INTERIM REPORT 2026

KEY FIGURES OF THE PALFINGER GROUP

EUR thousand	HY 2022	HY 2023	HY 2024	HY 2025	HY 2026
Income statement					
Revenue	1,038,997	1,214,920	1,175,436	1,139,489	1,165,590
EBITDA	119,511	157,857	156,415	136,728	133,336
EBITDA margin	11.5%	13.0%	13.3%	12.0%	11.4%
EBIT (operating result)	80,244	111,263	112,161	90,368	84,062
EBIT margin	7.7%	9.2%	9.5%	7.9%	7.2%
Earnings before tax	75,120	96,474	90,519	72,338	70,867
Consolidated net result	39,186	63,280	68,335	50,102	47,970
Balance sheet					
Net working capital (average)	432,289	523,557	539,044	480,833	420,987
Capital employed (average)	1,189,560	1,341,045	1,449,871	1,436,561	1,426,139
ROCE	9.0%	10.2%	11.0%	8.5%	9.0%
Equity	684,575	674,655	752,735	767,886	946,428
Equity ratio	34.6%	33.1%	34.3%	36.2%	43.6%
Net debt	604,120	722,934	763,347	687,658	526,696
Gearing	88.3%	107.2%	101.4%	89.6%	55.7%
Cash flows and investments					
Cash flow from operating activities	(9,385)	29,584	48,555	57,089	60,981
Free cash flow	(48,703)	(46,964)	(22,367)	28,290	3,312
Net investments	56,321	78,791	93,813	52,709	93,516
Depreciation, amortization and impairment	39,267	46,594	44,254	46,360	49,274
Human resources					
Employees[1]	12,135	12,565	12,651	12111	12,230
Share					
International Securities Identification Number (ISIN)					AT0000758305
Market capitalization	757,915	1,048,852	834,570	1,345,839	1,197,345
Price as at month end (EUR)	21.80	27.90	22.20	35.80	31.85
Earnings per share (EUR)	1.13	1.82	1.97	1.44	1.28

1) Reporting date figures of consolidated Group companies without equity investments and without contingent workers.

DEAR SHAREHOLDERS,

The first half of 2026 was marked by serveral unforseeable events that weighed on the global market environment. In addition to the ongoing geopolitical conflicts, an escalation in the Middle East at the end of February triggered a further geopolicical crisis. As a result, there were, among other consequences, recurring restrictions to shipping through the Strait of Hormuz, a key route for global trade. Furthermore, the market environment continued to be affected by the volatility of the U.S. tariff policy and the delayed economic recovery in Germany.

Despite these economically and geopolitically challenging environment, PALFINGER achieved an overall stable business performance in the first half of 2026: PALFINGER generated revenue of EUR 1,165.6 million. This represents an increase of 2.3 percent compared with the prior-year period. EBIT amounted to EUR 84,1 million, which is 7.0 percent beneath the previous year's level. The EBIT margin was 7.2 percent (2025: 7.9 percent). The equity ratio improved from 36.2 percent to 43.6 percent, while net financial debt decreased from EUR 687.7 million to EUR 526.7 million.

In a persistently challenging market environment, PALFINGER demonstrated its resilience and strong market position. During the first half of 2026, several major orders were secured in the EMEA and NAM regions, particularly for the Areal Work Platform and Truck Mounted Forklift product lines, for which new and updated model series were introduced in 2025. The Marine business also generated several major orders, particularly in the offshore wind energy sector.

These achievements confirm the effectiveness of PALFINGER's consistently pursued strategic direction. The "in the region, for the region" value creation principle and the company's broad product portfolio, continue to be key strengths, particularly in a volatile market environment. PALFINGER's Strategy 2030+, implemented last year, established a clear framework for the company's future development. The execution of the defined initiatives is progressing as planned.

Close proximity to customers and markets is a fundamental element of PALFINGER's corporate strategy. In line with this approach, the company participated in CONEXPO, North America's largest construction trade show, which took place in Las Vegas in March 2026. With an exhibition space of approximately 279,000 m² and around 140,000 registered attendees, the event provided an important platform for showcasing innovations, strengthening customer relationships and creating new business opportunities.

With an order backlog covering approximately five months of production, PALFINGER has a solid foundation for the second half of the year. Despite the expected continued volatility of market conditions, the company aims to outperform the previous year's result. Based on its Strategy 2030+, PALFINGER targets revenue of more than EUR 3.0 billion, an EBIT margin of 12 percent and a ROCE of 15 percent by 2030.

Thank you for your continued trust in PALFINGER. We look forward to continuing our successful journey together with you.

Ing. Andreas Klauser	**Mag. Maria Koller**	**Dr. Felix Strohbichler**	**Dr. Alexander Susanek**
CEO	CHRO	CFO	COO

CONSOLIDATED MANAGEMENT REPORT AS OF JUNE 30, 2026

DEVELOPMENT OF THE PALFINGER GROUP IN THE FIRST HALF OF THE YEAR 2026

- **Escalation of the Middle East conflict at the end of February, leading to ongoing risks and recurring blockades of maritime traffic through the Strait of Hormuz**
- **Global economic growth forecasts decline**
- **Order intake has remainded stable since Q4 2024, despite challenging market conditions**

MACROECONOMIC CONDITIONS

Following a period of relative stabilization, geopolitical uncertainty intensified again in 2026. In addition to Russia's war of aggression against Ukraine, which has continued for more than four years, and the ongoing conflict in the Gaza Strip, that have persisted since 2023, further geopolitical tensions weighed on the global environment. An escalation in the Middle East in February 2026 resulted in ongoing risks and recurring blockades of the Strait of Hormuz, one of the world's most important shipping routes for the global energy trade. As a result, oil and energy prices rose significantly. Asian economies were particularly affected, as they are highly dependent on energy imports from the region. Despite ongoing diplomatic efforts, no significant progress has yet been achieved in resolving the affected conflict regions.

The persistence of geopolitical conflicts and uncertainty surrounding the volatile U.S. tariff policy, weighed on the global economic outlook. The International Monetary Fund (IMF) lowered its forecast for global economic growth in 2026 from 3.3 percent[1] to 3.1 percent[2]. Economic growth in the European Union is projected at 1.3 percent. In the United States, a rate of 2.3 percent is expected, also below the previous year's level. Emerging markets are also expected to record growth below the previous year's level, but continue to display greater economic momentum than advanced economies. Growth in India is expected to remain particularly strong at 6.5 percent, while China's gross domestic product is forecast to increase by 4.4 percent.[3]

Forecast inflation rates also vary across regions. Global inflation is projected at 4.4 percent in 2026. In the United States, an inflation rate of 3.2 percent is forecast. At 2.6 percent, expected inflation in the Eurozone is lower. Austria's projected inflation rate of 2.5 percent is marginally below the Eurozone average. China's inflation rate is expected to remain comparatively low at 1.2 percent, while in India it is expected to remain at a higher level of 4.7 percent.[4]

The monetary policy stance of the major central banks remains shaped by the challenging environment. After leaving its key interest rates unchanged since June 2025, the European Central Bank (ECB) raised its rate to 2.25 percent[5] in June 2026, following seven rate pauses. The Federal Reserve (Fed) in the United States had cut key interest rates several times in the previous year and currently maintains the target range for the federal funds rate at 3.50 to 3.75 percent.[6]

