigned. The Group is leaner today and set up to achieve better margins as revenue grows.

Clean-up of the local accounts and the finance function

Following the delayed annual closing 2025, the Board of Directors has reorganised the finance function. As the consolidated financial statements 2025 have been published, the corrections identified are recognised in the first half of 2026; they increase revenue by CHF 0.28 million, are shown as prior-period items and are excluded from adjusted EBITDA. The clean-up will be completed by the end of 2026, and a binding closing calendar and uniform accounting guidelines apply to all companies.

Cost programme and leaner cost base

The measures at holding level launched in the second half of 2025 – the termination of vehicle leases, the optimisation of group marketing, the removal of legacy costs, the insourcing of fiduciary functions and the migration of the former beaconsmind systems – are taking effect in 2026. In 2026, the Group also significantly reduced its personnel cost base: eleven positions were eliminated or not refilled – in management and administration at holding level, group sales management, IT, field service and accounting, where half of the team positions were eliminated, as well as one position at Socialwave / swissnet Mein Hotspot. Together, these measures lower annual personnel costs by around CHF 0.8 million (run-rate). As many of these positions were given notice in the first half but only became effective in the second half, the savings will only show from the second half of 2026; had they been effective from 1 January 2026, adjusted EBITDA for the first half would have been around CHF 0.4 million higher, at around CHF 0.7 million (pro forma, see section 05). With this leaner set-up, the Group is positioned to achieve

better margins as revenue grows. One-off costs of the delayed annual closing 2025 still weighed on the first half.

Uniform ERP and systems from 2027

Microsoft Dynamics 365 Business Central has been live at FREDERIX and swissnet ICT since 1 January 2026. In 2026, the platform is being extended by further modules – including digital document capture and a group-wide CRM – and rolled out to the remaining companies. The aim is that from 1 January 2027 all companies of the Group work with uniform tools, processes and systems, which will speed up the closing, make the reporting of the companies comparable and reduce administrative costs. Implementation costs that meet the criteria of IAS 38 are capitalised.

swissnet 3.0 – holistic platform for location-based marketing and visitor flow analysis

The Group is combining the Socialwave software platform and the FREDERIX CloudWiFi platform into the integrated swissnet 3.0 suite. In the first half of 2026, it developed a holistic software platform for managing location-based marketing and analysing visitor flows. Based on existing Wi-Fi infrastructure, the platform evaluates visitor flows anonymously – heatmaps, movement paths and dwell times – and makes them usable for operators of hotels, retail and leisure locations, destinations and public venues; at the same time, location-based marketing campaigns can be planned, controlled and measured from the same platform. Initial customer projects are being prepared (see section 6.4). The suite is a major step for the Group: as an integrated new swissnet SaaS platform, it creates the basis for additional recurring software revenue from 2027.

Customers and order intake

Order intake was very stable. The SD-WAN and Wi-Fi 7 rollout for a leading European retail customer, carried out together with Deutsche Telekom, was largely completed in the first half. The operating companies also won new reference customers in the first half of 2026, including a long-term framework agreement with EVO Fitness for network infrastructure and rollout, the project management for the centralisation of the IT infrastructure of the Baden-Württemberg state administration, the modernisation of the Wi-Fi infrastructure at DRK-Clementinenhaus Hanover, a hospitality project in the Lake Constance holiday region and a framework agreement for intelligent video solutions with a leading German manufacturer of lighting technology. In the Middle East, the Group won a hospitality technology project on Yas Island, a network infrastructure order in Dubai and a follow-on project for a global hotel chain in Abu Dhabi. The IoT collaboration with a leading European construction company was expanded.

6.3 Economic Report

General conditions

The economic environment in the DACH region remained subdued in the first half of 2026. Investment in the digitalisation of retail, healthcare, hospitality and public services continued nevertheless and supports demand for the Group's integrated offering. The strong Swiss franc reduced the translated value of the predominantly euro-denominated revenue (average rate H1 2026: EUR/CHF 0.9179). In the Middle East, the military conflict that escalated in 2026 held back demand in the hospitality sector and made collection from customers more difficult.

Course of business

The first half of 2026 was a half-year of consolidation and internal restructuring. The focus was on integrating the companies acquired in 2023 and 2025, merging the German infrastructure companies, cleaning up the local accounts, reducing the cost base and building a uniform finance and ERP platform. At the same time, order intake remained very stable, and the operating companies won new key accounts in the DACH region, which will contribute to revenue from the second half of 2026.

Comparison with the first half of 2025

The decline has five main causes:

- **Weaker revenue half-year, solid order intake:** Revenue in the first half of 2026 was lower, as large infrastructure projects and rollouts were delayed from 2025 into the second half of 2026. At the same time, order intake was good and solid – including, after the reporting date, the seven-year fibre order of around EUR 10 million for around 600 stores of a leading German retail group – and will increasingly show in revenue from the second half of 2026.
- **Focus on restructuring:** The Group deliberately concentrated on its internal restructuring – the merger of T2 Vertrieb and Kadsoft into swissnet ICT, the introduction of the uniform ERP system

Microsoft Dynamics 365 Business Central and of a group-wide CRM, and the clean-up of the local accounts. This tied up management capacity and caused one-off costs.

- **First full year after the acquisitions:** 2025 was the first year in which swissnet AG and Lokalee were fully consolidated. The first half of 2026 bears the full costs of the enlarged group structure as well as the one-off costs of the delayed annual closing 2025 and the first group audit.
- **Strategic realignment with swissnet 3.0:** The Group has realigned its software business with the integrated swissnet 3.0 suite, which will be ready for the market from 2027; development costs were incurred in the first half without corresponding revenue.
- **Higher amortisation:** Following the final purchase price allocation, the intangible assets acquired in 2025 are amortised in full – CHF 2.7 million in the first half of 2026 compared with CHF 0.9 million in the first half of 2025, when this amortisation was not yet recognised in this form. It is non-cash and does not affect EBITDA.

Compared with the second half of 2025, the trend is positive: at broadly similar revenue (CHF 9.3 million vs. CHF 9.7 million), the gross margin improved from 52.8 to 61.8 percent, EBITDA from CHF −0.8 million to CHF +0.1 million and the net result from CHF −7.3 million to CHF −3.3 million (see section 04).

