

The HOVE logo consists of the word "HOVE" in a bold, white, sans-serif font, centered within a white rectangular box that has a wavy top edge. The background of the entire page is a photograph of a wind farm at dusk or dawn, with several wind turbines visible against a blue sky. In the foreground, two workers wearing high-visibility vests and hard hats are walking away from the camera on a gravel path, with tall grasses to their left.

**HOVE**

**KEEP MOVING PARTS MOVING**

# Q1 Financial Report

1 January - 31 March 2026

**HOVE A/S**

Herstedøstervej 7  
DK - 2600 Glostrup

CVR-no. 25804821

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## LETTER FROM THE CEO

# RECORD Q1 PERFORMANCE DESPITE GEOPOLITICAL UNCERTAINTY



**REVENUE**  
DKK 81.2M



**EBITDA**  
DKK 13.0M



**EBIT**  
DKK 12.5M



**NET PROFIT**  
DKK 9.8M

### REVENUE AND GROSS PROFIT

Hove delivered its strongest first quarter ever in Q1 2026, with revenue of DKK 81.2 million, representing growth of 42% compared with the same period last year. Growth was primarily driven by higher sales of pumps and grease to the wind turbine segment.

A stronger USD exchange rate (approx. +2%) also supported performance.

In Q1, Hove secured its second contract with a global port terminal operator and continues its focused sales efforts in this segment.

Gross profit increased to DKK 26.3 million, while the gross margin declined to 32.3% due to changes in the sales mix. EBITDA rose 36% to DKK 13.0 million, with a margin of 16.0%, reflecting strong revenue growth partly offset by higher external and staff costs related to organisational expansion.

### KEY FIGURES

DKK million	Q1 2026	Q1 2025	Change	FY 2025
Revenue	81.2	57.2	42%	209.1
Gross profit	26.3	21.0	25%	72.7
EBITDA	13.0	9.6	36%	22.6
EBIT	12.5	9.2	35%	20.5
Net profit	9.8	7.0	40%	13.6

Hove's solvency ratio amounted to 69% at the end of the quarter, and the Company therefore continues to maintain a strong capital structure and low financial risk.

### CASH FLOWS

Cash flow from operating activities amounted to DKK 2.3 million, with strong EBITDA partly offset by higher working capital following revenue growth. Investing activities resulted in a cash outflow of DKK 0.5 million, while a DKK 3.0 million loan was raised in connection with the acquisition of the factory building in Holeby. Total cash flow for the quarter was positive at DKK 4.7 million.

### SUBSIDIARIES

Subsidiaries delivered solid performance overall. The US subsidiary continued its growth despite market uncertainty, Hove India maintained its positive development, and Hove Turkey returned to growth. Hafnia Pumps is preparing the launch of its new Water Gear Pump.

### INVESTMENTS

The investment programme is progressing as planned. The Holeby factory acquisition has been completed, with the automated grease filling facility expected to be operational in Q3 2026. The factory building in India is expected to be acquired in Q2 2026, with production start-up also planned for Q3 2026.

## ORGANISATION

The organisation continued to expand, with new sales resources added in the Middle East, the UK and Denmark, alongside additional development engineers to accelerate product development.