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[1] World Economic Outlook Update, January 2026: Global Economy: Steady amid Divergent Forces
[2] World Economic Outlook, April 2026: Global Economy in the Shadow of War
[3] World Economic Outlook (April 2026) - Real GDP growth
[4] World Economic Outlook (April 2026) - Inflation rate, average consumer prices
[5] Key ECB interest rates
[6] USA Fed Funds Zinssatz

PALFINGER's global operations involve financial transactions in various currencies. The U.S. dollar (USD) has the greatest impact on the company's business performance. During 2025, the USD depreciated significantly against the euro. This trend continued in 2026. At the beginning of 2026, the exchange rate reached its high of 1.20. During the year to date, the average exchange rate stood at approximately 1.17.[7]

Commodity markets also experienced increased volatility during the reporting period. Brent crude oil prices climbed sharply after the escalation in the Middle East in late February 2026, reaching roughly USD 116 per barrel in early May. Subsequently, prices declined, primarily due to expectations of a ceasefire agreement between the United States and Iran. By the end of June 2026, the price of Brent crude traded at approximately USD 72 per barrel, remaining well above the level of approximately USD 63 per barrel at year-end 2025.[8]

The steel market also recorded rising prices. Northern European Hot-Rolled Coil prices continued the upward trend that had been in place since mid-2025. According to Fastmarkets index, the spot price reached approximately EUR 690 per ton at the end of June 2026, representing an increase of more than EUR 150 per ton compared with the low of approximately EUR 535 per ton recorded in July 2025.[9] Key factors contributing to this development include U.S. tariff policy, higher energy prices, costs associated with the EU Carbon Border Adjustment Mechanism (CBAM), tighter EU safeguard measures involving higher import duties, and stronger demand across Europe.[10]

SALES & SERVICE

The global function Sales & Service is responsible for PALFINGER's sales and service business and is organized into regions. Distribution is carried out by PALFINGER's own as well as independent general agents and dealers. PALFINGER's comprehensive global sales and service network comprises around 200 general importers and dealers across 130 countries.

SIGNIFICANT EVENTS IN THE FIRST HALF OF 2026

On a global basis, order intake remained stable during the first half of 2026. However, the anticipated market recovery did not materialize, due to persistent geopolitical tensions and volatile global economic conditions. In several markets, customers adopted a cautious approach, resulting in delays to investment decisions. However, regional declines were largely compensated by stronger demand in other regions and business areas. As of the reporting date, PALFINGER has an order backlog of five months.

PALFINGER's largest region, Europe, Middle East and Africa (EMEA), recorded a slightly positive development in the first six months of 2026, although performance differed significantly among the individual subregions. Southern Europe continued to perform very positively. A slight recovery in order intake was evident in Northern Europe. In Central Europe, by contrast, demand remained at a low but stable level. The North America (NAM) region likewise continued to operate at a low but stable level. A wait-and-see attitude was particularly evident in this market, partly due to volatile U.S. tariff policy and the conflict in the Middle East. Latin America (LATAM) continued the stable development seen in recent years. However,a slight slowdown in market momentum became evident at the beginning of the second quarter 2026. The Asia Pacific (APAC) region experienced a slightly positive overall trend, although performance differed across the individual subregions. As in 2025, the Indian market represented the primary driver of growth. Market development in China, by contrast, remained muted. Southeast Asia was noticeably affected by higher energy prices resulting from the ongoing risks and recurring blockades of the Strait of Hormuz. A decline in the Marine service business resulting from the conflict in the Middle East was largely offset by increased demand in the wind sector. As a result, Marine remained stable at a solid level. Since 2022, the CIS region has operated autonomously and in isolation. Sanction and the prolonged duration of the war negatively affected the performance of the Russian entities during the first half of 2026.

[7] US dollar (USD)
[8] https://www.finanzen.net/rohstoffe/oelpreis
[9] Stahlpreis aktuell: Preis, Entwicklung & Prognose 2026 | Tacto
[10] Carbon Border Adjustment Mechanism (CBAM)

In March, PALFINGER was represented at CONEXPO 2026, North America's largest construction trade show. Nine products were showcased at the PALFINGER exhibition booth, which recorded more than 33,000 visitors. Overall, more than 2,000 exhibitors and approximately 140,000 visitors attended the trade show. Key highlights of PALFINGER included the new TEC 880 and 720 cranes, which are now also available in the North American market. In addition, several major orders were secured.

OUTLOOK

Rising global demand for mining commodities, particularly copper, is expected to lead to increased market momentum again in the LATAM region during the second half of the year. Overall, market development is expected to improve in the second half of 2026. Key factors that may support this development include a more stable U.S. tariff policy and progress toward peace negotiations in individual geopolitical conflict regions.

PROCUREMENT AND SUPPLY CHAIN MANAGEMENT

The global function Procurement comprises the following categories: Raw Material, Cylinder, Control Systems & Mechatronic, Hydraulic & Equipment, Drawing & Standard Parts, Chassis as well as Indirect Spend & Investment. It is responsible for PALFINGER's entire purchasing volume. The global function Supply Chain Management plans, coordinates, and monitors all activities along the supply chain to ensure a smooth production process.

SIGNIFICANT EVENTS IN THE FIRST HALF OF 2026

Despite global economic and geopolitical tensions, PALFINGER did not experience any significant disruptions to supply chains or material availability during the first half of 2026. Individual suppliers encountered financial challenges due to the generally difficult economic environment. Through its double- and multiple-sourcing strategies, which have been implemented and further developed in recent years, PALFINGER was able to proactively mitigate potential impacts, thereby maintaining a stable supply of materials in the first half of 2026.

The inventory optimization measures introduced in 2023 continued to be consistently pursued.

During the first six months of 2026, costs were partially reduced, supported by securing steel priced at favourable levels in the previous year and by further centralizing operational procurement activities. . In the second half of the year, steel prices are expected to increase. Key drivers include U.S. tariff policy, higher energy prices, and stricter EU measures under the Carbon Border Adjustment Mechanism (CBAM), which, among other provisions, limits the volume of imports eligible for duty-free treatment.

At the same time, high volatility in crude oil prices led to price increases for numerous products dependent on crude oil throughout the supply chain, including fuels, plastics and coatings. Energy and transportation costs also increased during the first half of 2026. Although the ongoing risks and recurring blockades of the Strait of Hormuz did not directly affect PALFINGER's supply chains, the resulting increase in prices had an indirect impact on procurement and logistics costs.

In addition, the U.S. Supreme Court determined that part of the tariffs imposed and paid in 2025 were unlawful, and the associated refund process has been initiated.

OUTLOOK

Expectations for the second half of 2026 include a slight increase in the cost of raw materials, mainly driven by higher steel and crude oil prices. The focus will remain on the optimization of inventory levels and working capital throughout the value chain.

PRODUCTION

Production at PALFINGER is the responsibility of the global function Operations. This comprises all production plants of the PALFINGER Group and is organized into regions. With over 7,000 employees, more than half of PALFINGER's total workforce is engaged in production.

SIGNIFICANT EVENTS IN THE FIRST HALF OF 2026

Production capacity utilization developed differently across the individual regions during the first half of 2026, but remained stable overall at group level. In the EMEA region, capacity utilization at production sites was in line with the previous year's level. The NAM region showed a mixed picture. While U.S. plants continued to operate at low utilization levels, the Canadian site maintained high capacity utilization. Production capacity utilization in the LATAM region was stable but is expected to decline slightly in the second half of the year, reflecting the overall market situation. In the APAC region, capacity utilization at the production facility in Rudong (China), which is operated through a joint venture with SANY, was below the level of the previous year. Production capacity has already been adjusted accordingly. In the Marine sector, capacity utilization for boats and davits as well as cranes remained at a good level. Since 2022, the CIS region has operated autonomously and independently. Sanctions and the prolonged duration of the war had an adverse impact on the development of the Russian units in the first half of the year, with the plants recording low capacity utilization.