Middle East (swissnet MENA)

Roger Tabbal, Co-CEO International, on the first half of 2026:

STATEMENT · ROGER TABBAL, CO-CEO INTERNATIONAL

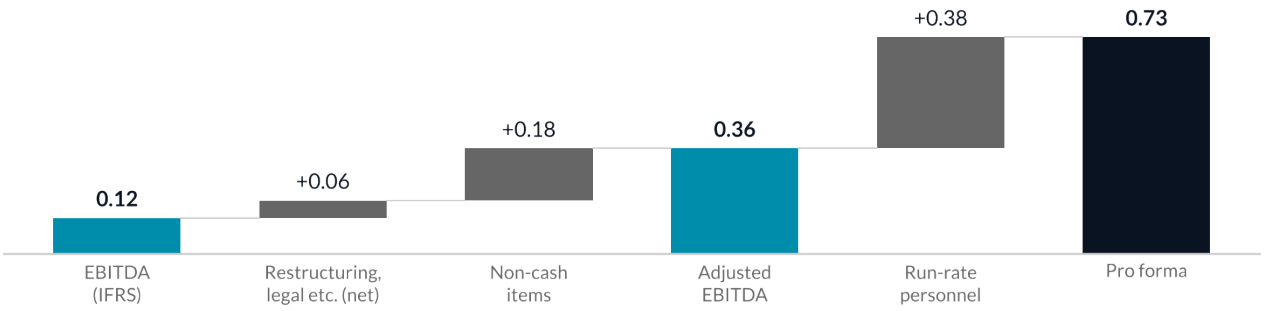
swissnet MENA made positive progress in H1 2026, with preliminary revenue up approximately 5% year on year. Major contracts signed before 30 June included the full Wi-Fi and network upgrade at an ultra-luxury hotel in Dubai, valued at AED 1.6 million, and phase two of the network and Wi-Fi upgrade of an ultra-luxury property in Abu Dhabi, valued at AED 800,000. We also secured IPTV projects for several hotels in the UAE, KSA and Qatar. First-quarter wins included an AMC contract for a large enterprise account in Abu Dhabi, passive network components for a Rotana hotel in Abu Dhabi, and Cisco licensing for a healthcare center in Dubai.

Activity in H1 has been stronger than anticipated, although regional political and economic uncertainty continues to make some owners cautious about committing to larger investments. We also secured an additional scope of almost AED 1 million on the existing project on Yas Island and completed the full network refresh for an Accor property in Sharjah.

Our outlook for the remainder of 2026 and into 2027 is positive, supported by infrastructure opportunities under development in the UAE, Qatar and Jordan. We have also signed an engagement agreement with a vendor to support entry into the Hilton and Marriott-approved LSP lists, with the aim of expanding our access to future projects. Our priorities remain converting these opportunities into signed contracts and delivering existing commitments. While the regional environment has affected progress against our original ambitions, we remain aligned with our revised budget for the year and are building a strong budget for 2027, focusing on industries beyond hospitality.

Earnings position

From EBITDA to adjusted EBITDA H1 2026 in CHF million



Net revenue amounted to CHF 9'255'826 (H1 2025: CHF 11'333'172; −18.3 percent). Of this, CHF 6.4 million was attributable to IT Infrastructure (incl. swissnet MENA) and CHF 2.8 million to Software / SaaS; FREDERIX revenue is allocated 50 percent to each segment. The decline is mainly attributable to the DACH infrastructure business, where large infrastructure projects and rollouts were delayed from 2025 into the second half of 2026; revenue in the Middle East was slightly above the prior-year level. Currency translation reduced revenue by approx. 2 percent (average rate EUR/CHF 0.9179 vs. 0.9375). Revenue includes work in progress of CHF 0.1 million recognised under IFRS 15 and prior-period corrections of CHF 0.28 million from the clean-up of the local accounts 2025.

Direct costs decreased by 13.9 percent to CHF 3.5 million (38.2 percent of revenue; H1 2025: 36.2 percent); the gross margin was 61.8 percent (H1 2025: 63.8 percent). Personnel expenses amounted to CHF 3.8 million (H1 2025: CHF 3.6 million) after capitalised development and ERP costs; the personnel measures taken in 2026 take effect mainly from the second half. Other operating expenses fell by 25.7 percent to CHF 1.9 million, reflecting the cost programme. They include non-recurring legal, advisory and audit fees of CHF 0.34 million, mainly related to the delayed annual closing 2025, the first group audit after the 2025 acquisitions and the clean-up of the local accounts, as well as allowances on receivables of CHF 0.15 million.

EBITDA amounted to CHF 121'824 (H1 2025: CHF 1'249'015). Adjusted for non-recurring items and prior-period revenue, adjusted EBITDA was positive at CHF 356'729 (H1 2025: CHF 2'265'591); see the reconciliation in section 05. On the current, leaner cost base – had the personnel measures taken in 2026 been effective from 1 January – adjusted EBITDA would have amounted to CHF 732'792 (pro forma). Depreciation and amortisation rose to CHF 2.7 million (H1 2025: CHF 0.9 million), as the amortisation of the intangible assets acquired in 2025 – in particular the Lokalee software over five years – is recognised in full following the final purchase price allocation. The net financial result of CHF −0.8 million (H1 2025: CHF −0.3 million) mainly reflects interest on acquisition financing and shareholder loans and currency effects. After income taxes of CHF +21'435, the net result amounted to CHF −3'337'572 (H1 2025: CHF −232'636), of which CHF −3'006'715 is attributable to the shareholders of swissnet AG and CHF −330'857 to non-controlling interests. Basic and diluted earnings per share were CHF −0.35.

