HALF-YEAR FINANCIAL REPORT

JANUARY–JUNE 2026

RAUTE

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Raute Corporation — Half-year Financial Report January–June 2026:

STRONG OPERATIONAL PERFORMANCE SUPPORTED PROFITABILITY IN A CONTINUED CHALLENGING MARKET

April–June 2026 in brief

- Order intake was EUR 18 million (12)
- Order book was EUR 66 million (115) at the end of the reporting period
- Net sales were EUR 33.0 million (43.8)
- Comparable EBITDA was EUR 4.0 million (6.5), representing 12.0% (14.7%) of net sales
- Comparable operating profit was EUR 2.7 million (4.9)
- Operating profit was EUR 2.5 million (1.9)
- Comparable earnings per share were EUR 0.36 (0.68)
- Earnings per share were EUR 0.33 (0.19)
- Equity ratio was 64.7% (60.0%) at the end of the reporting period

January–June 2026 in brief

- Order intake was EUR 35 million (27)
- Net sales were EUR 66.5 million (95.7)
- Comparable EBITDA was EUR 8.2 million (13.9), representing 12.3% (14.5%) of net sales
- Comparable operating profit was EUR 5.7 million (10.9)
- Operating profit was EUR 5.2 million (7.8)
- Comparable earnings per share were EUR 0.69 (1.39)
- Earnings per share were EUR 0.69 (0.88)

Guidance statement for 2026 (Specified)

Based on actual performance during the first half of 2026, as well as the current order backlog and market outlook, Raute specifies its financial guidance within the previously communicated range.

Raute's 2026 net sales are expected to be between EUR 125–145 million (EUR 175.5 million in 2025) and comparable EBITDA is expected to be between EUR 11–18 million (EUR 26.1 million in 2025).

Previous guidance (April 30, 2026):
Raute's 2026 net sales are expected to be between EUR 125–160 million (EUR 175.5 million in 2025) and comparable EBITDA is expected to be between EUR 10–19 million (EUR 26.1 million in 2025).

KEY FIGURES (MEUR)	Q2/2026	Q2/2025	Change-%	H1/2026	H1/2025	Change-%	2025
Net sales	33.0	43.8	-24.6	66.5	95.7	-30.5	175.5
Exported portion of net sales, %	73.5	54.9		71.8	56.1		60.2
Comparable EBITDA	4.0	6.5	-38.5	8.2	13.9	-40.9	26.1
Comparable EBITDA %	12.0	14.7		12.3	14.5		14.9
EBITDA	3.7	4.5	-16.4	7.8	11.7	-33.9	23.6
EBITDA %	11.3	10.2		11.7	12.3		13.4
Comparable operating profit	2.7	4.9	-44.7	5.7	10.9	-48.0	20.8
Comparable operating profit, %	8.2	11.2		8.5	11.4		11.8
Operating profit	2.5	1.9	28.3	5.2	7.8	-32.8	17.3
Operating profit, %	7.5	4.4		7.9	8.1		9.8
Net result	2.0	1.2	67.6	4.2	5.4	-21.9	12.9
Comparable EPS, EUR	0.36	0.68	-46.7	0.69	1.39	-50.4	2.7
EPS, EUR	0.33	0.19	71.7	0.69	0.88	-21.8	2.1
EPS (diluted), EUR	0.32	0.19	69.9	0.68	0.86	-20.6	2.1
Adjusted average number of shares, 1000 pcs	5,967	5,995		5,971	6,009		5,988
Adjusted average number of shares, diluted, 1000 pcs	6,202	6,023		6,211	6,313		6,279
Return on investment, (ROI), %				19.7	32.6		32.5
Return on equity, (ROE), %				15.2	21.8		24.0
Interest-bearing net liabilities				-14.9	-28.6		-38.0
Equity ratio, %				64.7	60.0		65.7
Gearing, %				-27.8	-57.0		-65.5
Gross capital expenditure	1.1	1.0	7.7	1.7	1.7	-0.1	4.6
% of net sales	3.3	2.3		2.5	1.8		2.6
Research and development costs	1.4	1.4	-4.2	2.6	2.8	-6.7	4.8
% of net sales	4.1	3.2		3.9	2.9		2.8
Order book				66	115	-42.7	98
Order intake	18	12	47	35	27	26.8	91
Personnel, at the end of the period				697	766	-9.0	698
Personnel, effective, on average	659	748	-11.9	662	754	-12.2	710

CEO's review

In the second quarter of 2026, Raute continued to demonstrate strong operational execution in a market environment characterized by prolonged uncertainty and subdued customer investment activity. Economic uncertainty remained elevated across our key markets, and many customers continued to focus on cost savings and operational efficiency rather than new investments. As a result, order intake remained at a low level, as again certain orders were postponed into the coming quarters. Nevertheless, our ability to execute customer delivery projects efficiently supported profitability and highlighted the resilience of our business model.

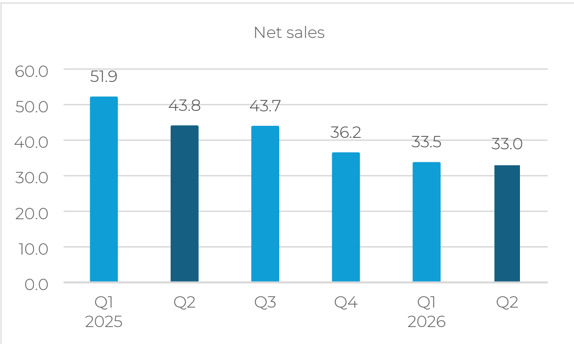
Raute's order intake for the quarter amounted to EUR 18 million, compared with EUR 12 million in the comparison period. Net sales totaled EUR 33.0 million, down from EUR 43.8 million in the second quarter of 2025. Comparable EBITDA amounted to EUR 4.0 million, corresponding to 12.0% of net sales, compared with EUR 6.5 million and 14.7% in the comparison period. Profitability was supported by good progress in customer delivery projects, tight cost control and the release of certain project provisions. However, lower business volumes continued to weigh on earnings across the Group. The order book at the end of the quarter stood at EUR 66 million.

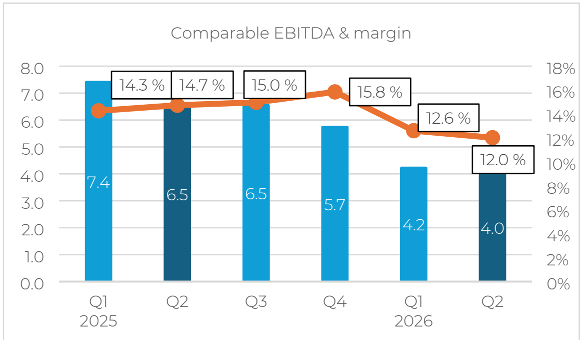
Performance varied across our business units. In Wood Processing, profitability remained at a very good level despite lower business volumes, supported by successful project execution. In Services, customer activity remained subdued as many customers continued to seek savings in their daily operations. Consequently, sales volumes were lower than expected and profitability did not fully reflect the earnings potential of the business. In Analyzers, the quarter marked a clear profitability improvement compared with the low levels seen in previous quarters. Improved business volumes supported a recovery in profitability and demonstrated the underlying strength of the business.

During the quarter, we continued to improve our operational capabilities across the Group. Our focus remained on disciplined execution, tight cost control, efficiency improvements and maintaining strong customer delivery performance. These efforts are particularly important in the current market environment and help ensure that Raute remains well positioned when investment activity eventually recovers. The strategic priorities we have communicated earlier remain unchanged, and we continue to advance them with determination despite the challenging market conditions.

While the market environment remained difficult throughout the quarter, we have observed some signs of improving customer sentiment. However, these early indications have not yet translated into a broader recovery in order intake. The timing of a sustained improvement in customers' investment activity therefore remains difficult to predict. In this environment, we continue to focus on operational excellence, margin management and the successful execution of our customer commitments. With a strong balance sheet and disciplined approach, Raute is well positioned to navigate the current uncertainty and capture opportunities when market conditions improve.

Mika Saariaho
President and CEO





BUSINESS ENVIRONMENT JANUARY–JUNE 2026

Raute's business environment continued to be challenging during the second quarter of 2026. The sustained global economic and geopolitical uncertainty affected customers' investment decisions negatively. As a result, the new order intake from Raute's customers remained at low level during the second quarter of the year.

In Europe, demand for engineered wood products remained mixed. While hardwood plywood demand picked up and exports from Nordic and Baltic producers approached some of the highest levels seen in recent years, the demand for softwood plywood was notably weaker, forcing producers continued to adjust their operations. In North America, elevated interest rates and housing affordability challenges continued to limit construction activity. Demand for structural wood panels in North America is expected to remain below the prior year's level, although parts of the commodity market have shown early, tentative signs of price stabilization.