In Ormož, Slovenia, the groundbreaking ceremony for the new production facility, including a logistics hub and a modern training center, took place as planned in the first half of 2026. Completion is scheduled for 2028. In May, PALFINGER signed an agreement securing long-term use of a plot of land for its new assembly facility in Pune in the growth market of India. Detailed planning for the facility and the process of obtaining building permits are currently in progress.

Delivery reliability remained consistent with the previous year's level despite the impact of volatile U.S. tariff policy as well as the ongoing risks and recurring blockades of the Strait of Hormuz.

OUTLOOK

Given the currently stable level of capacity utilization, there is no need for capacity adjustments at present. PALFINGER will continue to closely monitor external factors, including the situation in the Middle East and the stabilization of U.S. tariff policy, as well as their potential impact on market situation, in order to take appropriate action at an early stage where necessary.

RESEARCH AND DEVELOPMENT

Research and development play a crucial role in PALFINGER's success and positioning the company as a global leader and innovative technology company. The global function Product Line Management & Engineering bundles all research and development activities and has more than 800 employees at 24 locations. The Centers of Excellence focus on cross-product-line development of modules in the areas of mechatronics and embedded software, providing core infrastructure for product and component testing, and the continuous improvement of methodological capabilities in development, such as model-based systems engineering.

SIGNIFICANT EVENTS IN THE FIRST HALF OF 2026

The PAL Pro 43 service truck for the North American market underwent a comprehensive revision. Key innovations include a pistol-grip radio remote control with an expanded display and the latest PALTRONIC control system. New functionalities include load moment monitoring, real-time visualization of load and stability parameters, as well as integrated stability and boom stow monitoring. Additional structural improvements enhance safety, operator comfort and efficiency in daily operation. Furthermore a new aluminum sidepack option reduces the overall vehicle weight , allowing higher payload capacity.

As part of its research and development activities, PALFINGER entered into a strategic technology partnership with U.S.-based company ICON, a pioneer in robotic 3D printing for the construction industry. The collaboration focuses on advancing large-scale robotic solutions at the intersection of construction, automation and digital manufacturing. PALFINGER contributes its engineering expertise, modular system platforms and lifting solutions to ICON's large-scale "Titan" 3D printing system. PALFINGER's solutions provide the precise positioning, stability and scalability required for automated printing processes involving multi-level structures. Initial prototypes have successfully completed testing and demonstrate potential for more efficient, safer and more cost-effective construction processes.

PALFINGER Marine continues to advance the electrification of offshore lifting solutions. The new, fully electric jib cranes are specifically designed to operate in low-manned and unmanned offshore installations, particularly offshore wind farms. Their compact design protects key components inside the structure when parked from weather-related exposures and lowering maintenance requirements and operating costs. Depending on the model, the cranes provide lifting capacities of up to 40 tons and outreach distances of up to 50 meters. The fully electric drive system supports energy-efficient, low-emission operation and significantly reduces energy consumption compared with conventional hydraulic cranes. At the same time, integrated control and diagnostic technology enables remote monitoring and operation from onshore locations. With these solutions, PALFINGER makes an important technological contribution towards safer, more efficient and more sustainable lifting solutions for the offshore wind sector.

OUTLOOK

As the global market leader for crane and lifting solutions, PALFINGER continues to invest extensively in research and the continuous development of its product range. The second half of 2026 will see the introduction and market launch of new models across different product lines.

OTHER EVENTS

On April 8, 2026, the 38th ordinary general meeting of PALFINGER AG took place in Salzburg, with approximately 150 shareholders entitled to vote in attendance. Key resolutions included the approval of a dividend distribution of EUR 0.90 per share, resulting in a total dividend payout of approximately EUR 33.8 million. Furthermore, three members of the Supervisory Board were re-elected, and the remuneration report as well as the amended remuneration policy were approved.

CORPORATE CHANGES

On May 21, 2026, all shares in KESTRELEYE GmbH, Austria, were sold. Until that date, the shares had been recognized in the financial statements under other equity investments.

BUSINESS RELATIONSHIPS WITH CLOSELY RELATED PERSONS AND COMPANIES

For information on business relationships with closely related persons and companies, please see the interim consolidated financial statements. For further information on the individual business relationships, please refer to the consolidated financial statements of PALFINGER AG as at December 31, 2025.

ASSETS, FINANCIAL POSITION AND RESULTS OF OPERATIONS

ASSETS AND FINANCIAL POSITION

In the first half of 2026, equity increased to EUR 946.4 million after EUR 767.9 million for the same period in the previous year. The increase was primarily attributable to the sale of treasury shares in the second half of 2025 and the consolidated net result. Following 36.22 percent in the first half of 2025, the equity ratio amounted 43.56 percent in the first half of 2026.

The average working capital remained relatively constant in the first half of 2026 at EUR 421.0 million compared to the year end 2025 and was significantly below the previous year's level (1-6 2025 : EUR 480.8 million). Net debt decreased significantly in the first half of 2026 to EUR 526.7 million compared to EUR 687.7 million in the first half of 2025, due in part to lower financing requirement resulting from the sale of treasury shares in the second half of 2025. This also led to an improvement in the net debt/EBITDA ratio, which decreased to 1.98 .

Due to an improved operating cashflow, a positive free cashflow of EUR 3.3 million in the first half of 2026 was achieved, despite increased investment activity, compared to EUR 28.3 million in the first half of 2025.

EARNINGS SITUATION

Group sales in the first half of 2026 increased to EUR 1,165.6 million (1-6 2025: EUR 1,139.5 million). The increase was primarily driven by the EMEA region and Marine sector. The remaining regions were unable to match prior-year level due to the challenging market conditions.

Cost of sales developed in line with the increased sales and amounted in the first half of 2026 to EUR851.5million (1-6 2025: EUR 829.9 million). Variable personnel expenses increased by 2.5 percent to EUR 130.4 million in the first half of 2026 (1-6 2025: EUR 127.2 million). The gross profit increased to EUR 314.1 million (1-6 2025: EUR 309.6 million), while the gross profit margin slightly declined to 27.0 percent.

Lower capacity utilization in the production plants, as well as the decline in revenue in the NAM, LATAM, APAC and CIS regions led to a reduction in EBIT to EUR 84.1 million in the first half of 2026 (1-6 2025: EUR 90.4 million). EBITDA also decreased below the prior-year level, amounting to EUR 133.3 million in the first half of 2026 (1-6 2025: EUR 136.7 million).

The financial result for the first half of 2026 improved primarily due to the lower interest expenses, amounting EUR -13.2 million compared to EUR -18.0 million for the same period in the previous year. Earnings before taxes decreased in the first half of 2026 to EUR 70.9 million following EUR 72.3 million in the same period in 2025. The consolidated result decreased from EUR 50.1 million in the first half of 2025 to EUR 48.0 million in the first half of 2026.

DEVELOPMENT OF THE SEGMENTS

The segments at PALFINGER are divided in Sales & Service, Operations and other non-reporting segments.

