SBE VARVIT

PRESS RELEASE

THE BOARD OF DIRECTORS APPROVED THE CONSOLIDATED FINANCIAL REPORT AS OF JUNE 30, 2026

REVENUES OF €203.3 MILLION AND EBITDA OF €47.0 MILLION

Vescovini: *"The first half of the year recorded growth in revenues and EBITDA, confirming the Group's ability to capitalize on signs of a recovery in demand."*

- **Revenues: Euro 203.3 million, +13.6% compared to Euro 178.9 million in 1H2025;**
- **EBITDA[1]: Euro 47.0 million, +12.5% compared to EBITDA in 1H2025 of Euro 41.8 million**
- **EBITDA Margin at 23.1% (vs. EBITDA Margin 23.4% in 1H2025);**
- **Net Income: Euro 20.6 million, +13.3% compared to Euro 18.2 million in 1H2025;**
- **Net Financial Position: positive (net cash) of Euro 64.5 million, compared to Euro 85.8 million as of December 31, 2025**
- **Investments of Euro 13.0 million compared to Euro 23.2 million in 1H2025;**
- **Growth is also expected in the second half of the year, with the aim of achieving a 13%–14% increase in revenues and an EBITDA margin between 24% and 25%.**

Reggio Emilia, September 25, 2026 – The Board of Directors of **SBE-Varvit S.p.A.** ("SBEV", the "Group" or the "Company"), active in the production, distribution and commercialization of fastening components and listed on the Euronext Growth Milan market (Ticker: VARV), reviewed and approved the consolidated half-year report as of June 30, 2026.

Statement by Dr. Alessandro Vescovini, Chairman of the Board of Directors: "*The results for the first half of 2026 show significant growth, with revenues up 13.6% and EBITDA increasing by 12.5% compared with the same period of the previous year. These positive results were achieved in a market environment that continues to be characterized by a degree of uncertainty and confirm the Group's ability to capitalize on signs of a recovery in demand.*

The increase in volumes, supported by investments aimed at improving plant efficiency and adopting advanced technologies, enables us to enter the second half of the year from a solid position, while maintaining high levels of profitability.

In light of the performance recorded in the first half of the year, for FY 2026 we expect revenues to increase by between 13% and 14%, with an operating margin of between 24% and 25%, barring any potential impact from ongoing conflicts. We also continue to invest in further strengthening our competitiveness and supporting the Group's medium- to long-term growth."

Revenues
As of June 30, 2026, revenues amounted to Euro 203.3 million, compared to Euro 178.9 million in the previous year. The increase was primarily attributable to higher sales volumes.

Gross Operating Margin (EBITDA)
EBITDA in the first half of 2026 amounted to Euro 47.0 million compared to Euro 41.8 million in the same period of the previous year, with an EBITDA Margin of 23.1% compared to 23.4% in the first half of 2025. The substantial resilience of margins, despite the continued challenging market environment, reflects the Group's ability to support volume growth while maintaining a high level of operating efficiency. The EBITDA margin stood at 23.1%, broadly in line with the 23.4% recorded in the first half of 2025.

Financial Management Result

[1] Calculated as net result of the year + Income taxes -/+ Financial income/charges excluding exchange gains and losses + Depreciation and amortization

The net financial management result in the first half of 2026 was negative at Euro 0.2 million in line with the negative Euro 0.2 million recorded in the same period of the previous year. With reference to financial management, it should be noted that Euro 0.2 million related to exchange losses and Euro 0.2 million to exchange gains.

Income Taxes

Income taxes for the period amounted to Euro 8.2 million compared to Euro 6.9 million in the previous year. The change reflects the increase in profit before tax, which amounted to Euro 28.9 million. Following the substantial phase-out in 2025 of the tax benefits associated with the Hyper-depreciation scheme, the effective tax rate has been in line with the applicable statutory tax rates (Ires and Irap) since 2025.

Net Result

In the first half of 2026, Net Result amounted to Euro 20.6 million (10.2% of Revenues) compared to a profit of Euro 18.2 million (10.2% of Revenues) in the same period of the previous year.

Investments and Acquisitions

Cash-out related to tangible and intangible investments amounted to Euro 13.0 million compared to Euro 23.2 million in the same period of the previous year. These investments mainly concerned initiatives to increase industrial efficiency and technological improvements of existing plants.