Engineered wood products are primarily used in construction, with the furniture and transportation industries also representing significant end markets. Consequently, market demand is closely linked to the development of these industries. While expectations in the global construction industry continue to point to a gradual recovery, uncertainty remains elevated due to geopolitical tensions, inflationary pressures, and weak construction activity in several key markets.

Despite the uncertain market environment, Raute's customers in both Europe and North America, but also in Asia and Oceania, have continued preparations for future investments, particularly those aimed at improving production efficiency and competitiveness. Over the long term, investments are expected to be supported by increasing sustainability requirements, technological development, and demand for more efficient production processes.

Raute's competitive position is supported by its global presence, comprehensive technology and analytics offering, providing the capability to respond to sustainability-related requirements. Furthermore, Raute's comprehensive service offering across the product life cycle supports customer relationships, creates opportunities for recurring business and helps mitigate cyclical fluctuations in capital equipment demand.

Order intake and order book

April–June 2026

Raute's order intake was EUR 18 million (12) and included after-sales services, modernizations, upgrades and individual value-adding machinery and analyzers for veneer, plywood and LVL production. The order book amounted to EUR 66 million (115) at the end of the period.

Order intake was composed of 30% (44%) from Europe, 46% (35%) from North America, 6% (6%) from Asia–Pacific and 18% (15%) from South America. Strong fluctuation in the distribution of new orders between the various markets and quarters is typical for a project-focused business.

January–June 2026

Raute's total order intake was EUR 35 million (27) and included after-sales services, modernizations, upgrades and individual value-adding machinery and analyzers for veneer, plywood and LVL production.

Order intake was composed of 46% (46%) from Europe, 36% (37%) from North America, 4% (5%) from Asia–Pacific and 14% (12%) from South America.

GROUP FINANCIAL PERFORMANCE APRIL–JUNE 2026

Net sales

Net sales amounted to EUR 33.0 million (43.8), showing a decrease of 24.6% from the comparison period. Net sales were affected by a low order intake in recent quarters as well as reduced activity levels in customers' operations.

Sales decreased by 30.7% in Wood Processing, by 18.4% in Services, and increased by 10.9% in Analyzers.

Europe accounted for 69% (74%) of net sales, North America for 19% (16%), South America for 6% (6%) and Asia-Pacific for 5% (3%).

Result and profitability

Comparable EBITDA was EUR 4.0 million (6.5) and comparable EBITDA margin was 12.0% (14.7%). Comparable EBITDA decreased in Wood Processing and Services mainly due to lower net sales but increased in Analyzers as a result of net sales growth. Profitability was supported in part by the reversal of certain project-related cost provisions.

EBITDA was EUR 3.7 million (4.5). Items affecting comparability (IACs) in EBITDA totaled EUR -0.2 million (-2.0).

Comparable operating profit was EUR 2.7 million (4.9), representing 8.2% (11.2%) of net sales.

Operating profit was EUR 2.5 million (1.9). Items affecting comparability (IACs) in operating profit totaled EUR -0.2 million (-3.0).

Net financial items were EUR 0.1 million (0.3).

The result before taxes was EUR 2.5 million (2.3). The result for the reporting period was EUR 2.0 million (1.2), earnings per share were EUR 0.33 (0.19) and diluted earnings per share were EUR 0.32 (0.19). Comparable earnings per share were EUR 0.36 (0.68).

GROUP FINANCIAL PERFORMANCE JANUARY–JUNE 2026

Net sales

Net sales amounted to EUR 66.5 million (95.7), showing a decrease of 30.5% from the comparison period. While Raute's project deliveries have continued successfully, net sales were affected by a low order intake in recent quarters as well as reduced activity levels in customers' operations.

Sales decreased by 35.8% in Wood Processing, by 18.7% in Services, and by 13.7% in Analyzers.

Europe accounted for 68% (75%) of net sales, North America for 21% (17%), South America for 7% (5%) and Asia-Pacific for 4% (3%).

Result and profitability

Comparable EBITDA was EUR 8.2 million (13.9) and comparable EBITDA margin was 12.3% (14.5%). The decrease was mainly driven by lower net sales, while efficiency and execution in project deliveries remained strong. Profitability was supported in part by the reversal of certain project-related cost provisions.

Comparable EBITDA decreased across all business units.

EBITDA was EUR 7.8 million (11.7). Items affecting comparability (IACs) in EBITDA totaled EUR -0.4 million (-2.1).

Comparable operating profit was EUR 5.7 million (10.9), representing 8.5% (11.4%) of net sales.

Operating profit was EUR 5.2 million (7.8). Items affecting comparability (IACs) in operating profit totaled EUR -0.4 million (-3.1).

Net financial items were EUR 0.1 million (0.3), where the decrease was mainly driven by lower interest income.

The result before taxes was EUR 5.3 million (8.1). The result for the reporting period was EUR 4.2 million (5.4), earnings per share were EUR 0.69 (0.88) and diluted earnings per share were EUR 0.68 (0.86). Comparable earnings per share were EUR 0.69 (1.39).

CASH FLOW AND FINANCING

Operating cash flow in January–June 2026 was EUR -13.5 (-18.4) million. The cash flow was negatively impacted by the change in net working capital.

Cash flow from investment activities totaled EUR -1.7 (-1.7) million, and cash flow from financing activities was EUR -8.4 (-5.6) million. Cash flow from financing activities in the reporting period included the EUR 3.0 million repayment of convertible junior loans and the EUR 3.9 million payment of dividends.

Cash and cash equivalents amounted to EUR 16.7 (31.6) million at the end of the reporting period.

Raute's financial position remained at a strong level. At the end of the reporting period, gearing was -27.8% (-57.0%) and the equity ratio was 64.7% (60.0%).

Interest-bearing net liabilities amounted to EUR -14.9 (-28.6) million at the end of the reporting period.

During the first quarter Raute signed a new financing agreement. The credit facility was changed to EUR 15 million from the earlier EUR 5 million. At the end of the reporting period, the facility was not in use.

Capital expenditure

Capital expenditure in January–June 2026 totaled EUR 1.7 million (1.7) and accounted for 2.5% (1.8%) of net sales.

RESEARCH AND DEVELOPMENT COSTS

Raute is a leading technology supplier for the plywood and LVL industries, focusing strongly on the development of increasingly efficient, productive, safe, and environmentally friendly manufacturing technologies, as well as supporting measurement and machine vision applications. New opportunities provided by digitalization are also an essential part of the R&D activities.

In January–June 2026, the Group's research and development costs amounted to EUR 2.6 million (2.8), representing 3.9% (2.9%) of net sales.

PERSONNEL AND OCCUPATIONAL SAFETY

At the end of the reporting period, the Group's headcount was 697 (766). Compared to previous year, the reduction in headcount was due to the closure of the production facility in China in 2025 and other operational efficiency measures.

Personnel outside of Finland accounted for 21.8% (27.3%) of all employees. In full-time-equivalent terms, the average number of employees during the reporting period was 662 (754).

Occupational safety continues to be the focus of the management, and safety-related metrics have demonstrated a longer-term improvement trend. In January–June 2026, there were 5 (9) recordable injuries. The accident frequency (TRIF, rolling 12 months) was 8.9, decreasing from the prior year of 11.1. Raute has an ongoing global multi-year safety program to take the company's safety culture and performance to the next level.

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BUSINESS UNIT REVIEWS

Wood Processing

EUR million	Q2/2026	Q2/2025	Change-%	H1/2026	H1/2025	Change-%	2025
Net sales	21.1	30.4	-30.7%	43.9	68.3	-35.8%	124.3
Comparable EBITDA	2.7	4.2	-34.6%	6.3	9.7	-34.8%	18.4
Comparable EBITDA-%	12.9%	13.7%		14.4%	14.1%		14.8%

April–June 2026 compared with April–June 2025

Net sales decreased by 30.7% to EUR 21.1 million (30.4). The decrease was mainly driven by a low order intake during the past quarters, resulting in lower project delivery volumes compared to the comparison period.

Comparable EBITDA amounted to EUR 2.7 million (4.2). Profitability remained at a solid level despite the lower sales volumes, supported by continued focus on operational efficiency, cost control and reversal of certain positive project-related cost provisions.

January–June 2026 compared with January–June 2025

Net sales decreased by 35.8% to EUR 43.9 million (68.3). The decrease was mainly driven by a low order intake during the past quarters, resulting in lower project delivery volumes compared to the comparison period.

Comparable EBITDA amounted to EUR 6.3 million (9.7). Profitability was supported by active cost-saving measures, solid project execution and the reversal of certain project-related cost provisions, which mitigated the impact of lower net sales.