SALES & SERVICE SEGMENT

Overall, the revenue in the first two quarters of 2026 increased to EUR 1,053.4 million (1-6 2025: EUR 1,026.5 million). The key driver was the growth in the EMEA region and a slight increase in the Marine sector. Due to the challenging economic and geopolitical market environment, the remaining regions remained below the prior-year level. EBITDA (1-6 2026: EUR 103.0 million/1-6 2025: EUR 115.3 million), EBIT (1-6 2026: EUR 86.9 million/1-6 2025: EUR 104.5 million) and EBIT margin (1-6 2026: 8.3 percent/1-6 2025: 10.2 percent) declined due to lower earnings in the NAM, LATAM, APAC and CIS regions.

OPERATIONS SEGMENT

In the region EMEA output was increased due to the strong order situation. The challenging market environment in other regions, especially NAM and APAC, led to a lower production capacity utilization. In particular, in regions where market conditions remain difficult, the focus is on aligning the cost structure with the lower level of capacity utilization. External sales in the first half of 2026 increased to EUR 73.5 million compared to EUR 66.3 million for the same period last year. EBITDA rose to EUR 34.1 million (1-6 2025: EUR 33.8 million), EBIT to EUR 12.6 million (1-6 2025: EUR 9.0 million).

OTHER NON-REPORTING SEGMENTS

External sales decreased in the other non-reporting segments to EUR 38.7 million (1-6 2025: EUR 46.7 million). EBITDA was above the figures for the same period in the previous year at EUR -3.8 million (1-6 2025: EUR -12.4 million). EBIT improved at EUR -15.4 million (1-6 2025: EUR -23.1 million) due to higher intercompany charges from the holding unit.

RISK REPORT FOR 2ND HALF-YEAR 2026

RISK MANAGEMENT SYSTEM

- **Volatile economic outlook shapes risk position**
- **Geopolitical tensions gaining in importance**
- **Russian war of aggression against Ukraine remains significant risk**

The risk environment in the second half of 2026 continues to be significantly shaped by uncertainty regarding the outlook for global economic growth. Additionally, persistent geopolitical tensions, including developments surrounding the conflict in the Middle East and the closure of the Strait of Hormuz, continue to affect market conditions, demand trends and planning reliability. In the EMEA region, PALFINGER recorded a slight increase in order intake in the first six months of 2026. In the other regions, demand remained below expectations due to the continued volatile and challenging market environment. To mitigate risks, structural costs are being strictly controlled and additional sales measures are being implemented. In the long term, the development of growth markets leads to risk mitigation by diversifying across different geographical areas.

The impacts of Russia's war of aggression against Ukraine continue to pose significant challenges for PALFINGER. It remains difficult to assess the Russian government's future behavior towards foreign investors. Following interventions in the property rights of foreign investors and forced disposals in strategic areas, an expansion of such measures cannot currently be ruled out. In addition, there is a risk of deconsolidation due to a change in prevailing expert opinion on the full consolidation of Russian subsidiaries. Additionally, due to the tense economic situation in Russia, there is a continued risk of liquidity bottlenecks, potentially resulting in the illiquidity of Russian subsidiaries.

The comprehensive tariffs imposed by the U.S. government since March 2025 are also affecting PALFINGER and require corresponding operational adjustments. The risk of increased or additional tariffs and the potential termination of free trade agreements remain a material concern. To manage this risk, a number of measures are employed, including price increases, short-term delivery stops, and making use of existing free trade agreements. The "local for local" principle of production also contributes to risk mitigation. In addition, the refund process has been initiated for the part of the tariffs paid in 2025 that the U.S. Supreme Court determined to have been imposed unlawfully. However, the timing and amount of any potential refunds remain subject to uncertainty and could take a prolonged period to resolve.

The risk of cybercrime increases as a result of advancing digitalization and the expanding use of artificial intelligence, making cyberattacks increasingly automated, scalable and complex. To strengthen cyber resilience, PALFINGER has implemented standards across the group, harmonized processes and systematically continued to strengthen capabilities for threat detection, protection and incident response.

The risks described in the 2025 annual report continue to be of significant importance. In the second half of 2026, the risk situation is particularly influenced by the following risks described in detail.

Risk category	Risk description	Risk minimization measures
Politics		
Illiquidity of the Russian business Expropriation of the Russian business Deconsolidation of the Russian business	Despite sufficient liquidity being available at this time, the ongoing tense economic situation in Russia poses a number of challenges in 2026. Sluggish growth, faltering industrial output, and the downturn in the machinery manufacturing sector could lead to a decline in revenue. This in turn increases the risk of liquidity bottlenecks, potentially resulting in the illiquidity of subsidiaries. Additionally, there is a risk that the Russian companies may be taken over by the Russian government as a result of legislative measures. If the prevailing opinion on the full consolidation of Russian subsidiaries changes, there is also a risk of deconsolidation.	Economic developments in Russia ant the the liquidity situation, remain under continuous observation. Due to the sanctions imposed, business-related actions, such as securing loans, are the responsibility of local management. The segregation of the Russian business and maintaining its autonomy continue to be employed as safeguards against potential expropriation risks. The situation regarding the deconsolidation risk is under continuous observation, with responses being initiated as necessary.
Tariffs	The imposition of additional tariffs by the U.S. government since March 2025 affects PALFINGER due to the import of materials and goods into the U.S. Tariffs may also affect supply chains and sales opportunities in 2026. There continues to be a risk of higher or further tariffs being imposed and of free trade agreements being terminated.	A designated task force monitors this risk and coordinates appropriate responses. Key measures taken to date include price increases, short-term delivery stops taking into account the existing inventory levels in the U.S., and the leveraging of free trade agreements. In addition, the refund process has been initiated for the part of the tariffs paid in 2025 that the U.S. Supreme Court determined to have been imposed unlawfully. However, the timing and amount of any potential refunds remain subject to uncertainty and could take a prolonged period to resolve.
Economy		
Economic development of sales markets	The risk environment in the second half of 2026 significantly shaped by uncertainty regarding the outlook for global economic growth. In the EMEA region, order intake increased slightly in the first six months of 2026. In all other regions, order intake remained largely stable despite persisting volatility and the challenging market environment. Over the medium to long term, the economic cycle generates significant uncertainty (both positive and negative) regarding the achievement of targets across all key markets where PALFINGER operates.	To mitigate risks, structural costs are being strictly controlled, the output adjusted and sales measures implemented. The S&OP (Sales & Operations Planning) cycle enables short-term control. Over the long term, the development of growth markets leads to risk mitigation by diversifying across different geographical areas.
Bad debt	PALFINGER grants customers market-standard payment terms. Adverse economic developments in certain regions may increase the risk of bad debt losses over the short to medium term.	The process for monitoring credit limits and receivables is standardized across the group and codified in the group policies. Dealers' financials are subject to both scheduled annual reviews and unscheduled ad-hoc assessments throughout the year. In addition, trade credit insurance is in place in certain markets.