## GUIDANCE

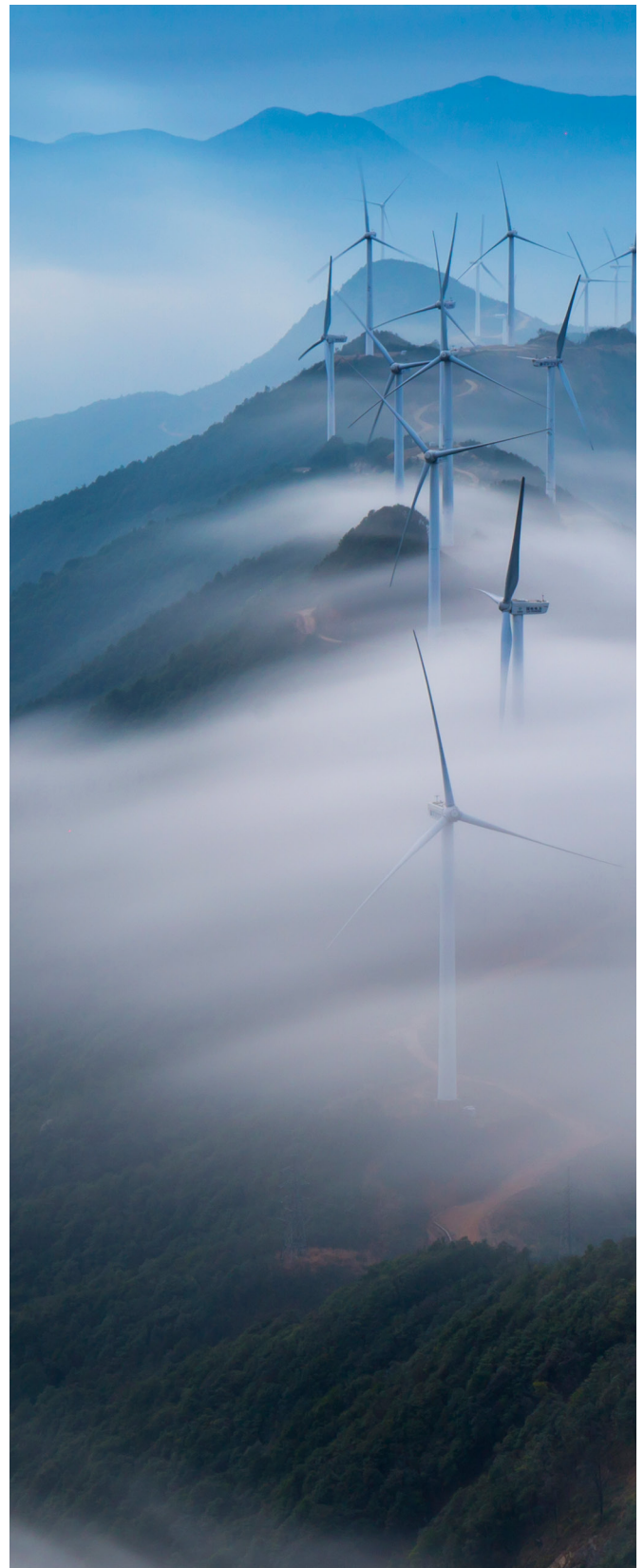
Due to the geopolitical situation, uncertainty regarding the high level of activity in Q1 2026 was driven by customers bringing purchases forward, as well as how current price increases will impact the remainder of the year, the Company maintains its current guidance as stated in company announcement no. 62 of 9 January 2026.

- **Revenue:** DKK 210 – 240 million
- **EBITDA:** DKK 22 – 29 million



**HANS CHRISTIAN HANSEN**

CEO



## KEY FIGURES AND RATIOS

DKK '000	Q1 2026	Q1 2025	Full Year 2025
<b>INCOME STATEMENT</b>			
Revenue	81,249	57,211	209,067
Gross profit	26,271	21,032	72,702
EBITDA	12,980	9,552	22,561
EBIT	12,485	9,235	20,540
Net financials	48	-382	-2,308
Net profit	9,811	6,990	13,643
<b>BALANCE SHEET</b>			
Non-current assets	31,054	25,777	31,046
Assets	140,204	121,424	115,304
Equity	97,284	85,409	87,164
Net working capital	76,539	67,405	63,505
Net interest-bearing debt	10,143	5,362	7,096
Invested capital	107,593	93,182	94,552
<b>CASH FLOW</b>			
Cash flow from operations	2,251	9,522	6,742
Cash flow from investments	-461	-341	-7,425
Cash flow from financing	2,917	-155	-3,715
Net cash flow	4,706	9,026	-4,398
Cash, end of period	4,678	13,396	-28
<b>KEY RATIOS</b>			
Gross margin	32.3%	36.8%	34.8%
EBITDA-margin	16.0%	16.7%	10.8%
Return on invested capital (ROIC)	12.4%	10.1%	22.6%
Return on equity	10.6%	8.5%	16.4%
Solvency ratio	69%	70%	76%
Average number of employees	56	51	54
<b>SHARERELATED RATIOS</b>			
Shares outstanding end of period	25,283,333	24,654,838	25,283,333
Share price end of period (DKK)	5.80	3.18	4.93
Market cap (million)	146.6	78.4	124.6
Earnings per share (EPS) (DKK)	0.39	0.28	0.55