Services

EUR million	Q2/2026	Q2/2025	Change-%	H1/2026	H1/2025	Change-%	2025
Net sales	8.1	9.9	-18.4%	16.4	20.2	-18.7%	38.3
Comparable EBITDA	0.6	1.9	-67.0%	1.4	3.5	-59.6%	6.7
Comparable EBITDA-%	7.8%	19.4%		8.7%	17.4%		17.5%

April–June 2026 compared with April–June 2025

Net sales decreased by 18.4% to EUR 8.1 million (9.9). The decrease was mainly driven by a low order intake during the past quarters. Challenging global market conditions have caused customers to implement cost-saving measures and postpone maintenance activities, impacting Services' demand.

Comparable EBITDA amounted to EUR 0.6 million (1.9). Comparable EBITDA decreased due to lower net sales, while operational expenses remained stable.

January–June 2026 compared with January–June 2025

Net sales decreased by 18.7% to EUR 16.4 million (20.2). The decrease was mainly driven by a low order intake during the past quarters. Challenging global market conditions persisted throughout the first half of 2026, impacting customers' operations and Services' demand.

Comparable EBITDA amounted to EUR 1.4 million (3.5). Comparable EBITDA decreased due to lower net sales, while operational expenses remained stable.

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Analyzers

EUR million	Q2/2026	Q2/2025	Change-%	H1/2026	H1/2025	Change-%	2025
Net sales	3.9	3.5	10.9%	6.2	7.2	-13.7%	13.0
Comparable EBITDA	0.6	0.4	62.6%	0.5	0.7	-31.8%	0.9
Comparable EBITDA-%	16.0%	10.9%		7.5%	9.5%		7.2%

April–June 2026 compared with April–June 2025

Net sales increased by 10.9% to EUR 3.9 million (3.5). The increase was driven by solid execution and delivery of customer projects.

Comparable EBITDA amounted to EUR 0.6 million (0.4). Comparable EBITDA increased due to higher net sales and disciplined cost management.

January–June 2026 compared with January–June 2025

Net sales decreased by 13.7% to EUR 6.2 million (7.2). The decrease was driven by a low order intake in the first quarter.

Comparable EBITDA amounted to EUR 0.5 million (0.7). Comparable EBITDA decreased due to lower net sales, while investments in product development continued as planned.

STOCK EXCHANGE AND PRESS RELEASES IN JANUARY–JUNE 2026

Date	Release
January 27, 2026	Proposals of the Shareholders' Nomination Board to Raute Corporation's Annual General Meeting 2026
February 12, 2026	Raute Corporation's Financial Statements Release January 1–December 31, 2025: Strong operational execution in a challenging market environment
February 12, 2026	Raute continues its long-term incentive plan for senior management and key personnel
February 12, 2026	Raute Corporation initiates share repurchase program
March 11, 2026	Raute's Financial Statements and Annual Report for 2025 have been published
March 11, 2026	Notice to the Annual General Meeting 2026 of Raute Corporation
March 31, 2026	Raute appoints Timo Kupsanen as EVP, Analyzers
April 14, 2026	Decisions of Raute Corporation's Annual General Meeting 2026
April 14, 2026	Resolutions of the Constitutive Meeting of the Board of Directors of Raute Corporation
April 30, 2026	Inside information, profit warning: Raute updates its guidance – Comparable EBITDA will remain in line with the previous guidance, although net sales will be lower than previously estimated
May 5, 2026	Raute appoints Arto Kaikkola permanently as Chief Commercial Officer
May 7, 2026	Raute's Business Review January–March 2026: Operational performance continued strong, but market uncertainty did not ease
May 7, 2026	Inside information: Raute to initiate change negotiations on possible temporary layoffs up to 90 days in Finland
June 22, 2026	Raute Corporation has repaid its EUR 3.0 million convertible junior loans
June 24, 2026	Changes in Raute Corporation's Executive Board

GOVERNANCE

Annual General Meeting 2026

Raute Corporation's Annual General Meeting was held in Lahti on April 14, 2026. The Annual General Meeting adopted the financial statements for the financial year 2025 and discharged the members of the Board of Directors and the President and CEO from liability for the financial year 2025. The Annual General Meeting adopted the Remuneration Report 2025 for Governing Bodies and the Remuneration Policy for Governing Bodies through an advisory resolution. Further details and the full release on the resolutions are available at Decisions of Raute Corporation's Annual General Meeting 2026

THE EXECUTIVE BOARD

On March 31, 2026, Raute announced that M.Sc. (Tech) Timo Kupsanen has been appointed as EVP, Analyzers and a member of Executive Board of Raute Corporation as of May 1, 2026.

On May 5, 2026, Raute announced that it has appointed Arto Kaikkola, M.Sc. (Industrial Engineering and Management) as Chief Commercial Officer (CCO) on a permanent basis, effective 5 May 2026. Since November 2025, Arto had served as Raute's interim CCO.

The members and their areas of responsibility on June 30, 2026, were:

- Mika Saariaho, President and CEO
- Jani Roivainen, Executive Vice President, Wood Processing – Wood Processing business unit
- Kurt Bossuyt, Executive Vice President, Services – Services business unit
- Timo Kupsanen, Executive Vice President, Analyzers – Analyzers business unit
- Arto Kaikkola, Chief Commercial Officer (CCO) – Sales, marketing & communications, commercial excellence
- Tarja Moilanen, Chief People Officer (CPO) – Human resources, people development, health & safety
- Ville Halttunen, Chief Financial Officer (CFO) – Finance, ICT, IR, ESG, other business support

STRATEGY AND FINANCIAL TARGETS

Raute – Making Wood Matter

Raute aims to grow its Services concept and strengthen its offering in Analyzers and Wood Processing with innovative production solutions and models, as well as data and digital tools in the global market for veneer, plywood, and LVL production technologies.

Our aim is to accelerate growth by expanding Raute's portfolio into new wood products segments, especially through digital and analytical solutions and new service concepts. Our commitment is to lead the industry towards a more sustainable future in engineered wood products.

We have integrated sustainability as a fundamental aspect into our operations, balancing economic, social, and environmental considerations in our decision-making processes. Our unwavering principles of safety, ethical conduct, and diversity and inclusion guide us on our journey to generate growth for all our stakeholders with high ESG standards and deliver a lasting positive impact on nature and society.
Raute's financial targets for 2028 aligned with the strategy are:

- Net sales 250 MEUR, including both organic and inorganic growth
- Services and Analyzers' relative share of net sales 40% of the Group
- Comparable EBITDA margin 12% on average over cycle
- Capital structure: Equity ratio over 40%

Raute aims to pay a stable and sustainable dividend over different market conditions.

SHARES AND SHARE CAPITAL

Raute Corporation's shares are listed on Nasdaq Helsinki Ltd. The trading code is RAUTE. All shares carry one vote and have equal voting rights in General Meetings.

On June 30, 2026, Raute's share capital amounted to EUR 8.3 million, and the total number of shares was 6,038,229 (6,122,679 on June 30, 2025). Raute initiated a share repurchase program on February 16, 2026. The maximum number of shares to be repurchased is 100,000 shares, corresponding to approximately 1.7% of the total number of shares. A maximum of EUR 1,500,000 will be used for the repurchase of shares. By June 30, 2026, 52,501 shares were purchased with the value of EUR 758,000.

The number of shareholders totaled 7,069 at the end of the reporting period (7,195 on June 30, 2025). On June 30, 2026, Raute and its subsidiaries held 86,563 (148,116 on June 30, 2025) own shares corresponding to 1.4% (2.4% on June 30, 2025) of all outstanding shares.

Share trading

Share trading volume in January–June 2026 totaled 492,449 (901,967) shares, corresponding to EUR 7.3 (14.0) million. The highest trading price was EUR 16.10, and the lowest was EUR 13.75. The closing price at the end of the review period was EUR 15.65 (15.85), and the market value based on the closing price was approximately EUR 94.5 (97.0) million.

EVENTS AFTER THE REPORTING PERIOD

Composition of Shareholders' Nomination Board

On August 3, 2026, Raute announced that the following members have been appointed to the company's Shareholders' Nomination Board:

- Pekka Suominen (directly and indirectly by proxies)
- Göran Sundholm
- Mikko Laakkonen

Laura Raitio, the Chair of the Board of Directors of Raute, serves as an expert on the Nomination Board without being a member.

According to the charter of the shareholders' nomination board, the Chair of the Board of Directors has requested the three largest shareholders in accordance with the situation on the last business day of July 2026, to appoint a member to the Nomination Board. The term of the members of the Nomination Board ends upon the appointment of new members of the Nomination Board in 2027.

KEY BUSINESS RISKS

Changes in the global economy and financial markets may have a negative impact on Raute's operations, performance, financial position, and sources of capital.