Change in Net Working Capital

Net Working Capital increased by Euro 20.0 million, rising from Euro 147.2 million to Euro 167.2 million. The change was mainly due to a Euro 31.2 million increase in trade receivables as a result of contingent factors and a decrease in inventories of about Euro 1.1 million reflecting higher volumes of goods sold. The remaining part was attributable to changes in minor items.

Net Financial Position

The Group's net financial position was positive at Euro 64.5 million, compared to Euro 85.8 million as of December 31, 2025. Additionally, it should be noted that on May 20, 2026, Euro 25.3 million in dividends were distributed.

Expected Business Outlook

In the first half of 2026, the Group recorded significant growth in revenues and EBITDA, despite a market environment that continues to be characterized by a degree of uncertainty, also in connection with the ongoing conflicts. The signs of a recovery in demand observed during the period support the Group's expectations for the remainder of the year.

For FY 2026, revenues are expected to increase by between 13% and 14%, barring any potential impact from ongoing conflicts, with an operating margin of between 24% and 25%.

Documentation

The consolidated half-year financial report as at 30 June 2026 will be made available to the public within the terms and in accordance with the procedures prescribed by applicable laws and regulations, at the Company's registered office, on the Company's website at www.sbe.it, under the "Investor" section, as well as on the authorised storage mechanism 1INFO.

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This press release contains forward-looking statements**.** These statements are based on the current expectations and projections of the SBE-Varvit Group regarding future events and, by their nature, are subject to inherent risks and uncertainties. They refer to events and depend on circumstances that may or may not occur in the future and, as such, undue reliance should not be placed on them. Actual results could differ significantly from those contained in these statements due to a variety of factors, including ongoing volatility and further deterioration in capital and financial markets, changes in macroeconomic conditions and economic growth, other variations in business conditions, changes in regulations and the institutional framework (both in Italy and abroad), and many other factors, most of which are beyond the control of the Group.

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***SBE-Varvit** is active in the production, distribution and commercialization of a wide and diversified range of fastening components including screws, bolts, nuts, cold and hot formed products, fasteners and highly engineered mechanical components. The Company is characterised by its integrated and vertical offer, through which it can constantly monitor each stage of the production process and disintermediate the market. The Issuer's business model is indeed centred on the disintermediation of every stage of the production and distribution process, with the main objective of shortening the distance between producer and end customer as much as possible, reducing the distributors' role to a minimum. The Issuer's products are intended to be marketed in various markets including agricultural machinery, construction machinery, industrial machinery, commercial vehicles, personal mobility, wind power and infrastructure, totalling more than 5,000 customers. SBE-Varvit operates through seven production units located in Italy (in Monfalcone, Grugliasco, Tolmezzo, San Giuliano Milanese, Montirone and Acerra) and one located in Serbia (in Sabac) and through five highly automated warehouses in Italy, Serbia and the United States.*

For more information: www.sbe.it

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS

(Values in €'000)	**1H2026**	**1H2025**
Revenues	203.296	178.915
Other income	5.489	2.915
Total Revenues	**208.785**	**181.830**
Raw materials and consumables	(85.517)	(72.701)
Changes in finished goods and semi-finished products	(2.654)	(2.894)
Services	(41.971)	(35.158)
Employee benefits	(29.510)	(27.837)
Other costs	(2.063)	(1.440)
Impairment losses on trade receivables	(69)	(15)
EBITDA	**47.001**	**41.785**
Amortisation and depreciation	(17.904)	(16.931)
Accruals to provisions		
EBIT	**29.097**	**24.854**
Financial Income exlcuding FX gains	551	764
Financial expense excluding FX losses	(771)	(439)
EBT	**28.877**	**25.179**
Income taxes	(8.227)	(6.947)
Profit for the period (Loss)	**20.650**	**18.232**
Attributable to:		
To non-controlling interests	**1.586**	**1.554**
The owners of the parent	**19.064**	**16.678**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Values in €'000)	**1H2026**	**2025**
Assets	**576.305**	**573.564**
Non-current assets	**216.204**	**221.175**
Property, plant and equipment	185.310	190.421
Intangible assets	1.050	1.185
Goodwill	14.481	14.481
Right-of-use assets	11.623	11.353
Non-current financial assets	203	381
Other non-current assets	1.148	1.156
Equity investments	51	29
Deferred tax assets	2.338	2.169
Current assets	**360.101**	**352.389**
Trade receivables	101.137	69.907
Inventories	153.170	154.310
Other current assets	6.011	6.771
Current tax assets	-	188
Current financial assets	45.295	38.484
Cash and cash equivalents	54.488	82.729
Equity and liabilities	**576.305**	**573.564**
Equity	**430.206**	**434.524**
Share capital	3.096	3.096
Legal reserve	622	622
Other reserves	391.617	383.807
Profit (Loss) for the year	19.064	32.802
Total equity	**414.399**	**420.327**
Equity attributable to non-controlling interests	**15.807**	**14.197**
Total non-current liabilities	**42.807**	**47.072**
Non-current financial liabilities	18.106	20.545
Non-current lease liabilities	6.924	6.848
Employee benefits	5.281	5.231
Provisions	422	446
Deferred tax liabilities	6.676	6.904
Other non-current liabilities	5.398	7.098
Current liabilities	**103.292**	**91.968**
Current financial liabilities	7.683	5.664
Current lease liabilities	2.539	2.375
Employee benefits	10.797	9.896
Trade payables	66.781	65.965
Current tax liabilities	541	
Other current liabilities	14.951	8.068