Financial position (assets)

TOTAL ASSETS	EQUITY	INTANGIBLE ASSETS
CHF 44.5 million	**CHF 19.2 million**	**CHF 31.0 million**
31.12.2025: CHF 44.8 million	equity ratio 43.1 % (31.12.2025: 50.3 %)	incl. goodwill · 31.12.2025: CHF 33.2 million

Balance sheet structure at 30.06.2026 in CHF million (total assets 44.5)



Total assets amounted to CHF 44.5 million as at 30 June 2026 (31 December 2025: CHF 44.8 million). Goodwill and intangible assets decreased through scheduled amortisation to CHF 31.0 million; software under development (swissnet 3.0 suite and ERP) rose to CHF 0.7 million. Trade receivables amounted to CHF 4.4 million (31 December 2025: CHF 4.6 million). Other receivables, contract assets and prepayments rose to CHF 3.4 million, mainly due to accrued revenue for services rendered in the first half and invoiced after the reporting date. Inventories increased to CHF 1.0 million for project deliveries. Cash and cash equivalents amounted to CHF 0.2 million.

Equity amounted to CHF 19.2 million (31 December 2025: CHF 22.5 million), corresponding to an equity ratio of 43.1 percent (50.3 percent). Liabilities rose to CHF 25.3 million (CHF 22.2 million), mainly due to higher trade payables and accruals and the additional drawings under the shareholder loan, while bank overdrafts were reduced. Financial liabilities amounted to CHF 14.0 million, of which CHF 3.7 million falls due within one year; net financial debt (excluding leases) amounted to CHF 13.8 million.

Financial position (liquidity)

Cash flow from operating activities amounted to CHF 47'063, cash flow from investing activities to CHF −272'973 and cash flow from financing activities to CHF −40'733; cash and cash equivalents decreased by CHF 266'643. The first half was financed through current account facilities and additional drawings of CHF 0.86 million under the shareholder loan of the anchor shareholder (January and March 2026). Our anchor shareholder continues to support the Group strongly: after the reporting date, it provided further loans of CHF 3.1 million – CHF 1.2 million in July and CHF 1.9 million in October 2026 under loan agreements of September (CHF 0.3 million) and October (CHF 1.6 million).

Employees

In the first half of 2026, the swissnet Group employed around 100 people (full-time equivalents). The personnel measures of the restructuring took effect in the first half of 2026.

Overall statement on the economic position

In the first half of 2026, the swissnet Group used its first full year after the 2025 acquisitions to restructure internally and laid the foundations for its next stage of growth: a simpler structure with merged German infrastructure companies, a common ERP and finance platform, an integrated product suite and a leaner cost base. Revenue was below the first half of 2025 for the reasons described above; EBITDA and adjusted EBITDA were positive. The reported result is shaped by non-cash amortisation of acquired intangible assets, financing costs and one-off costs of the delayed annual closing 2025. With the stable order intake, the full effect of the cost measures and the continued support of the anchor shareholder, the Board of Directors expects a stronger second half.

6.4 Events after the Reporting Date

- **Funding from the anchor shareholder:** Under an amendment of July 2026 to the shareholder loan,

the anchor shareholder provided a further CHF 1'200'000 in July 2026. It then granted further loans of CHF 305'134 in September 2026 (loan agreements of 24 and 25 September 2026) and CHF 1'611'000 in October 2026 (loan agreements of 16 and 21 October 2026), all disbursed in October 2026 – CHF 3.1 million in total after the reporting date. This underlines its continued strong support for the Group.

- **Annual Report 2025 and Annual General Meeting:** The Board of Directors approved the consolidated financial statements 2025 on 19 August 2026; the statutory auditor issued its reports on 26 August 2026. The Annual General Meeting was held on 31 August 2026 in Baden; since then, the Board of Directors has consisted of Urs van Stiphout (Chairman), Dr. Andreas Krobath and Andreas Wyss.
- **Management:** Ivana Koch stepped down from her role as Group CFO in August 2026; the finance function is performed on an interim basis by Board member Andreas Wyss. On 14 September 2026, the Board of Directors appointed Stefan Gübeli as Group CEO with effect from 1 January 2027. He has more than twenty years of leadership experience, most recently as CEO of SCHENK Systeme AG. After a two-month transition period, Jonathan Sauppe will step down from his operational role on 1 March 2027 and will continue to support the Group as an advisor under a multi-year contract; he remains a shareholder.
- **Order intake:** After the reporting date, the Group won a major order for the nationwide fibre connection of around 600 stores of a leading German retail group. The contract has a term of seven years (84 months) and a contracted volume of around EUR 10 million from recurring monthly fees; the sites are to be connected within 24 months. As the customer's direct contractual partner, swissnet is responsible for the project coordination and the technical integration of the site connections, while a leading German telecommunications provider carries out and finances the civil works and the expansion of the passive fibre infrastructure (around EUR 7 million). Value-added services and follow-on orders offer further potential. In addition, the Group has won since July 2026 two hotel projects at Socialwave / swissnet Mein Hotspot and contracts with care home operators at FREDERIX.
- **swissnet 3.0:** The holistic platform for location-based marketing and visitor flow analysis was presented to first customers after the reporting date and received positively; the Group has submitted a first binding offer for its introduction and multi-year operation. In September 2026, the feedback product Reviro was integrated into the suite as the module "Reputation & Impact", and talks with further potential customers have started.
- **Middle East:** The regional uncertainty in the Middle East continues to make some customers cautious, in particular at Lokalee; the order book of swissnet MENA remains solid.

Apart from the matters described above, no further material events have occurred after the reporting date.

6.5 Risk Report

The risks described in the Management Report 2025 continue to apply. The Board of Directors monitors them on an ongoing basis together with Executive Management.

Risk area	Development in H1 2026 and measures
Liquidity and going concern	Rolling twelve-month liquidity planning; central management of payments across all companies; continued strong support of the anchor shareholder (CHF 0.86 million in the first half and CHF 3.1 million after the reporting date); cost measures with run-rate personnel savings of around CHF 0.8 million per year
Financing and interest	Management of maturities, in particular the vendor loans from the 2025 acquisitions and the bullet repayment of the shareholder loan in 2027; optimisation of the financing structure with the anchor shareholder
Recoverability of goodwill and intangible assets	Budget and forecast controlling per company; goodwill was assessed for indicators of impairment during the interim period and no impairment indicators were identified; accordingly, no impairment was recognised in the first half; the annual impairment test is carried out as at 31 December 2026
Finance processes and integration	Common ERP platform with uniform tools and systems in all companies from 2027; strengthened finance organisation; binding closing calendar and uniform accounting guidelines; clean-up of the local accounts by year-end
Geopolitics and Middle East	Focused deployment of resources in the region; rigorous receivables management; diversification through the DACH core business