Raute is subject to geopolitical and macroeconomic conditions, where significant cost fluctuations and changes in interest rates may give rise to economic downturn. Such a downturn would likely impact Raute's operations and reduce the underlying demand.

Trade tariffs and the possible escalation of a trade war pose a risk for Raute as a company serving customers globally. Raute has production units in Europe, the United States and Canada, which reduces the impact of potential trade tariffs.

The bulk of Raute's business operations consists of project deliveries, which expose the company to risks caused by customer-specific and customized solutions related to each customer's end product, production methods, or raw materials. At the quotation and negotiation phase, the company takes risks related to the promised performance and estimates of implementation costs. Other risks for Raute are related to inflation and the availability of raw materials, components, and freight. Also, union strikes may pose short-term risks for Raute.

Raute's business and products can be affected directly or indirectly by legislation or other regulations, such as sanctions. It is also possible that Raute is subject to litigation. At the end of 2023, Raute terminated all its remaining Russian project agreements. The liquidation of the Russian subsidiary Raute Service LLC was completed during the second quarter of 2026.

Raute has implemented a new company-wide ERP system, which has a direct impact on the company's daily operations and financial management. During the second quarter of 2026, the ERP system was successfully deployed in Canada, resulting in all major Raute sites operating on a common ERP platform. Consequently, the overall ERP-related implementation risk has decreased. However, challenges related to system stabilization, data quality, or process harmonization could still result in operational inefficiencies, additional costs, or temporary disruptions to customer delivery projects.

The company's IT systems may be affected by cyber security attacks, malfunctions, outages, or failures. These can lead to significant disruptions in the company's business, have a material adverse effect on its reputation, and cause unexpected costs.

Raute's investments in the product development of new technologies are significant and involve the risk that a given project may not lead to a technologically or commercially acceptable solution.

Raute has a strategy and related financial targets that aim for significant growth and profitability improvement by 2028. The company faces the risk that the execution of the strategy is not successful within the set timeline or that the set targets cannot be met. Raute may also experience increasing competitive pressures while executing its strategy.

Raute is exposed to the risk of losing key personnel and difficulties in hiring new talent to address new business challenges.

The most significant financing risks in the Group's business operations are default risks and currency risks related to counterparties. The Group is also exposed to liquidity, refinancing, interest rate, and price risks.

RAUTE CORPORATION
Board of Directors

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Raute Corporation's Board of Directors has approved this Half-year Financial Report for January–June 2026, to be published.

This Half-year Financial Report is unaudited.

Consolidated statement of income

EUR 1,000	Note	Q2/2026	Q2/2025	H1/2026	H1/2025	2025
Net sales	1	32,994	43,780	66,462	95,674	175,539
Change in inventories of finished goods and work in progress		668	-3,476	373	-3,739	-468
Other operating income		33	53	51	128	159
Materials and services		-12,707	-17,631	-24,901	-42,570	-78,133
Employee benefits expense		-13,067	-12,032	-25,988	-26,481	-50,757
Depreciation, amortization and impairment		-1,258	-2,534	-2,515	-3,939	-6,306
Other operating expenses		-4,192	-6,235	-8,247	-11,277	-22,779
Total operating expenses		-31,223	-38,432	-61,650	-84,268	-157,975
Operating profit		2,471	1,926	5,236	7,795	17,255
Financial income		230	653	467	1,037	1,529
Financial expenses		-199	-285	-397	-749	-1,181
Financial expenses, net		31	368	69	290	348
Result before tax		2,502	2,294	5,305	8,085	17,603
Income taxes		-501	-1,100	-1,062	-2,649	-4,657
Result for the period		2,002	1,194	4,244	5,436	12,946
Result for the period attributable to						
Equity holders of the Parent company		2,002	1,194	4,244	5,436	12,946
Earnings per share for profit attributable to Equity holders of the Parent company, EUR						
Undiluted earnings per share		0.33	0.19	0.69	0.88	2.12
Diluted earnings per share		0.32	0.19	0.68	0.86	2.06

Consolidated statement of comprehensive income

EUR 1,000	Q2/2026	Q2/2025	H1/2026	H1/2025	2025
Result for the period	2,002	1,194	4,244	5,436	12,946
Other comprehensive income items					
Items that will not be reclassified to profit or loss					
Changes in the fair value of financial assets at fair value through other comprehensive income	-	-	-	-	767
Items that may be subsequently reclassified to profit or loss					
Hedging reserve, hedge accounting	-56	251	-159	499	303
Exchange differences on translating foreign operations	-233	-432	-147	-512	-565
Deferred taxes related to these items	-	-	-	-	-
Comprehensive income items for the period, net of tax	-290	-181	-306	-13	505
Comprehensive result for the period	1,712	1,013	3,938	5,423	13,451
Comprehensive profit for the period attributable to					
Equity holders of the Parent company	1,712	1,013	3,938	5,423	13,451

Consolidated balance sheet

EUR 1,000	Note	H1/2026	H1/2025	2025
ASSETS				
Non-current assets				
Goodwill	8	1,714	1,714	1,714
Other intangible assets	5	8,702	9,804	9,154
Property, plant and equipment	6	9,465	7,961	9,344
Right of use assets		1,724	2,922	2,224
Other financial assets		997	231	997
Deferred tax assets		698	1,244	721
Total non-current assets		23,301	23,876	24,155
Current assets				
Inventories		18,259	20,726	15,439
Accounts receivables and other receivables		34,437	24,730	27,449
Income tax receivable		20	46	20
Cash and cash equivalents		16,678	31,634	40,272
Total current assets		69,394	77,137	83,181
TOTAL ASSETS		92,694	101,013	107,336

Consolidated balance sheet

EUR 1,000	H1/2026	H1/2025	2025
EQUITY AND LIABILITIES			
Equity attributable to Equity holders of the Parent company			
Share capital	8,256	8,256	8,256
Own shares	-1,117	-1,955	-701
Fair value reserve and other reserves	19,609	19,420	20,352
Exchange differences	-820	-1,174	-1,190
Retained earnings	23,360	17,157	15,329
Result for the period	4,244	5,436	12,946
Total equity attributable to Equity holders of the Parent company	53,531	47,140	54,993
Convertible junior loan	-	3,000	3,000
Total equity	53,531	50,140	57,993
Non-current liabilities			
Deferred tax liability	667	0	577
Lease liability	1,040	1,846	1,436
Provisions	1,477	298	1,145
Total non-current liabilities	3,184	2,144	3,157
Current liabilities			
Provisions	2,109	2,118	2,019
Lease liability	747	1,213	863
Current advance payments received	9,910	17,502	19,033
Income tax liability	2,508	1,574	2,375
Trade payables and other liabilities	20,705	26,322	21,896
Total current liabilities	35,979	48,729	46,186
Total liabilities	39,163	50,873	49,343
TOTAL EQUITY AND LIABILITIES	92,694	101,013	107,336

Consolidated statement of cash flows

EUR 1,000	H1/2026	H1/2025	2025
CASH FLOW FROM OPERATING ACTIVITIES			
Proceeds from customers	48,137	66,308	143,114
Other proceeds from operating activities	32	128	127
Payments to suppliers and employees	-61,111	-84,436	-150,122
Cash flow before financial items and taxes	-12,942	-18,000	-6,881
Interest paid from operating activities	-186	-117	-244
Dividends received from operating activities	177	417	417
Interest received from operating activities	337	644	1,068
Other financing items from operating activities	-256	-537	-1,051
Income taxes paid from operating activities	-675	-804	313
Net cash flow from operating activities (A)	-13,545	-18,398	-6,378
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment and intangible assets	-1,679	-1,680	-4,468
Investments in shares	1	-118	-118
Proceeds from sale of property, plant and equipment and intangible assets	-	95	330
Net cash flow from investing activities (B)	-1,678	-1,703	-4,256
CASH FLOW FROM FINANCING ACTIVITIES			
Directed share issue and rights issue	-	-	-
Repayment of convertible junior loan	-3,000	-	-
Expenses for share issues and junior loan	-215	-161	-298
Repurchase of own shares	-758	-1,254	-1,350
Proceeds from current borrowings	-	-	-
Repayments of current borrowings	-	-	-
Repayments of lease liability	-494	-891	-1,449
Dividends paid	-3,900	-3,320	-3,320
Net cash flow from financing activities (C)	-8,367	-5,627	-6,417
Net change in cash and cash equivalents (A+B+C) increase (+)/decrease (-)	-23,590	-25,728	-17,052
Cash and cash equivalents at the beginning of the financial period	40,272	57,503	57,503
Net change in cash and cash equivalents	-23,590	-25,728	-17,052
Effects of exchange rate changes on cash	-4	-142	-179
Cash and cash equivalents at the end of the financial period	16,678	31,634	40,272