See ratio definitions in Note 4

## CONSOLIDATED INCOME STATEMENT

Note	DKK '000	Q1 2026	Q1 2025	FY 2025
	Revenue	81,249	57,211	209,067
	Change in inventories of finished goods and work in progress	-5,104	3,945	2,794
	Work carried out for own account and capitalised	113	341	915
	Other income	71	51	387
	Use of raw materials and consumables	-50,058	-40,516	-140,461
	<b>Gross profit</b>	<b>26,271</b>	<b>21,032</b>	<b>72,702</b>
1	Other external costs	-3,799	-3,183	-16,621
	Staff costs	-9,493	-8,297	-33,521
	<b>EBITDA</b>	<b>12,980</b>	<b>9,552</b>	<b>22,561</b>
	Depreciation, amortisation and impairment	-495	-317	-2,022
	<b>EBIT</b>	<b>12,485</b>	<b>9,235</b>	<b>20,540</b>
	Financial income	540	122	466
	Financial expenses	-491	-504	-2,774
	<b>Profit before tax</b>	<b>12,533</b>	<b>8,852</b>	<b>18,231</b>
	Tax on profit for the period	-2,722	-1,862	-4,588
	<b>Profit for the period</b>	<b>9,811</b>	<b>6,990</b>	<b>13,643</b>
	<b>Earnings per share (DKK)</b>			
	Earnings per share	0.39	0.28	0.55
	Diluted earnings per share	0.39	0.28	0.54

## CONSOLIDATED BALANCE SHEET

Note	DKK '000	31 March 2026	31 March 2025	31 Dec 2025
<b>ASSETS</b>				
	Completed development projects	5,512	6,461	6,348
	Development projects in progress	2,780	2,093	2,039
	<b>Intangible assets</b>	<b>8,292</b>	<b>8,554</b>	<b>8,387</b>
	Land and buildings	18,769	13,940	18,854
	Plant and machinery	2,846	2,414	2,025
	Other equipment, fixtures and fittings	643	670	581
	Property, plant and equipment in progress	67	0	855
	<b>Property, plant and equipment</b>	<b>22,325</b>	<b>17,024</b>	<b>22,315</b>
	Deposits	437	198	344
	<b>Financial assets</b>	<b>437</b>	<b>198</b>	<b>344</b>
	<b>Non-current assets</b>	<b>31,054</b>	<b>25,777</b>	<b>31,046</b>
	<b>Inventories</b>	<b>39,914</b>	<b>33,992</b>	<b>44,892</b>
	Trade receivables	55,352	42,045	32,280
	Other receivables	4,636	4,100	3,223
	Prepayments	2,189	2,096	1,702
	<b>Receivables</b>	<b>62,178</b>	<b>48,241</b>	<b>37,204</b>
	<b>Cash</b>	<b>7,058</b>	<b>13,415</b>	<b>2,161</b>
	<b>Current assets</b>	<b>109,150</b>	<b>95,648</b>	<b>84,257</b>
	<b>ASSETS</b>	<b>140,204</b>	<b>121,424</b>	<b>115,304</b>

## CONSOLIDATED BALANCE SHEET

Note	DKK '000	31 March 2026	31 March 2025	31 Dec 2025
<b>EQUITY AND LIABILITIES</b>				
	Share capital	2,528	2,465	2,528
	Share premium	33,484	33,258	33,484
	Reserve revaluation	4,607	4,660	4,607
	Reserve for development costs	6,542	6,559	6,542
	Translation reserve	-1,413	-882	-1,722
	Retained earnings	45,215	35,896	35,404
	Proposed dividend	6,321	3,452	6,321
	<b>Equity</b>	<b>97,284</b>	<b>85,409</b>	<b>87,164</b>
	Deferred tax	3,075	3,038	3,041
	<b>Non-current liabilities</b>	<b>3,075</b>	<b>3,038</b>	<b>3,041</b>
	Mortgage institutions	6,378	3,672	3,491
	Other payables	856	1,061	856
	Deferred income	0	0	0
	<b>Long-term current liabilities</b>	<b>7,233</b>	<b>4,733</b>	<b>4,347</b>
	Mortgage institutions	263	244	233
	Credit institutions	2,646	385	2,516
	Trade payables	22,120	22,063	14,095
	Income tax payable	4,164	3,725	2,201
	Other payables	3,418	1,497	1,646
	Deffered income	0	331	60
	<b>Short-term current liabilities</b>	<b>32,611</b>	<b>28,244</b>	<b>20,752</b>
	<b>Liabilities</b>	<b>42,920</b>	<b>36,015</b>	<b>28,140</b>
	<b>EQUITY AND LIABILITIES</b>	<b>140,204</b>	<b>121,424</b>	<b>115,304</b>