Risk category	Risk description	Risk minimization measures
Technology		
Cybercrime	The risk of cybercrime continues to increase as a result of advancing digitalization and the expanding use of artificial intelligence. AI technologies enable attackers to develop increasingly automated and scalable methods, such as phishing campaigns, social engineering and malware generation, thereby increasing the complexity and effectiveness of potential cyberattacks.	Implementation of the “Cyber Security Management” policy across the group to establish uniform minimum standards, clear responsibilities and standardized processes for the prevention, detection and response to cyber incidents and to strengthen cyber risk management, compliance and security awareness throughout the group.Measures implemented include increased automation of security alert handling to improve the speed of response to AI-driven attacs, accelerated patch cycles, external security reviews of critical IT systems, and crisis simulation exercises to strengthen incident response capabilities.
Product defects / warranty	A varying level of maturity in the implementation of quality assurance standards and processes poses a significant risk in terms of warranty and associated costs. Over the longer term, the strategy of outsourcing also leads to increasing volumes and greater dependency on external suppliers. There is a risk that the implementation of quality assurance standards and processes falls short of expectations. Shortcomings in product quality may also expose the PALFINGER brand to reputational damage.	Quality management has been established as a standalone corporate function with explicit escalation and decision-making rights. PALFINGER focuses on the consistent implementation of quality processes, supported by organizational independence. Strategically, quality management is integrated into outsourcing and PDP (Palfinger Development Process). Additionally, full matrix certification under ISO 9001, 14001, 50001, and 45001 will be implemented by 2029. Digital audit tools are used in supplier management, and audit rates are set as quality KPIs.
Internal risks		
Fraud & gaps in the ICS	Insights from internal audits, fraud investigations and historical precedents indicate significant potential for improvement in the internal control system (ICS).	Group policies, standardized processes and systems, and acting on recommendations from internal audits strengthen governance, process compliance and transparency.
Legal		
Compliance violations	As a global company, PALFINGER is subject to a large number of local laws, international standards and legal practices. Significant compliance issues for PALFINGER include fraud and corruption, sanctions and export control, antitrust law, data protection, capital market compliance, human rights, and environmental standards. Violations may result in consequences such as fines and claims for damages.	Key compliance risks are routinely identified through risk assessments at regional level. A binding Code of Conduct forms the basis for employees and PALFINGER partners. The implementation of specific compliance requirements (e.g., anti-corruption, sanctions compliance and antitrust law) is mandated by relevant group policies. A group-wide compliance training program raises employee awareness.
Impairment of assets and goodwill	If the market situation deteriorates, impairment charges may need to be recognized on individual assets, particularly goodwill.	A framework of planning and management processes is in place, allowing for continuous adjustments of costs and outputs. Ongoing monitoring is undertaken to identify any indicators that necessitate adjustments to asset valuations.

OUTLOOK

The market environment remains challenging. The conflict in the Middle East, the ongoing impact of Russia's war of aggression against Ukraine, and the volatile U.S. tariff policy continue to weigh on economic development in many markets. Neththeless, PALFINGER is well positioned, supported by its strong market position, balanced business model, and the flexibility enabling the company to respond quickly to changing market conditions.

Accordingly, PALFINGER targets revenue and operating earnings above the prior-year level for the 2026 financial year.

In response to the changed market environment, PALFINGER has launched a comprehensive efficiency program. The program aims to reduce structural costs by EUR 25 million, thereby maintaining a stable cost base in 2027 despite inflation and continued growth.

As the economic recovery in the core markets of the United States and Germany is progressing more slowly than anticipated, the achievement of the financial targets set for 2027 (revenue of EUR 2.7 billion, an EBIT margin of 10 percent and a ROCE of 12 percent) is expected to be delayed.

The long-term financial targets for 2030 defined under Strategy 2030+ remain unchanged. PALFINGER continues to target revenue of more than EUR 3.0 billion, an EBIT margin of 12 percent and a ROCE of 15 percent, underlining its clear commitment to sustainable growth and long-term value creation.

Bergheim, July 28, 2026
The Executive Board of PALFINGER AG

Ing. Andreas Klauser
CEO

Mag. Maria Koller
CHRO

Dr. Felix Strohbichler
CFO

Dr. Alexander Susanek
COO

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT AS AT JUNE 30, 2026

CONSOLIDATED STATEMENT OF INCOME (CONDENSED)

EUR thousand	Note	Apr–June 2025	Apr–June 2026	Jan–June 2025	Jan–June 2026
Revenue	1	586,980	604,123	1,139,489	1,165,590
Cost of sales		(425,129)	(446,570)	(829,931)	(851,505)
Gross profit		**161,851**	**157,553**	**309,558**	**314,085**
Other operating income		7,154	11,308	14,826	18,475
Research and development costs		(16,125)	(20,186)	(33,217)	(36,793)
Distribution costs		(47,567)	(52,828)	(93,818)	(101,498)
Administrative expenses		(49,365)	(45,703)	(98,406)	(97,652)
Other operating expenses		(8,831)	(9,641)	(17,477)	(16,210)
Share of profit/loss of companies reported at equity	3	3,158	2,230	8,902	3,655
Earnings before interests and taxes – EBIT		**50,276**	**42,733**	**90,368**	**84,062**
Net financial result		(9,405)	(7,724)	(18,030)	(13,196)
Earnings before income tax		**40,871**	**35,010**	**72,338**	**70,867**
Income tax expense		(10,614)	(8,846)	(18,310)	(17,965)
Result after income tax		**30,256**	**26,164**	**54,028**	**52,902**
thereof shareholders of PALFINGER AG (consolidated net result)		**28,146**	**23,335**	**50,102**	**47,970**
thereof non-controlling interests		**2,110**	**2,829**	**3,926**	**4,932**

EUR	Note	Apr–June 2025	Apr–June 2026	Jan–June 2025	Jan–June 2026
Earnings per share (undiluted and diluted)	5	0.81	0.62	1.44	1.28

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONDENSED)

EUR thousand	Apr–June 2025	Apr–June 2026	Jan–June 2025	Jan–June 2026
Result after income tax	**30,256**	**26,164**	**54,028**	**52,902**
Other comprehensive income that will not be reclassified to profit/loss net of tax				
Remeasurement acc. to IAS 19 (after tax)	-	-	-	-
Other comprehensive income that may be be reclassified to profit/loss net of tax				
Unrealized gains (+)/losses (–) from foreign currency translation (after tax)	(28,849)	5,906	(1,758)	14,466
Unrealized gains (+)/losses (–) from cash flow hedge (after tax)	(728)	(541)	1,650	2,480
Other comprehensive income after income tax	**(29,577)**	**5,365**	**(108)**	**16,946**
Comprehensive income	**679**	**31,529**	**53,920**	**69,848**
thereof shareholders of PALFINGER AG	**(585)**	**28,898**	**47,286**	**65,160**
thereof non-controlling interests	**1,264**	**2,631**	**6,634**	**4,688**

CONSOLIDATED BALANCE SHEET

EUR thousand	Note	30 June 2025	31 Dec 2025	30 June 2026
Non-current assets				
Intangible assets		257,522	260,453	269,846
Property, plant and equipment	2	644,815	661,106	700,494
Investment property		2,287	2,584	2,550
Investments accounted for using equity method	3	80,201	82,908	83,159
Other non-current assets		4,053	2,844	3,530
Deferred tax assets		29,999	30,831	34,772
Non-current financial assets	7	5,432	11,314	12,974
		1,024,309	**1,052,040**	**1,107,325**
Current assets				
Inventories	4	646,212	553,158	614,124
Trade receivables	4	270,798	273,508	294,526
Contract assets	4	36,712	21,135	15,328
Other current receivables and assets		79,248	78,696	81,044
Income tax assets		5,682	5,255	3,538
Current financial assets	7	2,337	1,376	1,394
Cash and cash equivalents		54,661	157,468	55,254
		1,095,650	**1,090,596**	**1,065,209**
Total assets		**2,119,959**	**2,142,636**	**2,172,534**
Equity				
Share capital		34,767	37,593	37,593
Additional paid-in capital		86,844	87,410	87,410
Treasury stock		(96,667)	-	-
Retained earnings		802,337	848,792	865,409
Reserve of exchange differences on translation		(112,650)	(112,482)	(97,772)
Total equity of the shareholders of PALFINGER AG		**714,631**	**861,313**	**892,640**
Non-controlling interests		53,255	57,865	53,788
		767,886	**919,178**	**946,428**
Non-current liabilities				
Non-current financial liabilities	7	609,638	514,487	413,928
Non-current provisions		43,582	41,428	41,008
Deferred tax liabilities		11,065	12,347	18,543
Non-current contract liabilities		4,536	5,251	5,805
Other non-current liabilities		313	231	222
		669,134	**573,744**	**479,506**
Current liabilities				
Current financial liabilities	7	140,300	115,479	182,366
Current purchase price liabilities from acquisitions	6, 7	60	60	-
Current provisions		42,673	43,452	38,061
Income tax liabilities		16,967	14,649	13,463
Trade payables and other current liabilities		411,232	403,778	447,605
Current contract liabilities		71,707	72,296	65,105
		682,939	**649,714**	**746,600**
Total equity and liabilities		**2,119,959**	**2,142,636**	**2,172,534**