Consolidated statement of changes in shareholders' equity

EUR 1,000	Share capital	Invested non-restricted equity reserve	Own shares	Other reserves	Exchange differences	Retained earnings	To the equity holders of the Parent company	Convertible junior loan	TOTAL EQUITY
EQUITY at Jan. 1, 2026	8,256	18,205	-701	2,148	-1,190	28,275	54,993	3,000	57,993
Comprehensive result for the financial year									
Result for the financial year						4,244	4,244		4,244
Changes in the fair value of financial assets at fair value through other comprehensive income									
Hedging reserve				-159			-159		-159
Exchange differences on translating foreign operations					370	-516	-147		-147
Income taxes related to these items									
Total comprehensive result for the period	0	0	0	-159	370	3,727	3,938	0	3,938
Transfer of gain on disposals of equity investments at fair value through other comprehensive income to retained earnings									
Convertible junior loan						-141	-141	-3,000	-3,141
Transactions with owners									
Share rewards				-585		-357	-942		-942
Repurchase of own shares			-417				-417		-417
Dividends paid						-3,900	-3,900		-3,900
Total transactions with owners	0	0	-417	-585	0	-4,398	-5,400	-3,000	-8,400
EQUITY at Jun. 30, 2026	8,256	18,205	-1,117	1,404	-820	27,604	53,531	0	53,531

Consolidated statement of changes in shareholders' equity, comparison period

EUR 1,000	Share capital	Invested non-restricted equity reserve	Own shares	Other reserves	Exchange differences	Retained earnings	To the equity holders of the Parent company	Convertible junior loan	TOTAL EQUITY
EQUITY at Jan. 1, 2025	8,256	18,205	-950	1,216	613	19,351	46,692	3,000	49,692
Comprehensive result for the financial year									
Result for the financial year						5,436	5,436		5,436
Changes in the fair value of financial assets at fair value through other comprehensive income							0		0
Hedging reserve				499			499		499
Exchange differences on translating foreign operations					-1,787	1,275	-512		-512
Income taxes related to these items							0		0
Total comprehensive result for the period	0	0	0	499	-1,787	6,711	5,423	0	5,423
Transfer of gain on disposals of equity investments at fair value through other comprehensive income to retained earnings									
Convertible junior loan						-149	-149		-149
Transactions with owners							0		0
Share rewards			249	-499			-250		-250
Repurchase of own shares			-1,254				-1,254		-1,254
Dividends paid						-3,320	-3,320		-3,320
Total transactions with owners	0	0	-1,005	-499	0	-3,469	-4,974	0	-4,974
EQUITY at Jun. 30, 2025	8,256	18,205	-1,955	1,216	-1,174	22,592	47,140	3,000	50,140

NOTES TO THE HALF-YEAR FINANCIAL REPORT

Basic information

Raute Group is a globally operating technology and service company serving the wood products industry, with core competence in selected wood products manufacturing processes. Raute's customers are companies operating in the wood products industry that manufacture veneer, plywood, LVL and sawn timber.

Raute's full-service concept is based on product life-cycle management and includes project deliveries and technology services. Raute's technology offering covers machinery and equipment for the customer's entire production process. In addition to a broad range of machines and equipment, Raute's solutions cover technology services ranging from spare parts deliveries to regular maintenance and equipment modernizations as well as consulting, training, reconditioned machinery and digital services.

Raute Group's parent company, Raute Corporation, is a Finnish public limited liability company established in accordance with Finnish law (Business ID FI01490726). Its shares are quoted on Nasdaq Helsinki Ltd, under Industrials. Raute Corporation is domiciled in Lahti. The address of its registered office is Rautetie 2, 15550 Nastola, Finland, and its postal address is P.O. Box 69, 15551 Nastola, Finland.

All of the figures presented in the release are in thousand euro, unless otherwise stated. Due to the rounding of the figures in the financial statement tables, the sums of figures may deviate from the sum total presented in the table. Figures in parentheses refer to the corresponding figures in the comparison period.

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Accounting principles

Raute Corporation's half-year financial report for January 1–June 30, 2026, has been prepared in accordance with standard IAS 34 Interim Financial Reporting.

The half-year financial report does not contain full notes or other information presented in the financial statements and therefore the report should be read in conjunction with the financial statements published for 2025.

Raute Corporation's half-year financial report for January 1–June 30, 2026, has been prepared in accordance with the International Financial Reporting Standards (IFRS) and the interpretations released accepted for application in the European Union.

When preparing the interim report in compliance with International Financial Reporting Standards, the company management has made estimates and assumptions. In addition, the management has used discretion in the selection and application of accounting principles for the reporting period. The management's estimates have been based on the best view at the time of the report, and they comprise risks and uncertainties, therefore actual results may differ from these estimates.

IFRS standards that have been published and will be valid in future financial periods

The upcoming accounting standards are not expected to have a significant impact on Raute Oyj, apart from IFRS 18, which is expected to have a significant effect on the information presented in the financial statements and the way this information is presented. The standard may be applied for financial years beginning on or after January 1, 2027

NOTE 1
NET SALES

Raute serves the wood products industry with a full-service concept based on technology solutions that cover the customer's entire production process and services. Raute's business consists of project deliveries and technology services. Project deliveries encompass projects from individual machine or production line deliveries to the deliveries of entire mill production process, covering all the required machines and equipment.

Additionally, Raute's full-service concept includes comprehensive technology services ranging from spare parts deliveries to regular maintenance and equipment modernizations, as well as consulting, training, reconditioned machinery and digital services. Project deliveries and technology services related modernizations include sales of both products and services, therefore the split of group's net sales into purely product and service sales cannot be presented reliably.

Large mill or production line scale delivery projects can temporarily increase the share of an individual customer of the Group's net sales to more than ten percent. At the end of the reporting period, the Group had two customers, whose customer-specific share of the Group's net sales exceeded ten percent.

EUR 1,000	Q2/2026	%	Q2/2025	%	H1/2026	%	H1/2025	%	2025	%
NET SALES										
Net sales by market area										
EMEA (Europe and Africa, excluding Finland)	14,079	43	12,907	29	26,454	40	29,545	31	59,314	34
EMEA (Finland)	8,752	27	19,757	45	18,719	28	41,972	44	69,917	40
NA (North America)	6,367	19	6,914	16	14,067	21	16,559	17	27,991	16
LAM (South America)	2,045	6	2,830	6	4,486	7	4,452	5	11,809	7
APAC (Asia-Pacific)	1,750	5	1,372	3	2,735	4	3,147	3	6,508	4
TOTAL	32,994	100	43,780	100	66,462	100	95,674	100	175,539	100

EUR 1,000	Q2/2026	Q2/2025	H1/2026	H1/2025	2025
Specification of net sales					
Performance obligations to be satisfied over time	22,971	32,537	46,700	72,524	130,437
Performance obligations to be satisfied at a point in time	10,023	11,243	19,763	23,151	45,102
TOTAL	32,994	43,780	66,462	95,674	175,539

NOTE 2
SEGMENT REPORTING

Raute Group's operations fall into three segments: Wood Processing, Services and Analyzers. The highest operational decision-maker responsible for allocating resources to the operating segment and evaluating its results is Raute Corporation's Board of Directors.

Wood Processing business unit includes Raute's core technology offering for veneer, plywood and LVL production. Delivery scope includes separate production equipment, modernizations, as well as full mill-scale projects, where Raute is a global market leader both in the plywood and LVL industries.

Analyzers business unit serves customers with Raute's latest measurement technology for sorting veneer, plywood and LVL, and special measurement equipment for sawn timber. Services business unit focuses on Raute's full-service concept ranging from spare parts deliveries to regular maintenance, digital services and equipment upgrades.
Based on Raute's business model, nature of operations and management structure, the combined data of the three segments coincides with the entire group's data, i.e. the income statement items from revenue to EBITDA and comparable EBITDA are allocated to the reportable segments.

Raute Corporation's Board of Directors does not monitor the assets and liabilities of the segments on a segment-by-segment basis, so investments, assets, and liabilities are presented only at the group level. Segment reporting follows the principles of preparing consolidated financial statements.

Allocation keys are used for the allocation of common costs between the reported segments, which are generally based on annual budgeted sales or expenses. The Raute Group's segments do not have inter-segment sales, but the sales is entirely from external customers.