- 2 Related parties
- 3 Accounting policies
- 4 Ratio definitions

## CONSOLIDATED CASH FLOW STATEMENT

DKK '000	Q1 2026	Q1 2025	FY 2025
<b>EBITDA</b>	<b>12,980</b>	<b>9,552</b>	<b>22,561</b>
Change in inventories	4,978	2,690	-8,210
Change in receivables	-25,067	-13,696	-2,805
Change in trade payables	9,737	11,601	3,512
Other adjustments	333	544	-1,972
<b>Change in working capital</b>	<b>-10,018</b>	<b>1,140</b>	<b>-9,474</b>
Financial income received	540	122	466
Financial expenses paid	-491	-504	-2,774
<b>Total financial items</b>	<b>48</b>	<b>-382</b>	<b>-2,308</b>
Income tax paid	-759	-787	-4,037
<b>Cash flows from operating activities</b>	<b>2,251</b>	<b>9,522</b>	<b>6,742</b>
Purchase of intangible assets	-113	-341	-915
Purchase of fixed assets	-348	0	-6,509
<b>Cash flows from investing activities</b>	<b>-461</b>	<b>-341</b>	<b>-7,425</b>
Debt financing:			
Settlement of long-term debt	2,917	-155	-552
Shareholders:			
Capital increase	0	0	289
Dividend paid	0	0	-3,452
<b>Cash flow from financing activities</b>	<b>2,917</b>	<b>-155</b>	<b>-3,715</b>
<b>Cash flow for the period</b>	<b>4,706</b>	<b>9,026</b>	<b>-4,398</b>
Cash, beginning of the year	-28	4,370	4,370
<b>Cash, end of period</b>	<b>4,678</b>	<b>13,396</b>	<b>-28</b>
<b>Cash end of period comprises:</b>			
Cash	7,058	13,415	2,161
Short-term payables to credit institutions	-2,381	-19	-2,190
<b>Cash, end of period</b>	<b>4,678</b>	<b>13,396</b>	<b>-28</b>

## NOTES

### 1. OTHER EXTERNAL COSTS

DKK '000

	Q1 2026	Q1 2025
Sales and marketing	771	817
Research & Development	306	156
Premises	427	360
Administration	2,296	1,851
<b>Total</b>	<b>3,799</b>	<b>3,183</b>

### 2. RELATED PARTIES

#### Group and Parent Company

There have been transactions between the Group and its related parties during the first three months of the financial year. Controlling transactions between related parties have taken place on market terms.

There are no related parties with controlling influence as of 31 March 2026.

### 3. ACCOUNTING POLICIES

The Interim Financial Statement for Hove A/S has been prepared in accordance with the Danish Financial Statements Act for class C companies and additional disclosure requirements for companies listed on Nasdaq First North.

The used accounting policy is unchanged compared to the accounting policies used in the Annual Report for 2025.

The consolidated Q1 report for Hove A/S has neither been audited nor reviewed.

### 4. RATIO DEFINITIONS

RATIO	FORMULA
Gross margin (%)	$(\text{Gross profit} * 100) / \text{Revenue}$
EBITDA-margin (%)	$(\text{EBITDA} * 100) / \text{Revenue}$
Return of invested capital (ROIC) (%)	$(\text{EBIT} * 100) / \text{Average invested capital}$
Return on equity (%)	$(\text{Net profit} * 100) / \text{Average equity}$
Solvency ratio (%)	$(\text{Equity} * 100) / \text{Total assets}$
Number of shares	The total number of shares outstanding
Number of shares diluted	The total number of shares and warrants outstanding
Earnings per share (EPS)	$(\text{Net profit} * 100) / \text{Average number of shares}$
Diluted EPS	$(\text{Net profit} * 100) / \text{Average number of shares diluted}$
Net working capital (NWC)	Current assets minus current liabilities
Invested capital	Net working capital + intangible assets + fixed assets

## Board of Directors

Knud Andersen, Chair  
Michael Gaarmann  
Jesper Bregendahl

## Executive Management

Hans Christian Hansen, CEO  
Thomas Alexander Kjeldbæk, COO  
Thomas Cramer, CCO  
Bent Fauriskov, CFO

## HOVE A/S

Herstedøstervej 7  
DK - 2600 Glostrup

CVR-no. 25804821

## Financial year

1 January – 31 December 2026

## Auditor

Dansk Revision Hillerød  
Godkendt Revisionsaktieselskab