Risk area	Development in H1 2026 and measures
Currency (EUR/CHF)	Natural hedge, as income and expenses are predominantly incurred in euro; ongoing monitoring
Credit and customers	Credit checks, credit limits and dunning; allowances of CHF 0.15 million in the first half; broadly diversified customer base
Market, technology and people	Integrated swissnet 3.0 platform for location-based marketing and visitor flow analysis; focus on Healthcare and Hospitality; stock option plan for key people; orderly CEO succession from 1 January 2027

GOING CONCERN

The financing of the Group is secured by its anchor shareholder, which continues to support the Group strongly: under the shareholder loan, it provided additional funds of CHF 0.86 million in the first half and further loans of CHF 3.1 million after the reporting date (CHF 1.2 million in July and CHF 1.9 million in October 2026, the latter under loan agreements of September and October 2026). In addition, the restructuring carried out in the first half – the merger of the German infrastructure companies, the leaner holding and finance organisation and the reduction of the personnel and cost base – and the stable order intake strengthen the Group's operating cash flow. On the basis of its rolling twelve-month liquidity planning, the Board of Directors has concluded that the Group has sufficient financial resources to continue its operations for at least twelve months; the interim financial statements have therefore been prepared on a going concern basis.

6.6 Opportunities

- **Organic growth and cross-selling:** Several thousand business customers across the Group offer substantial potential to sell infrastructure, hotspot marketing, location-based marketing and guest engagement from a single source.
- **Healthcare and Hospitality:** The digitalisation of hospitals, care facilities and hotels is progressing. The new contracts with care home operators and hotel projects confirm the demand for the Group's combined offering.
- **Strategic partnerships:** The partnership with Deutsche Telekom opens access to large, multi-year infrastructure projects for retail customers. The seven-year fibre order for around 600 stores of a leading German retail group shows that the Group can win large contracts with recurring monthly revenue without having to finance the capital-intensive network expansion itself.
- **Integrated product suite:** swissnet 3.0 brings the Group's software lines onto one platform, shortens onboarding and increases recurring revenue per customer.
- **Leaner structure:** Fewer companies, a common ERP platform and lower central costs let the operating results of the subsidiaries show more strongly in the group result.
- **Internationalisation:** Once the situation in the Middle East normalises, the reference projects in Dubai and Abu Dhabi and the Lokalee platform offer further growth potential.

6.7 Outlook

The Board of Directors expects the second half of 2026 to be stronger than the first. The very stable order intake – including the seven-year fibre order of around EUR 10 million with recurring monthly fees –, the full effect of the restructuring and the leaner cost base, and the completion of the clean-up by year-end support this expectation. From 2027, all companies will work with uniform ERP tools and systems, and with the swissnet 3.0 suite the Group is expanding its recurring software revenue. For 2027, the Board sees the Group well placed to grow profitably on the basis of its integrated offering, its broad customer base and a simpler, leaner structure. In view of the uncertainties in the Middle East, no quantitative forecast is published.

Berg TG, 2 November 2026
For the Board of Directors of swissnet AG

Urs van Stiphout
Chairman of the Board of Directors

November 2, 2026
Qualified Electronic Signature by SwissSign

Jonathan Sauppe
Co-CEO DACH

07 Further Information and Imprint

Forward-looking statements, rounding and imprint

Forward-looking statements

This report contains forward-looking statements based on the current assessments and expectations of the Board of Directors and on the information currently available. Such statements are no guarantee of future developments and results. They are subject to risks and uncertainties and are based on assumptions that may prove to be incorrect. Actual results may differ materially from the forward-looking statements. swissnet AG assumes no obligation to update forward-looking statements.

Rounding

Percentages and figures in tables and text may show minor differences due to rounding. Unless otherwise stated, all amounts are in Swiss francs (CHF). This report is published in English.

Imprint

Company	swissnet AG (formerly beaconsmind AG), CHE-206.335.836
Address	Andhauserstrasse 62, 8572 Berg TG, Switzerland
Telephone	+41 44 380 73 73
E-mail	press@swissnet.ag
Website	www.swissnet-group.com
Board of Directors	Urs van Stiphout (Chairman), Dr. Andreas Krobath, Andreas Wyss
Executive Management	Jonathan Sauppe (Co-CEO DACH), Roger Tabbal (Co-CEO International); Stefan Gübeli Group CEO from 1 January 2027; finance function on an interim basis: Andreas Wyss (member of the Board of Directors)
Statutory auditor	SWA Swiss Auditors AG, Pfäffikon SZ (the interim financial statements have not been audited or reviewed)
Concept and design	swissnet AG, Berg TG
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SWISSNET AG
BERG, SWITZERLAND

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2026

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SWISSNET AG
BERG, SWITZERLAND

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Note	January - June 2026 CHF	January - June 2025 CHF	31 December 2025 CHF
Revenue	4	9'255'826	11'333'172	21'002'704
Other income		95'697	251'951	392'971
Direct cost		(3'534'103)	(4'105'774)	(8'670'270)
Personnel expenses		(3'755'850)	(3'620'498)	(7'661'468)
Other operating expenses		(1'939'746)	(2'609'836)	(4'642'515)
Earnings before interest, taxes, depreciation, amortisation and impairment (EBITDA)		**121'824**	**1'249'015**	**421'422**
Depreciation, amortisation and impairment		(2'715'732)	(861'487)	(5'710'597)
Operating profit / (loss)		**(2'593'908)**	**387'528**	**(5'289'175)**
Financial income		239	71'708	6'349
Financial expenses		(765'338)	(357'174)	(1'737'751)
Profit / (loss) before tax		**(3'359'007)**	**102'062**	**(7'020'577)**
Income tax		21'435	(334'698)	(502'028)
(Loss) for the period		**(3'337'572)**	**(232'636)**	**(7'522'605)**
Profit / (loss) attributable to:				
Non-controlling interests		(330'857)	139'707	(303'101)
Owners of the Group		(3'006'715)	(372'343)	(7'219'504)
		(3'337'572)	**(232'636)**	**(7'522'605)**
Earnings per share				
Basic and diluted earnings per share	9	(0.3544)	(0.0452)	(0.8761)