EUR 1,000	Q2/2026	Q2/2025	H1/2026	H1/2025	2025
SEGMENT INFORMATION					
Wood Processing					
Net sales	21,058	30,403	43,893	68,344	124,268
EBITDA	2,517	2,208	5,941	7,631	16,035
Items affecting comparability	198	1,944	358	2,026	2,389
Comparable EBITDA	2,714	4,152	6,299	9,657	18,424
Services					
Net sales	8,085	9,905	16,388	20,168	38,294
EBITDA	612	1,893	1,380	3,465	6,591
Items affecting comparability	22	26	43	53	104
Comparable EBITDA	634	1,919	1,423	3,518	6,695
Analyzers					
Net sales	3,851	3,472	6,181	7,164	12,977
EBITDA	600	359	430	639	935
Items affecting comparability	17	21	34	41	82
Comparable EBITDA	618	380	464	680	1,017
SEGMENTS TOTAL					
Net sales	32,994	43,780	66,462	95,675	175,539
EBITDA	3,729	4,459	7,751	11,735	23,561
Items affecting comparability	237	1,991	434	2,120	2,575
Comparable EBITDA	3,966	6,450	8,185	13,855	26,136

Items affecting comparability

EUR 1,000	Q2/2026	Q2/2025	H1/2026	H1/2025	2025
Comparable EBITDA	3,966	6,450	8,185	13,855	26,136
Restructuring costs	-132	-1,863	-235	-1,878	-2,087
Costs related to new ERP system	-105	-128	-199	-244	-488
Total items affecting comparability	-237	-1,991	-434	-2,120	-2,575
EBITDA	3,729	4,459	7,751	11,735	23,561
Depreciations	-1,258	-1,554	-2,515	-2,959	-5,349
Impairments	-	-981	-	-981	-957
Operating result	2,471	1,926	5,236	7,796	17,255
Financing expenses, net	31	368	69	290	348
Result before tax	2,502	2,294	5,305	8,084	17,603
Operating Profit	2,471	1,926	5,236	7,796	17,255
Items affecting comparability in operating profit	-237	-2,971	-434	-3,100	-3,533
Comparable operating profit	2,708	4,898	5,670	10,896	20,788

Raute considers items that affect comparability to be material and items that differ from normal business, related to restructuring costs and provisions and ERP renewal costs, impairments, gains and losses on the sale of assets, transaction costs related to combining business operations, litigation and arbitration costs.

Items affecting comparability in 2026 include ERP renewal costs and restructuring costs.

Items affecting comparability in 2025 mainly include impairment charges and restructuring costs and provisions related to the closure of the production unit in Changzhou, China. In addition, ERP renewal costs have been reported as an item affecting comparability.

	Q2/2026				Q2/2025			
EUR 1,000	Wood Processing	Services	Analyzers	Total	Wood Processing	Services	Analyzers	Total
Net sales by market area								
EMEA (Europe and Africa, excluding Finland)	10,574	2,738	768	14,079	8,768	3,007	1,132	12,907
EMEA (Finland)	6,909	1,070	773	8,752	18,010	1,014	733	19,757
NA (North America)	2,627	2,611	1,129	6,367	2,216	3,368	1,330	6,914
LAM (South America)	763	1,269	13	2,045	772	1,935	123	2,830
APAC (Asia–Pacific)	185	397	1,167	1,750	636	581	155	1,372
TOTAL	21,058	8,085	3,851	32,994	30,403	9,905	3,473	43,780

	H1/2026				H1/2025			
EUR 1,000	Wood Processing	Services	Analyzers	Total	Wood Processing	Services	Analyzers	Total
Net sales by market area								
EMEA (Europe and Africa, excluding Finland)	20,012	5,161	1,281	26,454	21,481	6,134	1,931	29,545
EMEA (Finland)	14,775	2,421	1,524	18,719	37,466	2,377	2,129	41,972
NA (North America)	7,169	5,264	1,634	14,067	6,869	7,306	2,383	16,559
LAM (South America)	1,752	2,604	131	4,486	1,217	3,058	178	4,452
APAC (Asia–Pacific)	185	939	1,611	2,735	1,311	1,293	543	3,147
TOTAL	43,893	16,388	6,181	66,462	68,343	20,168	7,164	95,674

RAUTE

NOTE 3

EUR 1,000	Q2/2026	Q2/2025	H1/2026	H1/2025	2025
RESEARCH AND DEVELOPMENT COSTS					
Research and development costs for the financial year*	-1,354	-1,403	-2,672	-2,968	-5,044
Depreciation of previously capitalized research and development costs**	-102	-84	-204	-173	-348
Development costs recognized as an asset in the balance sheet	95	63	291	370	555
Research and development costs recognized as an expense for the financial year	**-1,361**	-1,424	**-2,585**	-2,771	-4,837
Impairments of capitalized development costs					
Research and development costs recognized as an expense for the financial year	**-1,361**	-1,424	**-2,585**	-2,771	-4,837

* Research and development expenses consist of the expenses of numerous R&D projects that do not meet the criteria for activation

** Depreciation in Other intangible assets is divided into two groups, Development costs and Other intangible assets

NOTE 4
SHARE-BASED PAYMENTS

There are three active long-term performance-based incentive plans for the Group's top management. The company decided on the launch of the latest share value based long-term performance incentive program for the Group's top management and selected key persons on February 12, 2026. The decision includes a Performance Share Plan ("PSP") as the main structure and a restricted Share Plan ("RSP") as a complementary structure. The purpose of the plan is to align the objectives of the owners and management in order to develop the company's value for the long term, as well as to commit the company's management and key persons to the company and to achieving the company's strategic goals.

PSP 2026–2028 began at the start of 2026 and covers an earnings period of three years, with two performance indicators applied. The first performance indicator is the EBITDA, and its weight is 70 percent. The second performance indicator is the net sales target, with a weight of 30 percent. Any possible rewards based on both performance indicators will be paid after the three-year plan ends and the financial statements have been completed, in spring of 2029, provided that the performance targets set by the Board of Directors have been achieved. The potential rewards will be paid in Raute's shares or in cash, or as a combination thereof. Persons belonging to Raute Group's Executive Board and selected key persons are entitled to participate in the PSP 2026–2028 plan.
The Board of Directors is entitled to limit the rewards paid under the long-term incentive plan PSP if the reward would exceed the threshold value of the fixed annual gross salary of the individual in question. If the participant's service or employment relationship ends before the payment of the reward, the reward is generally not paid.
If the performance targets set for the plan beginning at the start of 2026 are fully achieved, the aggregate maximum amount of rewards to be paid based on the plan in question will correspond to the value of approximately 95 000 the company's shares. Aggregate amount of rewards means their gross amount before the withholding of the applicable payroll tax.

The impact of the program on the result for the period 1 January-30 June 2026 was approximately EUR 21 thousand, and its total cost is estimated to be EUR 734 thousand.

The Restricted Share Program consists of annually commencing individual share plans, each comprising a retention period with an overall length of three years. Each individual plan comprises an overall three-year plan period within which the company may grant fixed share rewards to individually selected key employees, including Raute Executive Board, with a retention period of up to three years. The share reward will be paid after the retention period applied to the respective individual share grant. The company may choose to pay the granted share rewards in one or several tranches within the limits of the overall three-year plan period.

The RSP plan, covering the years 2026-2028, commences as of the beginning of the year 2026. The aggregate maximum number of shares which may become payable based on RSP 2026–2028 is 68 000 shares (referring to gross reward from which the applicable payroll tax is withheld).

In the first quarter of the financial year, the long-term incentive plan PSP 2023-2025 ended and the performance periods of the restricted share plan (RSP 2023-2025) ended, as a result of which the shares were paid in accordance with the performance conditions of the plans. A total of 89,595 shares were paid as gross remuneration. The earning conditions of the plans were an employment condition and separately defined performance criteria based on financial targets. The plans have been treated in their entirety as a share-based payment based on equity.

In addition to the above-mentioned new programs, Raute has had performance-based incentive PSP 2024-2026 and PSP 2025-2027, as well as RSP 2024-2026 and RSP 2025-2027. No allocations have been made from RSP 2024-2026, RSP 2025-2027 or RSP 2026-2028. The descriptions of these programs are included in the financial statements for 2025.

Total impact of share-based incentive plans on the reporting period's result was EUR 142 (316) thousand. At the end of the reporting period, EUR 408 (929) thousand was allocated to the equity item from the share-based incentive plans in force.