DEVELOPMENT OF CONSOLIDATED CAPITAL (CONDENSED)

	Equity attributable to the shareholders of PALFINGER AG						
EUR thousand	Share Capital	Additional paid-in capital	Treasury Stock	Retained Earnings	Reserve of exchange differences on translation	Non-controlling interests	Equity
As at 1 Jan 2025	**34,767**	**86,844**	**(96,667)**	**781,999**	**(108,184)**	**54,308**	**753,067**
Total comprehensive income							
Result after income tax	-	-	-	50,102	-	3,926	**54,028**
Other comprehensive income after income tax							
Unrealized gains (+)/losses (–) from foreign currency translation	-	-	-	-	(4,466)	2,707	(1,758)
Unrealized gains (+)/losses (–) from cash flow hedge	-	-	-	1,650	-	-	1,650
	-	**-**	**-**	**51,752**	**(4,466)**	**6,634**	**53,920**
Transactions with shareholders							
Dividends	-	-	-	(31,290)	-	(7,645)	(38,935)
Disposal non-controlling interests	-	-	-	(123)	-	(42)	(166)
Other changes	-	-	-	-	-	1	1
	-	**-**	**-**	**(31,413)**	**-**	**(7,687)**	**(39,100)**
As at 30 June 2025	**34,767**	**86,844**	**(96,667)**	**802,337**	**(112,650)**	**53,255**	**767,886**
As at 1 Jan 2026	**37,593**	**87,410**	**-**	**848,792**	**(112,482)**	**57,865**	**919,178**
Total comprehensive income							
Result after income tax	-	-	-	47,970	-	4,932	52,902
Other comprehensive income after income tax							
Unrealized gains (+)/losses (–) from foreign currency translation	-	-	-	-	14,710	(244)	14,466
Unrealized gains (+)/losses (–) from cash flow hedge	-	-	-	2,480	-	-	2,480
	-	**-**	**-**	**50,450**	**14,710**	**4,688**	**69,848**
Transactions with shareholders							
Dividends	-	-	-	(33,834)	-	(8,765)	(42,599)
Other changes	-	-	-	1	-	-	1
	-	**-**	**-**	**(33,833)**	**-**	**(8,765)**	**(42,598)**
As at 30 June 2026	**37,593**	**87,410**	**-**	**865,409**	**(97,772)**	**53,788**	**946,428**

CONSOLIDATED STATEMENT OF CASH FLOWS (CONDENSED)

EUR thousand	Jan–June 2025	Jan–June 2026
Cash flow from operating activities		
Result before tax	72,338	70,867
Write-downs (+)/write-ups (–) of non-current assets	46,360	49,274
Gains (–)/losses (+) on the disposal of non-current assets	39	(409)
Non-cash change in purchase price liability	(24)	-
Interest income (–)/interest expenses (+)	16,976	13,286
Undistributed profits from companies reported at equity	(8,902)	(3,655)
Other non-cash income (–)/expenses (+)	9,194	(228)
Increase (–)/decrease (+) of assets	(85,823)	(67,570)
Increase (+)/decrease (–) of provisions	(2,943)	(7,036)
Increase (+)/decrease (–) of liabilities	32,711	38,222
Cash flow in operations	**79,926**	**92,750**
Interest received	1,798	2,086
Interest paid	(20,256)	(16,260)
Dividends received from companies reported at equity	6,964	5,761
Income taxes paid	(11,343)	(15,512)
	57,089	**68,825**
Cash flows from investing activities		
Cash receipts from the sale of intangible assets and property, plant and equipment	1,115	1,409
Cash payments for the acquisition of intangible assets and property, plant and equipment	(44,313)	(78,956)
Cash receipts from the sale of subsidiaries	700	-
Cash payments for the acquisiton of subsidiaries in prior years	(60)	(60)
Cash payments for the acquisition of companies reported at equity	(260)	(261)
Cash payments for the acquisiton of securities	(607)	(172)
Cash receipts from the sale of securities	8	74
Cash payments for/cash receipts from other assets	1,134	979
	(42,283)	**(76,987)**
Cash flow from financing activities		
Dividends to shareholders of PALFINGER AG	(31,290)	(33,834)
Dividends to non-controlling shareholders	(8,663)	(8,720)
Cash payments for the acquisition of non-controlling interests from prior years	(1,100)	-
Repayment of loans for the acquisition of shares	(15,000)	-
Repayment of maturing/terminated loans	(30,000)	(50,000)
Raising of short-term financing	15,000	12,515
Repayment of current financing	(14,675)	(2,777)
Cash payments for/cash receipts from other financial liabilities	(8,596)	(12,957)
	(94,324)	**(95,773)**
Total cash flow	**(79,518)**	**(103,935)**
Free cash flow[1]	**28,290**	**3,312**

	2025	2026
Cash and cash equivalents as at 1 Jan	131,803	157,468
Effects of exchange rate changes	2,376	1,721
Total cash flows	(79,518)	(103,935)
Cash and cash equivalents as at 30 June	**54,661**	**55,254**

1) Sum total of operating cash flows and investment cash flows plus interest on borrowings minus tax-deductible interest on borrowings

SEGMENT REPORTING

The Sales & Service segment includes the sales and service units. The Operations segment consists of the production sites and the respective production share of a company. The other segments include the non-reportable segment Tail Lift as well as the Holding unit.

Jan-June 2025

EUR thousand	SALES & SERVICE	OPERATIONS	Other Segments	Segment Consolidation	PALFINGER Group
External revenue	1,026,451	66,323	46,715	-	1,139,489
Intra-group revenue	-	648,477	16	(648,493)	-
EBIT	104,470	8,959	(23,061)	-	90,368

Jan–June 2026

EUR thousand	SALES & SERVICE	OPERATIONS	Other Segments	Segment Consolidation	PALFINGER Group
External revenue	1,053,365	73,534	38,691	-	1,165,590
Intra-group revenue	1,351	683,833	1,257	(686,441)	-
EBIT	86,926	12,575	(15,438)	-	84,062

NOTES ON THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT

GENERAL

PALFINGER AG, headquartered in Bergheim near Salzburg, is a listed company focusing on the production and distribution of innovative crane and lifting solutions for use on commercial vehicles and in the maritime sector.