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2026

	January - June 2026 CHF	January - June 2025 CHF	31 December 2025 CHF
Loss for the period	**(3'337'572)**	**(232'636)**	**(7'522'605)**
Other comprehensive income/ (loss)			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations	(28'012)	48'554	71'963
Items that will not be reclassified subsequently to profit or loss:			
Remeasurement on defined benefit plans	-	-	77'780
Deferred tax	-	-	(11'667)
Other comprehensive income for the period, net of tax	**(28'012)**	**48'554**	**138'076**
Total comprehensive (loss) for the period	**(3'365'584)**	**(184'082)**	**(7'384'529)**
Total comprehensive (loss) for the period attributable to:			
Non-controlling interests	(332'917)	143'720	(283'435)
Owners of the Group	(3'032'667)	(327'802)	(7'101'094)
	(3'365'584)	**(184'082)**	**(7'384'529)**

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

SWISSNET AG
BERG, SWITZERLAND

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	30 June 2026 CHF	30 June 2025 CHF	31 December 2025 CHF
Assets				
Non-current assets				
Goodwill	5	9'865'886	14'791'832	9'865'886
Intangible assets	6	21'119'847	9'795'021	23'326'820
Property, plant and equipment		1'567'309	1'770'590	1'799'903
Software under development		653'252	-	471'352
Right-of-use assets		879'310	329'132	1'073'456
Deferred tax assets		1'400'908	1'702'504	692'590
Non-current assets		**35'486'512**	**28'389'079**	**37'230'007**
Current assets				
Inventories		1'006'218	781'054	623'797
Trade and other receivables		4'427'297	3'059'740	4'556'732
Prepayments and other receivables		3'374'028	2'537'482	1'835'222
Cash and cash equivalents		240'938	864'685	507'581
Current assets		**9'048'481**	**7'242'961**	**7'523'332**
Total assets		**44'534'993**	**35'632'040**	**44'753'339**
Equity and liabilities				
Share capital	7	848'480	848'480	848'480
Capital reserve		49'771'622	35'462'735	49'771'622
Legal profit reserve		-	150'000	-
Equity share based payment reserve		245'465	170'604	221'942
Translation reserve		(255'022)	(236'826)	(229'070)
Accumulated losses		(31'043'911)	(21'256'148)	(28'037'196)
Equity attributable to owners of the Group		**19'566'634**	**15'138'845**	**22'575'778**
Non-controlling interests		(374'846)	385'226	(41'929)
Total equity		**19'191'788**	**15'524'071**	**22'533'849**
Liabilities				
Non-current liabilities				
Borrowings	8	10'291'614	11'363'475	8'230'208
Employee benefit obligations		239'608	62'650	222'362
Lease liabilities		640'829	156'229	791'073
Deferred tax liabilities		2'899'340	2'447'118	2'336'740
Total non-current liabilities		**14'071'391**	**14'029'472**	**11'580'383**
Current liabilities				
Borrowings	8	2'675'235	1'265'209	2'509'762
Bank overdrafts		1'055'187	-	2'347'783
Trade and other payables		3'104'041	1'560'302	2'134'003
Accruals and other liabilities		4'160'259	3'061'855	3'332'932
Lease liabilities		277'092	191'131	314'627
Total current liabilities		**11'271'814**	**6'078'497**	**10'639'107**
Total liabilities		**25'343'205**	**20'107'969**	**22'219'490**
Total equity and liabilities		**44'534'993**	**35'632'040**	**44'753'339**

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

SWISSNET AG
BERG, SWITZERLAND

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2026

6 months period to 30 June 2026	Share capital CHF	Capital reserve CHF	Equity share based payment reserve CHF	Translation reserve CHF	Accumulated losses CHF	Total attributable to owners of the Group CHF	Non-controlling interests CHF	Total equity CHF
Balance at 31 December 2025	**848'480**	**49'771'622**	**221'942**	**(229'070)**	**(28'037'196)**	**22'575'778**	**(41'929)**	**22'533'849**
Issue of share capital	-	-	-	-	-	-	-	-
Issue of stock options	-	-	23'523	-	-	23'523	-	23'523
Transactions with owners	**-**	**-**	**23'523**	**-**	**-**	**23'523**	**-**	**23'523**
(Loss) for the 6 months ended June 2026	-	-	-	-	(3'006'715)	(3'006'715)	(330'857)	(3'337'572)
Other comprehensive income, net of tax	-	-	-	(25'952)	-	(25'952)	(2'060)	(28'012)
Balance at 30 June 2026	**848'480**	**49'771'622**	**245'465**	**(255'022)**	**(31'043'911)**	**19'566'634**	**(374'846)**	**19'191'788**

Year to 31 December 2025	Share capital CHF	Capital reserve CHF	Equity share based payment reserve CHF	Translation reserve CHF	Accumulated losses CHF	Total attributable to owners of the Group CHF	Non-controlling interests CHF	Total equity CHF
Balance at 31 December 2024	**554'933**	**31'119'311**	**85'302**	**(281'367)**	**(20'883'805)**	**10'594'374**	**241'506**	**10'835'880**
Issue of share capital	293'547	18'652'311	-	-	-	18'945'858	-	18'945'858
Issue of stock options	-	-	136'640	-	-	136'640	-	136'640
Transactions with owners	**293'547**	**18'652'311**	**136'640**	**-**	**-**	**19'082'498**	**-**	**19'082'498**
(Loss) for the year ended December 2025	-	-	-	-	(7'219'504)	(7'219'504)	(303'101)	(7'522'605)
Other comprehensive income, net of tax	-	-	-	52'297	66'113	118'410	19'666	138'076
Balance at 31 December 2025	**848'480**	**49'771'622**	**221'942**	**(229'070)**	**(28'037'196)**	**22'575'778**	**(41'929)**	**22'533'849**