NOTE 5

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
OTHER INTANGIBLE ASSETS			
Acquisition cost at the beginning of the period	25,896	24,314	24,314
Exchange rate differences	11	-15	-15
Additions	683	1,167	1,596
Deductions	-	-	-
Acquisition cost at the end of the term	26,590	25,466	25,896
Accumulated depreciation and amortization	-16,742	-14,395	-14,395
Exchange rate differences	-9	15	12
Depreciation and amortization for the financial year	-1,136	-1,282	-2,359
Accumulated depreciation and amortization at the end of term	-17,888	-15,661	-16,742
Book value at the beginning of the period	9,154	9,919	9,919
Book value at the end of the period	8,702	9,804	9,154

NOTE 6

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
PROPERLY, PLANT AND EQUIPMENT			
Acquisition cost at the beginning of the period	69,801	69,720	69,720
Exchange rate differences	164	-885	-666
Additions	997	514	2,872
Disposals/impairments	-	-1,897	-2,126
Reclassification between items	-	-	-
Acquisition cost at the end of the term	70,962	67,451	69,801
Accumulated depreciation and amortization	-58,235	-54,597	-54,597
Exchange rate differences	-159	563	258
Accumulated depreciation and amortization of disposals and reclassifications	-	-	-
Depreciation and amortization for the financial year	-1,379	-2,533	-3,896
Accumulated depreciation and amortization at the end of term	-59,773	-56,568	-58,235
Book value at the beginning of the period	11,568	15,125	15,125
Book value at the end of the period	11,189	10,883	11,568

NOTE 7

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
RIGHT-OF-USE ASSETS			
Booking value at the beginning of the financial year	2,224	5,800	5,800
Exchange rate differences	7	-328	-313
Additions	18	151	380
Disposals	0	-1,817	-2,100
Depreciations	-525	-550	-1,347
Impairments	0	-	-196
Reclassification between items	0	-	0
Booking value at the end of the financial year	1,725	3,256	2,224

Right-of-use assets are included in balance sheet item Property plant and equipment.

NOTE 8

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
GOODWILL			
Goodwill at the beginning of the year	1,714	1,714	1,714
Increases	-	-	-
TOTAL	1,714	1,714	1,714

NOTE 9

EQUITY FINANCING INSTRUMENT

Convertible perpetual loans are handled in IFRS accounting as equity as interest payments and repayments can be decided by the company. The related transaction costs are deducted from the equity. The loans are shown as a separate item in the equity. The junior loans do not confer on the holders the rights of a shareholder.

The company has, on 22 June 2026, being the first date on which the repayment is permitted under the terms and conditions of the loans, repaid its convertible junior loans amounting to EUR 3.0 million, together with accrued but unpaid interest, in accordance with the terms and conditions of the loans.

As a result of the repayment, the junior lenders' right to convert the loans to a total of 261,296 Raute shares, and the option rights issued to the junior lenders to exercise that right, have expired.

NOTE 10
FINANCIAL ASSETS AND LIABILITIES

Raute has a committed standby credit limit of 15.0 million euros and a total uncommitted bank guarantee limit of 45.0 million euros. The facility is valid until 2029.

The overdraft limit was not in use at the period ending June 30, 2026.

The arrangement is secured by Raute Oyj's business mortgages in the amount of 91.0 million euros and real estate mortgages in the amount of 91.0 million euros. As collateral for the financing arrangement, Raute Corporation has pledged the shares of its Canadian subsidiary Raute Canada Ltd.

The special conditions or covenants related to the financial indicators of the financing agreement are the Gross debt to EBITDA ratio and equity ratio. The covenants are reported to the lender quarterly. If the covenant conditions are not met, the creditor can demand accelerated repayment of the limits in use, and terminate the financing agreement. Covenant conditions were met at the end of the reporting period.

At the end of the reporting period June 30, 2026, the fair value of the financial assets categorized at fair value hierarchy level 3 was EUR 997 thousand. The item includes the investments in unquoted shares which have been classified as financial assets at fair value through other comprehensive income. Derivative contracts have been classified as financial assets and liabilities at fair value through profit or loss. The fair value of these derivative contracts is based on the price available from the market data, but instruments are not traded in an active market. At the end of the period, financial assets did not include derivative contracts, and the fair value of the derivative contracts classified as financial liability was EUR 13 thousand. The Group's interest-bearing liabilities include a lease liability amount of EUR 1,787 thousand at the end of the reporting period.

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
FINANCIAL ASSETS			
Financial assets at the beginning of the period	40,272	57,503	57,503
Change in financial assets	-23,590	-25,728	-17,052
Exchange rate differences from financial assets	-4	-142	-179
Financial assets at the end of the period	16,678	31,634	40,272

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
Other financial assets			
Unquoted share investments	997	230	997
Total	997	230	997

EUR 1,000	Carrying amount 30.6.2026	Carrying amount 30.6.2025	Carrying amount 31.12.2025
Carrying amounts of financial assets			
Financial assets at fair value through profit or loss			
- Derivative contracts	-	-	-
Financial assets at fair value through other comprehensive income	-	-	-
- Unquoted share investments	997	230	997
Financial assets at amortized cost			
- Account receivables and other receivables	7,154	10,202	7,166
- Cash and cash equivalents	16,678	31,634	40,272
Total	24,829	42,067	48,435

EUR 1,000	Level 1 (H1/2026)	Level 1 (H1/2025)	Level 2 (H1/2026)	Level 2 (H1/2025)	Level 3 (H1/2026)	Level 3 (H1/2025)	Total (H1/2026)	Total (H1/2025)
Hierarchy levels								
Financial assets at fair value through other comprehensive income								
- Unquoted share investments	-	-	-	-	997	230	997	230
Financial assets at fair value through profit or loss								
- Derivative contracts	-	-	-	-	-	-	-	-
Total	-	-	-	-	997	230	997	230

Financial instruments at fair value are categorized according to standard. Instruments included in level 1 are traded in active markets. The fair values of these instruments are based on the quoted market prices at the balance sheet date. The fair value of the instruments included in level 2 is based on the price available from the market data but instruments are not traded in an active market. The fair value of the instruments included in level 3 is not based on the observable market data but is based on the estimates from the management.

EUR 1,000	Carrying amount 30.6.2026	Carrying amount 30.6.2025	Carrying amount 31.12.2025
Carrying amounts of financial liabilities			
Financial liabilities at fair value through profit or loss			
- Derivative contracts	13	5	-24
Financial liabilities recognized at amortized cost			
- Financial loans	-	-	-
- Account limit	-	-	-
- Trade payables and other liabilities	6,910	11,024	6,501
- Accrued expenses and prepaid income	-	-	-
Total	6,923	11,030	6,477

EUR 1,000	Level 1 (H1/2026)	Level 1 (H1/2025)	Level 2 (H1/2026)	Level 2 (H1/2025)	Level 3 (H1/2026)	Level 3 (H1/2025)	Total (H1/2026)	Total (H1/2025)
Hierarchy levels								
Financial assets at fair value through profit or loss								
- Derivative contracts	-	-	13	5	-	-	13	5
Total	-	-	13	5	-	-	13	5

Financial instruments at fair value are categorized according to standard. Instruments included in level 1 are traded in active markets. The fair values of these instruments are based on the quoted market prices at the balance sheet date. The fair value of the instruments included in level 2 is based on the price available from the market data but instruments are not traded in an active market. The fair value of the instruments included in level 3 is not based on the observable market data but is based on the estimates from the management.

NOTE 11

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
DERIVATIVES			
Nominal values of forward contracts in foreign currency			
Hedge accounting			
- Related to the hedging of net sales	2,840	4,134	4,719
Derivatives which do not meet the criteria of hedge accounting			
- Related to financing	-3,699	-	-
Fair values of forward contracts in foreign currency			
Hedge accounting			
- Related to the hedging of net sales	-74	223	76
Derivatives which do not meet the criteria of hedge accounting			
- Related to financing	3	-	-

NOTE 12

EUR 1,000	30.6.2026	30.6.2025	31.12.2025
Mortgage agreements			
Business and real estate mortgages as collateral for credit and guarantee limits*	182,000	178,200	178,200
Total credit guarantee arrangements	182,000	178,200	178,200
Mortgage agreements on behalf of Group companies			
Financial loans	-	-	-
Other obligations	-	-	-
Other credit guarantee arrangements	-	-	-
Commercial bank guarantees on behalf of the Parent company and subsidiaries	7,357	34,144	20,798
Other own obligations			
Rental liabilities maturing within one year	181	320	270
Rental liabilities maturing in one to five years	146	287	217
Total	327	607	486

*Related to the financing arrangement described in Note no. 10.

RAUTE

NOTE 13
CLAIMS AND CONTINGENCIES

In the ordinary course of business, Raute is involved in various claims and legal disputes across multiple countries. These include product liability claims and issues related to Raute's deliveries. Based on current information, Raute's management does not expect the outcome of these lawsuits and disputes to have a material adverse effect on the company. This assessment considers the nature of the claims, existing provisions, applicable insurance coverage, and the overall scope of Raute's business operations.

During the first half of 2026, the arbitration proceedings initiated by Chongzuo Guanglin Difen New Materials Technology Co., Ltd. against Raute (Changzhou) Machinery Co., Ltd. were concluded in Raute's favor. The arbitral tribunal rejected the claims against Raute, confirming the company's view that the claims were unfounded and unsupported by either the facts or the contractual terms. Raute had fulfilled its contractual obligations under the agreement.