REPORTING PRINCIPLES

This condensed interim consolidated financial statement of PALFINGER AG and its subsidiaries as at 30 June 2026 has been prepared in accordance with IAS 34. The same accounting policies and valuation methods used in the consolidated financial statements for the financial year 2025 have been used. The consolidated financial statement for the year ending December 31, 2025, was prepared in accordance with the International Financial Reporting Standards (IFRS) and the related interpretations of the International Financial Reporting Interpretations Committee (IFRIC) as applicable in the European Union (EU) as of the reporting date. For more information on the reporting and valuation methods applied in each case, please refer to the consolidated financial statement of PALFINGER AG as of December 31, 2025.

This interim consolidated financial statement of PALFINGER AG has been reviewed by an external auditor.

CHANGES IN REPORTING AND VALUATION METHODS

No changes were made to the accounting and valuation methods in the first half of 2026.

STANDARDS TO BE APPLIED IN THE FUTURE

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 was not early adopted in the interim financial statements for the first half of 2026. Early adoption continues not to be intended. Mandatory initial application will apply to financial years beginning on or after 1 January 2027.

The analysis of the expected effects of IFRS 18 was continued during the first half of 2026. In this context, it was decided that foreign exchange differences arising from intra-group monetary assets and liabilities will be allocated to the category of the statement of profit or loss in which the related income and expenses were recognised prior to consolidation. In addition, the key expected effects on the presentation in the statement of profit or loss include, in particular, the future presentation of the result from equity-accounted investments within the investing category as well as the allocation of fees and interest arising from factoring arrangements to operating profit instead of finance result.

Furthermore, the additional subtotal “Operating result including result from equity-accounted investees” will be presented in the statement of profit or loss. This subtotal is intended to reflect the Group’s operating performance by including the results of equity-accounted investments that are mostly integrated into the Group’s value chain.

The Group also assessed which performance measures used for internal and external management purposes meet the criteria of a Management-defined Performance Measure (MPM) in accordance with IFRS 18. As part of this assessment, NOPLAT was identified as an MPM. The disclosures required by IFRS 18, including a reconciliation statement, will be provided from the date of initial application of the standard.

Further information on the expected effects of IFRS 18 is provided in the consolidated financial statements as of 31 December 2025.

CHANGES TO THE SCOPE OF CONSOLIDATION

THE FOLLOWING TRANSACTIONS HAD NO EFFECT ON THE SCOPE OF CONSOLIDATION:

On 21 May 2026, all shares in KESTRELEYE GmbH, Austria, were disposed of. Until that date, the shares had been accounted for as other investments.

NOTES ON THE CONSOLIDATED INCOME STATEMENT

(1) REVENUE

Jan–June 2025

EUR thousand	SALES & SERVICE	OPERATIONS	Other Segments	PALFINGER Group
EMEA	593,448	53,321	20,448	667,217
NAM	256,664	5,886	25,580	288,130
LATAM	59,526	3,312	227	63,064
CIS	44,282	1,488	-	45,771
APAC	72,222	2,317	460	74,998
Revenue from customer contracts (IFRS 15)	**1,026,142**	**66,323**	**46,715**	**1,139,180**
Other revenue	309	-	-	309
Total revenue	**1,026,451**	**66,323**	**46,715**	**1,139,489**

Jan–June 2026

EUR thousand	SALES & SERVICE	OPERATIONS	Other Segments	PALFINGER Group
EMEA	656,792	59,698	19,048	735,538
NAM	241,003	6,777	18,470	266,250
LATAM	55,996	2,962	250	59,208
CIS	41,045	2,091	-	43,136
APAC	57,889	2,007	923	60,819
Revenue from customer contracts (IFRS 15)	**1,052,726**	**73,534**	**38,691**	**1,164,951**
Other revenue	639	-	-	639
Total revenue	**1,053,365**	**73,534**	**38,691**	**1,165,590**

The breakdown by geographical area is based on the location of customers' registered offices. Other revenue primarily consists of income from renting and leasing.

NOTE ON THE CONSOLIDATED BALANCE SHEET

(2) PROPERTY, PLANT AND EQUIPMENT

Compared to December 31, 2025, property, plant and equipment increased due to additions in land and buildings by an amount of EUR 1,258 thousand (1-6 2025: EUR 3,073 thousand) in technical equipment, machinery and tools by EUR 4,786 thousand (1-6 2025: EUR 5,278 thousand) and in operating and office equipment by EUR 6,831 thousand (1-6 2025: EUR 6,066 thousand). Advance payments and assets under construction increased by EUR 45,873 thousand (1-6 2025: EUR 15,732 thousand) due to additions. Leased assets increased by additions of EUR 19,625 thousand (1-6 2025: EUR 8,637 thousand).

(3) INVESTMENTS IN COMPANIES REPORTED AT EQUITY

The development of investments in companies reported at equity is shown below:

EUR thousand	2025	2026
As at 1 Jan	71,303	82,908
Share in the net result for the period	15,563	3,655
Addition	2,060	79
Increase in capital	35	180
Decrease in capital	(3,036)	-
Dividends	(7,054)	(5,766)
Foreign currency translation	4,037	2,103
As at 31 Dec/30 June	**82,908**	**83,159**

(4) INVENTORIES AND TRADE RECEIVABLES

Inventories increased by EUR 60,966 thousand compared to December 31, 2025, mainly due to an inventory build-up in the NAM and EMEA regions. The increase in trade receivables of EUR 21,019 thousand is primarily due to the EMEA region.

As of June 2026, an existing factoring agreement with a domestic financial institution was restructured. As part of this restructuring, an Austrian company was transferred from a parallel existing factoring program to the new program, and a further US company was included. Under the new factoring program, trade receivables are sold on a revolving monthly basis up to a maximum volume of EUR 120,000 thousand.

In connection with the two existing factoring contracts, receivables amounting to a total of EUR 151,730 thousand (December 31, 2025: EUR 131,539 thousand) had been sold as of the June 30. The receivables were not fully derecognized, as all opportunities and risks associated with the sold receivables were neither transferred nor retained.

Receivables from construction contracts and service transactions are shown in the balance sheet under the item "Contract assets from customer contracts".

(5) EQUITY

At the Annual General Meeting on April 3, 2026, dividend payments from 2025 earnings of 33,834 TEUR were approved. This corresponds to a dividend of EUR 0.90 per share (previous year EUR 0.90 per share).

Based on the result after income tax of EUR 47,970 thousand (1–6 2025: EUR 50,102 thousand), undiluted earnings per share amount to EUR 1.28 (1–6 2021: EUR 1.44). The diluted earnings per share are the same as the undiluted earnings per share.

(6) PURCHASE PRICE LIABILITIES FROM ACQUISITIONS

EUR thousand	2025	2026
As at 1 Jan	1,184	60
Interest cost	60	-
Use	(1,160)	(60)
Reversal	(24)	-
Disposal	-	-
As at 31 Dec/30 June	**60**	**-**

The outstanding balance of the deferred purchase price liability for Equipdraulic of EUR 60 thousand, which remained unpaid as of 31 December 2025, was settled in full in February 2026.

(7) FINANCIAL INSTRUMENTS

The book amounts of financial instruments not measured at fair value do not differ significantly from their fair value and therefore represent a realistic approximate value. At June 30, 2026, the Group held the following classes of financial instruments measured at fair value:

	Fair value		Level 1 fair value		Level 2 fair value		Level 3 fair value	
EUR thousand	31 Dec 2025	30 June 2026	31 Dec 2025	30 June 2026	31 Dec 2025	30 June 2026	31 Dec 2025	30 June 2026
Assets								
Non-current financial assets	2,187	3,880	1,743	1,914	445	1,966	-	-
Trade receivables	140,073	151,336	-	-	-	-	140,073	151,336
Current financial assets	391	248	1	1	390	248	-	-
Liabilities								
Non-current financial liabilities	980	448	-	-	980	448	-	-
Current financial liabilities	313	1,864	-	-	313	1,864	-	-

In July 2025, 2,826,516 treasury shares were successfully placed with institutional investors through an accelerated private placement (Accelerated Bookbuilding) at a price of EUR 35.40 per share.