6 months period to 30 June 2025	Share capital CHF	Capital reserve CHF	Legal profit reserve	Equity share based payment reserve CHF	Translation reserve CHF	Accumulated losses CHF	Total attributable to owners of the Group CHF	Non-controlling interests CHF	Total equity CHF
Balance at 31 December 2024	**554'933**	**31'119'311**	**-**	**85'302**	**(281'367)**	**(20'883'805)**	**10'594'374**	**241'506**	**10'835'880**
Issue of share capital	293'547	4'343'424	-	-	-	-	4'636'971	-	4'636'971
Issue of stock options	-	-	-	85'302	-	-	85'302	-	85'302
Transactions with owners	**293'547**	**4'343'424**	**-**	**85'302**	**-**	**-**	**4'722'273**	**-**	**4'722'273**
Transactions during the period	-	-	150'000	-	-	-	150'000		150'000
(Loss) for the 6 months ended June 2025	-	-	-	-	-	(372'343)	(372'343)	139'707	(232'636)
Other comprehensive income, net of tax	-	-	-	-	44'541	-	44'541	4'013	48'554
Balance at 30 June 2025	**848'480**	**35'462'735**	**150'000**	**170'604**	**(236'826)**	**(21'256'148)**	**15'138'845**	**385'226**	**15'524'071**

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

SWISSNET AG
BERG, SWITZERLAND

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	January - June 2026 CHF	January - June 2025 CHF	31 December 2025 CHF
OPERATING ACTIVITIES			
Profit | (loss) before taxes	**(3'359'007)**	**102'062**	**(7'020'577)**
Adjustments for:			
Depreciation, amortisation and impairment	2'715'732	861'487	5'710'597
Interest expenses	765'338	357'174	1'737'751
Equity settled share based payments	23'523	-	136'640
Income tax (payments)	(121'342)	(334'698)	(164'167)
Other non-cash items	-	(850'982)	70'172
Net changes in Working Capital:			
Changes in trade and other receivables	129'435	1'496'992	(1'070'305)
Changes in prepayments and other receivables	(1'538'806)	(702'260)	(59'696)
Changes in inventories	(382'421)	(157'257)	48'358
Changes in trade and other payables	970'038	(573'701)	487'412
Changes in accruals and other liabilities	827'327	(271'077)	(932'610)
Changes in employee benefit obligations	17'246	-	63'212
Net cash from / (used in) operating activities	**47'063**	**(72'260)**	**(993'213)**
INVESTING ACTIVITIES			
Purchase of property, plant and equipment	-	(197'764)	(86'938)
Increase of software under development	(181'900)	-	(471'352)
Sale proceeds from property, plant and equipment	18'440	-	207'548
Purchase of intangible assets	(109'513)	12'897'389	(355'406)
Acquisition of subsidiaries, net of cash acquired	-	(22'562'899)	(4'311'712)
Net cash (used in)/ from investing activities	**(272'973)**	**(9'863'274)**	**(5'017'860)**
FINANCING ACTIVITIES			
Increase in share capital	-	293'547	-
Increase in capital reserve	-	4'343'424	599'158
Increase in equity share based payment reserve	-	85'302	-
Increase in legal profit reserve	-	150'000	-
Net increase in borrowings	2'226'879	1'888'714	2'168'812
Increase in bank overdraft	(1'292'596)	-	1'449'479
Payment of lease liabilities	(209'678)	-	(401'247)
Interest paid	(765'338)	(357'174)	(1'693'954)
Net cash generated from financing activities	**(40'733)**	**6'403'813**	**2'122'248**
Net decrease in cash and cash equivalents	(266'643)	(3'531'721)	(3'888'825)
Cash and cash equivalents at the beginning of the period	507'581	4'396'406	4'396'406
Cash and cash equivalents at the end of the period	**240'938**	**864'685**	**507'581**

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2026

1 General information

Swissnet AG and its subsidiaries (together, the “Group” or “Swissnet Group”) are a diversified provider of digital and ICT solutions. The Group's activities include the provision of ICT infrastructure and services in Switzerland and Germany under the Swissnet brand, as well as AI-powered concierge and guest engagement solutions offered through Advanced Digital Technology DWC-LLC (“Lokalee”). Swissnet AG, formerly known as Beaconsmind AG, is incorporated and domiciled in Switzerland, with its registered office located in Berg, Canton of Thurgau, Switzerland.

These interim condensed consolidated financial statements comprise the financial position of the Group as at 30 June 2026 and its financial performance and cash flows for the six-month period then ended. They have been prepared in Swiss Francs (CHF).

These interim condensed consolidated financial statements are presented in Swiss francs (CHF) and were approved for issue by the Board of Directors on 2 November 2026.

The figures shown are rounded in every table. As the calculations are made with a higher level of numerical accuracy, it is possible that small rounding differences may occur.

2 Basis of preparation and changes to the Group’s accounting policies

These interim condensed consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and do not include all the information required for full annual consolidated financial statements. Accordingly, these interim financial statements of the Group are regarded as condensed and should therefore be read in conjunction with the consolidated annual financial statements as at 31 December 2025. Selected explanatory notes are included to explain events and transactions significant to understanding the changes in the Group’s financial position and performance since the last annual consolidated financial statements as at and for the year ended 31 December 2025.

The accounting policies applied are consistent with those of the prior year’s annual consolidated financial statements, except for the adoption of new standards and amendments effective from 1 January 2026. These changes had no material impact on the Group’s financial position or performance in the period.

The following exchange rates were applied for the conversion of positions and companies in foreign currency:

	Average rate		Closing rate	
Currency	**1 Jan 2026-30 June 2026**	**1 Jan 2025-30 June 2025**	**30 June 2026**	**30 June 2025**
EUR	0.91790	0.95023	0.93163	0.9347
AED	0.21420	0.24168	0.22250	0.2159

3 Significant accounting judgements, estimates and assumptions

The application of certain accounting policies requires the use of assumptions, estimates and judgments that may affect the reported amounts for assets and liabilities, income and expenses, and also the disclosure of contingent assets and liabilities in the reporting period. The assumptions and estimates are continually reviewed and are based on historical experience and other factors, including anticipated developments arising from probable future events. Actual results may differ from these assumptions and estimates. The significant judgments made by the management in the process of applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those applied in the consolidated financial statements as at and for the year ended 31 December 2025.