RECLASSIFIED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Values in €'000)	**1H2026**	**2025**
Intangible assets	1.050	1.185
Property, plant and equipment	185.310	190.421
Goodwill	14.481	14.481
Right-of-use assets	11.623	11.353
Non-current financial assets	203	381
Deferred tax assets	2.338	2.169
Other non-current assets	1.148	1.156
Equity investments	51	29
Provisions	(422)	(446)
Employee benefits	(5.281)	(5.231)
Other non-current liabilities	(5.398)	(7.098)
Non-current tax liabilities	(6.676)	(6.904)
Net fixed assets	**198.427**	**201.496**
Trade receivables	101.137	69.907
Inventories	153.170	154.310
Current tax assets	-	188
Other current assets	6.011	6.771
Trade payables	(66.781)	(65.965)
Employee benefits	(10.797)	(9.896)
Current tax liabilities	(541)	-
Other current liabilities	(14.951)	(8.068)
Net working capital	**167.248**	**147.247**
Uses of funds	**365.675**	**348.743**
Equity	**430.206**	**434.524**
Net financial position (cash positive)	**(64.531)**	**(85.781)**
Sources of funds	**365.675**	**348.743**

CONSOLIDATED STATEMENT OF CASH FLOWS

(Values in €'000)	1H2026	1H2025
Profit for the year	20.650	18.232
Adjustments for:		
– Depreciation of property, plant and equipment	16.335	15.526
– Amortisation of intangible assets	299	305
– Depreciation of right-of-use assets	1.269	1.100
– Accruals for provisions and employee benefits	1.221	1.245
– Net financial expense	242	(325)
– Gain on sale of property, plant and equipment	(32)	(42)
– Valuation of associated companies using ghe equity method	(22)	
– Income taxes	8.227	6.947
Cash flows from operating activities	**48.189**	**42.988**
Changes in:		
– Inventories	1.140	8.481
– Trade receivables	(31.230)	(22.875)
– Other current assets and liabilities	(1.115)	298
– Trade payables	2.175	5.845
– Utilisation of provisions and employee benefits	(942)	(957)
Cash generated from operating activities	**18.217**	**33.780**
Interest paid	(734)	(397)
Income taxes paid	(631)	(644)
Net cash flows generated by operating activities (A)	**16.852**	**32.739**
Cash flows from investing activities		
Interest received	441	421
Proceeds from sale of property, plant and equipment	253	662
Proceeds from sale of financial assets	36.092	
Acquisition of property, plant and equipment	(12.804)	(23.023)
Acquisition of intangible assets	(164)	(199)
Acquisition of other financial assets	(41.841)	(5.498)
Net cash flows used in investing activities (B)	**(18.023)**	**(27.637)**
Cash flows from financing activities		
Acquisition of subsidiary, net of cash acquired	-	(2.991)
Proceeds from financial liabilities	2.633	10.650
Repayments of financial liabilities	(3.050)	(2.478)
Payment of lease liabilities	(1.349)	(1.326)
Dividends paid	(25.304)	(17.551)
Net cash flows used in financing activities (C)	**(27.070)**	**(13.696)**
Net decrease (increase) in cash and cash equivalents (A)+(B)+(C)	**(28.241)**	**(8.594)**
Opening cash and cash equivalents as of 1st January	**82.729**	**58.575**
Closing cash and cash equivalents as of the end of the period	**54.488**	**49.981**