The reconciliation of the book amounts evaluated in accordance with Level 3 is shown below:

EUR thousand	2025	2026
As at 1 Jan	1,041	-
Interest cost	59	-
Redemption	(1,100)	-
As at 31 Dec/30 June	**-**	**-**

In the income statement, the accrued interest was recorded under interest expenses. Level 2 fair values are determined using observable market data. The fair value of financial instruments is determined internally using discounted cash flow calculations based on observable currency and interest rate data. Level 3 fair values are determined internally using recognized calculation models based on the equivalent market interest rates and implied volatilities. The calculation is made using a discounted cash flow calculation based on strategic planning.

CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets as of June 30, 2026. There is an obligation to cover the losses of JETFLY Airline GmbH to the extend of the 33.33 percent shareholding. The proportionate obligation amounts to EUR 341 thousand as of the reporting date.

RELATIONS WITH RELATED COMPANIES AND PERSONS

For further information on the individual business relationships, please refer to the consolidated financial statements of PALFINGER AG as at 31 December, 2025.

SIGNIFICANT EVENTS AFTER THE END OF THE INTERIM REPORTING PERIOD

On 27 July 2026, PALFINGER AG acquired the remaining non-controlling interests in Andrés N. Bertotto S.A.I.C. and thereby holds 100% of the shares in the company. The total purchase price amounts to approximately USD 5.8 million and is payable in four instalments. The first instalment has already been paid. No other material events have occurred since the end of the interim reporting period.

Bergheim, July 28, 2026
Executive Board of Palfinger AG

Ing. Andreas Klauser
CEO

Mag Maria Koller
CHRO

Dr. Felix Strohbichler
CFO

Dr. Alexander Susanek
COO

STATEMENT OF ALL LEGAL REPRESENTATIVES IN ACCORDANCE WITH SECTION 125 PARA. 1 OF THE AUSTRIAN STOCK EXCHANGE ACT

We confirm to the best of our knowledge that the condensed interim consolidated financial statement gives a true and fair view of the assets, financial position and earnings of the group as required by the applicable accounting standards and that the interim group management report gives a true and fair view of the assets, financial position and earnings of the group in relation to the important events that have occurred during the first six months of the financial year. We declare that their impact on the condensed interim consolidated financial statement and the principal risks and uncertainties for the remaining six months of the financial year and of significant transactions concerning related parties have been disclosed.

Bergheim, July 28, 2026
Executive Board of Palfinger AG

Ing. Andreas Klauser	**Mag Maria Koller**	**Dr. Felix Strohbichler**	**Dr. Alexander Susanek**
CEO	CHRO	CFO	COO

REPORT ON THE AUDITOR’S REVIEW

We draw attention to the fact that the English translation of this report according to section 274 of the Austrian Commercial Code (UGB) is presented for the convenience of the reader only and that the German wording is the only legally binding version.

INTRODUCTION

We have reviewed the accompanying condensed consolidated interim financial statements of PALFINGER AG, Bergheim bei Salzburg, as at June 30, 2026. The condensed consolidated interim financial statements comprise the consolidated statement of income (condensed), the statement of comprehensive income (condensed), the consolidated balance sheet as at June 30, 2026, the consolidated statement of changes in equity (condensed) for the period from January 1 to June 30, 2026 and the consolidated statement of cash flows (condensed), as well as the notes to the condensed consolidated interim financial statements that summarize the significant accounting and valuation methods and include other disclosures.

The Company’s management is responsible for the preparation of these condensed consolidated interim financial statements in accordance with IFRSs as adopted by the EU on “Interim Financial Reporting”. The management is also responsible for preparing financial statements that give a true and fair view of the financial position of the Company, of its financial performance and cash flows for the year then ended in accordance with the IFRS on “Interim Financial Reporting”, as adopted by the EU.

Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

As provided under section 275 para. 2 UGB, our responsibility and liability for proven damages due to gross negligence is limited to EUR 2 million. Our liability for slight negligence is excluded in accordance with the General Conditions of Contract for the Public Accounting Professions (AAB 2018) issued by the Austrian Chamber of Tax Advisers and Auditors, underlying this engagement. The limitation of our liability agreed with the client and published here also applies to any third parties acting upon or refraining from acting upon information contained in our review report.

SCOPE OF THE REVIEW

We conducted our review in accordance with the legal provisions applicable in Austria and the relevant expert opinions and standards, in particular Expert Opinion KFS/PG 11 “Guidelines for the review of financial statements”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope and involves less evidence than an audit, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements as at June 30, 2026 were not prepared, in all material respects, in accordance with IFRSs as adopted by the EU on "Interim Financial Reporting".

Statement on the half-year consolidated management report and on the statement by management pursuant to section 125 Austrian Stock Exchange Act 2018 (BörseG 2018)

We have read the half-year consolidated management report and evaluated as to whether it does not contain any apparent inconsistencies with the condensed consolidated interim financial statements.

Based on our evaluation, the half-year consolidated management report does not contain any apparent inconsistencies with the condensed interim consolidated financial statements.

The interim financial information contains the statement by management as set forth under section 125 para. 1 subsec. 3 BörseG 2018.

OTHER INFORMATION

Management is responsible for the other information. The other information comprises the information included in the half-year report 2026, but does not include the condensed consolidated interim financial statements, the half-year consolidated management report and the review report.

Our opinion on the condensed consolidated interim financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our review, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the condensed consolidated interim financial statements or our knowledge obtained in the review, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Vienna

July 28, 2026

PwC Wirtschaftsprüfung GmbH

Peter Pessenlehner
Austrian Certified Public Accountant

Disclosure, publication and duplication together with the review report according to section 281 para. 2 UGB in a form not in accordance with statutory requirements and differing from the version reviewed by us is not permitted. Reference to our review may not be made without prior written permission from us.

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The English translation of the PALFINGER Report is for convenience. Only the German text is binding. The rounding of individual items and percentages in this report can lead to minor differences in calculated amounts.

This report contains forward-looking statements made on the basis of all information available at the date of its preparation. These are usually identified by words such as "expect", "plan", "estimate", "believe", etc. Actual outcomes and results may be different from those predicted. Likewise, in some cases, changes in non-financial performance indicators of previous years may result from the application of stricter internal control loops for the purpose of improving data quality.

Published on July 28, 2026

PALFINGER

FINANCIAL CALENDAR 2026

28. OCTOBER 2026	Publication of results Q1 – Q3 2026
04. MARCH 2027	Publication of Annual Report 2026
04. MARCH 2027	Balance sheet presentation 2026
07. APRIL 2027	39th Ordinary Annual General Meeting
09. APRIL 2027	Ex-dividend date
12. APRIL 2027	Dividend record date
14. APRIL 2027	Dividend payment date
28. APRIL 2027	Publication of results Q1 2027
28. JULY 2027	Publication of Interim Report 2027
28. OCTOBER 2027	Publication of results Q1 – Q3 2027

Additional dates such as trade fairs or roadshowas will be announced on the website.

Investors and other interested parties who wish to receive regular news about the PALFINGER Group may register on he PALFINGER website (www.palfinger.com) for the IR-infoservice.

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