4 Segment information

For the 6 months ended 30 June 2026	Switzerland	Germany	UAE	Others	Elimination	Total
Revenue	2'768'797	5'822'424	664'605	--	-	9'255'826
Intergroup revenue	495'353	96'995	232'737	--	(825'085)	-
Intergroup costs	(143'782)	(461'418)	(219'885)	--	825'085	-
Other income	53'301	21'648	20'748	--	-	95'697
Direct cost	(973'161)	(1'833'088)	(727'854)	--	-	(3'534'103)
Personnel expenses	(775'738)	(2'552'346)	(427'766)	--	-	(3'755'850)
Other operating expenses	(375'006)	(1'209'105)	(355'635)	--	-	(1'939'746)
EBITDA	**1'049'764**	**(114'890)**	**(813'050)**	**--**	**-**	**121'824**

Of the total revenue of CHF 9,255,826 recognised during the six-month period ended 30 June 2026, CHF 6,438,998 (69.57%) was generated from IT Infrastructure activities, while CHF 2,816,828 (30.43%) was generated from Software / SaaS activities; the revenue of Frederix Hotspot GmbH is allocated 50% to each segment.

For the 6 months ended 30 June 2025	Switzerland	Germany	UAE	Others	Elimination	Total
Revenue	2'745'578	7'882'984	704'610	-	-	11'333'172
Intergroup revenue	-	164'738	123'946	-	(288'684)	-
Intergroup costs	-	(164'738)	(123'946)	-	288'684	-
Other income	4	219'654	32'103	190	-	251'951
Direct cost	(1'125'225)	(2'873'608)	(106'941)	-	-	(4'105'774)
Personnel expenses	(972'497)	(2'261'607)	(355'895)	(30'499)	-	(3'620'498)
Other operating expenses	(624'432)	(1'446'608)	(511'188)	(27'608)	-	(2'609'836)
EBITDA	**23'428**	**1'520'815**	**(237'311)**	**(57'917)**	**-**	**1'249'015**

5 Goodwill

Goodwill represents the excess of the consideration transferred over the fair value of the identifiable net assets acquired in business combinations. Goodwill is allocated to the cash-generating units (CGUs) that are expected to benefit from the synergies arising from the respective acquisitions.

As at 30 June 2026, the Group's goodwill amounted to CHF 9,865,886 (31 December 2025: CHF 9,865,886). There were no material movements in the carrying amount of goodwill during the six-month period ended 30 June 2026.

Management has assessed the goodwill for indicators of impairment during the interim reporting period and concluded that no impairment indicators were identified. Accordingly, no impairment loss has been recognised during the six-month period.

6 Intangible assets

During the six-month period ended 30 June 2026, the Group recognised additional internally developed software costs amounting to CHF 110,148. These costs primarily comprise internal costs directly attributable to the development phase of the software and have met the recognition criteria for capitalisation under IAS 38 – Intangible Assets. Costs incurred in the development of software that do not yet meet the recognition criteria for capitalisation under IAS 38 are recognised as software under development, where appropriate, until the relevant recognition criteria are satisfied. Such costs are reclassified to intangible assets when the development phase is completed and the underlying software is available for use.

The internally developed software is estimated to have a useful life of between 3 and 5 years and is amortised over its estimated useful life.

Customer relationships recognised in previous years, originating from the acquisitions of Swissnet AG, Frederix Hotspot GmbH and Socialwave GmbH, continue to be amortised over their estimated useful lives of 8 to 10 years.

7 Share capital and capital reserve

Share capital

Swissnet AG's share capital consists of 8'484'798 registered shares (31 December 2025: 8'484'798) with a nominal value of CHF 0.10 each, amounting to CHF 848'480 (31 December 2025: CHF 848'480). Ordinary shares entitle the holder to participate in dividends, hold one vote per share at general meetings of the Swissnet AG, and share in the liquidation proceeds of the Swissnet AG in proportion to the number of and amounts paid on the shares held. The share capital is fully paid in.

Capital reserve

Capital reserve amounted to CHF 49'771'622 (31 December 2025: CHF 49'771'622). There were no movements in the capital reserve during the period.

8 Borrowings

The Group's borrowings comprise bank borrowings and other borrowings obtained to finance its business operations.

The borrowings as at 30 June 2026 and 31 December 2025 are summarised below:

Particulars	30 June 2026 CHF	31 December 2025 CHF
Bank and other borrowings	12'966'849	10'739'970
Thereof current	2'675'235	2'509'762
Thereof non-current	10'291'614	8'230'208
Total borrowings	**12'966'849**	**10'739'970**

The borrowings are classified as current and non-current based on their respective contractual repayment terms. Certain borrowings are secured by liens on revenue collections of subsidiary companies and the Group's assets or are supported by personnel and government guarantees.

Bank overdrafts

Bank overdrafts represent short-term credit facilities obtained from banks to meet the Group's working capital requirements. These facilities are repayable on demand and bear interest at commercial rates.

As at 30 June 2026, bank overdrafts amounted to CHF 1,055,187 (31 December 2025: CHF 2,347,783).

9 Earnings per share

The earnings per share (EPS) is calculated by dividing the net loss attributable to equity holders of the Group by the weighted average number of ordinary shares outstanding during the period.

	30 June 2026	30 June 2025	31 December 2025
Share of net loss attributable to equity holders (CHF)	(3'006'715)	(372'343)	(7'219'504)
Weighted average number of shares outstanding (number)	8'484'798	8'240'175	8'240'175
Basic and diluted earnings per share (in CHF)	(0.3544)	(0.0452)	(0.8761)

Outstanding stock options have been excluded from the calculation of diluted EPS because the Group reported a net loss and their effect would therefore be anti-dilutive. Accordingly, diluted EPS equals basic EPS.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AT 30 JUNE 2026

10 Acquisitions of subsidiaries

During the six-month period ended 30 June 2026, the Group did not enter into any new business combinations or asset acquisitions. Accordingly, no new subsidiaries were acquired during the period and no additional goodwill arising from business combinations was recognized

11 Interest in subsidiaries

		Share Capital		Ownership		NCI	
Parent company		2026	2025	2026	2025	2026	2025
Swissnet AG	CHF	848'480	848'480				
Subsidiary companies							
Swissnet Germany Holding GmbH (formerly Beaconsmind Proximity)	EUR	25'000	25'000	100%	100%	0%	0%
Beaconsmind Mena Data L.L.C; Dubai	AED	--	300'000	--	49%	--	--
Socialwave GmbH	EUR	42'154	42'154	100%	100%	0%	0%
Frederix Hotspot GmbH	EUR	25'000	25'000	62%	62%	38%	38%
Kadsoft GmbH (see note)	EUR	--	53’686	--	100%	--	0%
Swissnet ICT GmbH	EUR	150’000	150’000	100%	100%	0%	0%
Swissnet Mein Hotspot GmbH	EUR	25'000	25'000	100%	100%	0%	0%
Socialwave Spain S. L	EUR	3’000	3’000	100%	100%	0%	0%
Advanced Digital Technology DWC-LLC, Dubai	AED	300’000	300’000	100%	100%	-	-
Swissnet Mena IT Technologies Trading LLC, Dubai	AED	51’100	-	50.1%	-	49.9%	-
Swissnet Mena IT Technologies Services LLC, Dubai	AED	51’100	-	50.1%	-	49.9%	-

The Group's structure as at 30 June 2026 reflects the subsidiaries held directly and indirectly by Swissnet AG.

During the six-month period ended 30 June 2026, the Group undertook an internal restructuring through which Kadsoft GmbH was merged with Swissnet ICT GmbH. Following the completion of the merger, Kadsoft GmbH ceased to exist as a separate legal entity, and its operations and assets and liabilities were transferred to Swissnet ICT GmbH.

The restructuring was undertaken within the Group and did not result in a change in the Group's ultimate ownership or control. Accordingly, the restructuring did not constitute an acquisition of a new business by the Group and did not result in any change in the Group's consolidated economic interests.

Except for the above restructuring, there were no other material changes in the Group's interests in subsidiaries during the six-month period ended 30 June 2026.

12 Going concern

For the six-month period ended 30 June 2026, the Group incurred a net loss of CHF 3,337,572 (year ended 31 December 2025: CHF 7,522,605) and reported accumulated losses of CHF 31,043,911 (31 December 2025: CHF 28,037,196). The Group's cash and cash equivalents amounted to CHF 240,938 as at 30 June 2026 (31 December 2025: CHF 507,581).

In assessing the appropriateness of the going concern basis of accounting, the Board of Directors has evaluated the Group's expected cash flows and liquidity requirements for a period of at least twelve months from the date of approval of these consolidated financial statements. As part of this assessment, the Board has implemented and initiated the following measures:

12 Going concern (Continued)

- Preparation of a rolling cash flow forecast covering a period of at least twelve months from the date of approval of these consolidated financial statements, demonstrating that the Group is expected to maintain sufficient liquidity to meet its obligations as they fall due.

- The Group received additional loans of CHF 3.1 million from its anchor shareholder, Crown Private Investments S.à r.l., comprising CHF 1.2 million in July 2026 under an amendment to the existing loan agreement and CHF 1.9 million in October 2026 under loan agreements concluded in September and October 2026.

- Implementation of cost reduction initiatives across the Group, primarily through reductions in personnel costs of approximately CHF 0.8 million per year (run-rate).

- Recognition that the results for the six-month period ended 30 June 2026 were adversely affected by non-recurring items of approximately CHF 0.6 million, comprising one-off costs relating to the delayed annual closing for 2025, the first group audit and restructuring, as well as allowances arising from the clean-up of receivables. These costs were partly offset by non-recurring income and prior-period revenue of approximately CHF 0.4 million, which are not expected to recur.

Based on the cash flow forecasts and the successful implementation of the above measures, the Board of Directors has concluded that the Group will have adequate financial resources to continue its operations for at least twelve months from the date of approval of these condensed consolidated financial statements. Accordingly, the condensed consolidated financial statements have been prepared on a going concern basis.

13 Comparative information and reconciliations

The comparative figures for the six-month period ended 30 June 2025 have been presented in accordance with the accounting policies and presentation requirements applicable to these condensed consolidated interim financial statements.
In the half-year report for 2025, the Group presented its income statement on an adjusted basis, excluding certain non-recurring expenses. Accordingly, the comparative figures included in these condensed consolidated interim financial statements have been adjusted to reflect the results in accordance with IFRS. The following table presents a reconciliation between the results published in the half-year report for 2025 and the comparative figures presented in these condensed consolidated interim financial statements:

Particulars	Published H1 2025 results	Adjustments	IFRS comparative
Revenue	11'333'172	–	11'333'172
Other income	–	251'951	251'951
Direct cost	(4'105'774)	–	(4'105'774)
Personnel expenses	(3'336'982)	(283'516)	(3'620'498)
Other operating expenses	(1'624'825)	(985'011)	(2'609'836)
EBITDA	**2'265'591**	**(1'016'576)**	**1'249'015**
Depreciation and amortisation	(861'487)	–	(861'487)
Operating profit	1'404'104	(1'016'576)	387'528
Financial result	(285'466)	–	(285'466)
Income tax	(334'698)	–	(334'698)
Net profit / (loss)	**783'940**	**(1'016'576)**	**(232'636)**

In addition, certain comparative figures have been regrouped and reclassified, wherever necessary, to ensure consistency with the presentation adopted in the current period. These regroupings and reclassifications have been made solely for presentation purposes and do not affect the previously reported total assets, total equity or net result, except for the adjustments described above.

14 Events after the balance sheet date

Subsequent to the reporting date, the Group received additional loans of CHF 3.1 million from its anchor shareholder, Crown Private Investments S.à r.l., comprising CHF 1.2 million in July 2026 under an amendment to the existing loan agreement and CHF 1.9 million in October 2026 under loan agreements concluded in September and October 2026.

Further, the Group secured a major order for the nationwide fibre connection of approximately 600 stores of a leading German retail group. The contract has a term of seven years and represents a contracted volume of approximately EUR 10 million from recurring monthly fees.

The Group also announced the appointment of Stefan Gübeli as Group Chief Executive Officer, with effect from 1 January 2027. The appointment was announced on 14 September 2026.

These events occurred after the reporting period and, accordingly, no adjustments have been made to the amounts recognised in these interim condensed consolidated financial statements in respect of these events.

Except for the matters described above, there have been no other material events occurring after the reporting date that require adjustment to or disclosure in these interim condensed consolidated financial statements.