NOTE 14
NUMBER OF PERSONNEL

	H1/2026	H1/2025	2025
Employed, persons			
Workers	204	235	215
Office staff	493	531	483
TOTAL	697	766	698
Personnel working abroad	152	209	160
Effective, on average, persons			
Workers	188	231	217
Office staff	474	523	493
TOTAL	662	754	710
Personnel working abroad, effective, on average	155	222	191

NOTE 15
EXCHANGE RATES USED IN THE CONSOLIDATION OF SUBSIDIARIES

Income statement

euro	H1/2026	H1/2025	2025
CNY	8.0102	7.9266	8.1151
RUB	89.3147	93.1298	92.8926
CAD	1.6074	1.5403	1.5782
USD	1.167	1.093	1.129
SGD	1.4909	1.4463	1.4751
CLP	1,043.6883	1,042.6117	1,073.6275
IDR	20,074.324	18,162.179	18,760.113
JPY	184.4709		168.93

Balance sheet

euro	H1/2026	H1/2025	2025
CNY	7.7314	8.3939	8.2262
RUB	89.644	92.237	92.945
CAD	1.6220	1.5977	1.6088
USD	1.1394	1.1704	1.1750
SGD	1.4754	1.4933	1.5105
CLP	1,050.38	1,094.30	1,070.72
IDR	20,398.91	18,975.99	19,640.83
JPY	185.08		184.09

NOTE 16

SHARE-RELATED DATA

EUR 1,000	H1/2026	H1/2025	2025
Earnings per share, (EPS), undiluted, EUR	0.69	0.88	2.12
Earnings per share, (EPS), diluted, EUR	0.68	0.86	2.06
Equity to share, EUR	8.87	8.19	9.60
Dividend per share, EUR	-	-	0.65
Dividend per profit, %	-	-	30.7
Effective dividend return, %	-	-	4.3
Price/earnings ratio (P/E ratio)	-	-	6.89
Development in share price			
Lowest share price for the financial year, EUR	13.75	12.70	12.70
Highest share price for the financial year, EUR	16.10	17.70	17.70
Average share price for the financial year, EUR	14.74	15.52	15.32
Share price at the end of the financial year, EUR	15.65	15.85	15.10
Market value of capital stock at at the end of period	94.5	97.0	91.2
Trading of the company's shares			
Shares traded during the financial year, pcs	492,449	901,967	1,419,177
Shares traded during the financial year, Me	7.3	14.0	21.7
Total number of shares			
Average number of shares, 1000 pcs.	6,038	6,123	6,087
Number of own shares, 1000 pcs.	68	114	99
Adjusted average number of shares, 1000 pcs	5,971	6,009	5,988
Adjusted average number of shares , diluted, 1,000 pcs	6,211	6,313	6,279
NUMBER OF SHAREHOLDER AT THE END OF PERIOD	7,069	7,195	7,299

NOTE 17
DEVELOPMENT OF QUARTERLY RESULTS

EUR 1,000	Q2/2026	Q1/2026	Q4/2025	Q3/2025	Q2/2025	Q1/2025	R12 Q2/2026
NET SALES	32,994	33,469	36,200	43,665	43,780	51,894	146,327
Change in inventories of finished goods and work in progress	668	-295	2,978	293	-3,476	-263	3,644
Other operating income	33	18	21	10	53	75	82
Materials and services	-12,707	-12,194	-14,948	-20,614	-17,631	-24,940	-60,463
Employee benefits expense	-13,067	-12,921	-11,928	-12,349	-12,032	-14,448	-50,265
Depreciation, amortization and impairment	-1,258	-1,257	-1,173	-1,194	-2,534	-1,406	-4,882
Other operating expenses	-4,192	-4,055	-6,787	-4,715	-6,235	-5,042	-19,749
Total operating expenses	-31,223	-30,427	-34,836	-38,872	-38,432	-45,836	-135,358
OPERATING PROFIT	2,471	2,765	4,363	5,097	1,926	5,870	14,696
% of net sales	7.5	8.3	12.1	11.7	4.4	11.3	10.0
Financial income	230	237	170	322	653	385	959
Financial expenses	-199	-198	-100	-332	-285	-464	-829
Financial expenses, net	31	38	69	-10	368	-79	128
RESULT BEFORE TAX	2,502	2,803	4,432	5,087	2,294	5,790	14,824
% of net sales	7.6	8.4	12.2	11.6	5.2	11.2	10.1
Income taxes	-501	-561	-845	-1,163	-1,100	-1,549	-3,070
TOTAL RESULT FOR THE PERIOD	2,002	2,242	3,587	3,924	1,194	4,241	11,755
% of net sales	6.1	6.7	9.9	9.0	2.7	8.2	8.0
Attributable to							
Equity holders of the Parent company	2,002	2,242	3,587	3,924	1,194	4,241	11,755
Undiluted earnings per share, euros	0.33	0.37	0.59	0.65	0.19	0.69	1.94
Diluted earnings per share, euros	0.32	0.36	0.57	0.62	0.19	0.66	1.88
Adjusted average number of shares, 1 000 pcs	5,967	5,974	5,968	5,968	5,995	6,023	5,969
Adjusted average number of shares, diluted, 1 000 pcs	6,195	6,221	6,216	6,244	6,023	6,345	6,219

FINANCIAL DEVELOPMENT QUARTERLY	Q2/2026	Q1/2026	Q4/2025	Q3/2025	Q2/2025	Q1/2025	R12 Q2/2026
Order intake during the period, EUR million	18	17	25	38	12	15	-
Order book at the end of the period, EUR million	66	81	98	108	115	146	-

NOTE 18
RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES

EUR 1,000	Q2/2026	Q1/2026	Q4/2025	Q3/2025	Q2/2025	Q1/2025	Q1-Q4/2025	R12 Q2/2026
Net result for the reporting period	2,002	2,242	3,587	3,924	1,194	4,241	12,946	11,755
Items affecting comparability								
Restructuring costs	-132	-103	-57	-152	-1,863	-15	-2,087	-444
Costs related to new ERP system	-105	-94	-145	-101	-128	-114	-488	-445
Items affecting comparability in EBITDA	-237	-197	-202	-253	-1,991	-129	-2,575	-889
Impariments			24		-981			24
Items affecting comparability in operating profit	-237	-197	-178	-253	-2,972	-129	-2,575	-865
Items affecting comparability in taxes	21	39	29	20	26	26	101	109
Items affecting comparability, total	-216	-158	-149	-233	-2,946	-103	-3,431	-756
Comparable net result for the reporting period	2,218	2,400	3,736	4,156	4,140	4,344	16,376	12,510
Interest for junior loan, net of taxes	-55	-58	-59	-60	-59	-59	-237	-232
Comparable net result for EPS calculation	2,163	2,342	3,677	4,096	4,081	4,285	16,139	12,278
Net result for EPS calculation	1,946	2,184	3,528	3,863	1,135	4,182	12,708	11,521
Number of shares (1,000)	6,038	6,038	6,038	6,066	6,123	6,123	6,087	6,045
Number of own shares (1,000)	71	64	71	99	128	100	99	76
Adjusted average number of shares basic (1,000)	5,967	5,974	5,968	5,968	5,995	6,023	5,988	5,969
Comparable EPS, basic (EUR)	0.36	0.40	0.62	0.69	0.68	0.71	2.70	2.06
EPS, basic (EUR)	0.33	0.37	0.59	0.65	0.19	0.69	2.12	1.93
Operating profit for the reporting period	2,471	2,765	4,363	5,097	1,926	5,869	17,255	14,696
Items affecting comparability in operating profit	-237	-197	-178	-253	-2,972	-129	-3,533	-865
Comparable operating profit	2,708	2,962	4,541	5,350	4,898	5,998	20,788	15,561
% of sales	8.2	8.8	12.5	12.3	11.2	11.6	11.8	10.6

SHAREHOLDERS AT JUNE 30, 2026, BY NUMBER OF SHARES

		Amount of shares, pcs	% of total shares and voting rights
1.	Sundholm Göran Wilhelm	756,250	12.52
2.	Laakkonen Mikko Kalervo	255,335	4.23
3.	eQ Finland Investment Fund	131,259	2.17
4.	Mandatum Life Insurance Company Ltd	130,105	2.15
5.	Stephen Industries Inc Oy	129,687	2.15
6.	Suominen Pekka Matias	117,329	1.94
7.	Siivonen Osku Pekka	106,901	1.77
8.	Kirmo Kaisa Marketta	105,421	1.75
9.	Mustakallio Mika Tapani	103,678	1.72
10.	Keskiaho Kaija Leena	101,659	1.68
11.	Särkijärvi Anna Riitta	98,986	1.64
12.	Suominen Tiina Sini-Maria	95,221	1.58
13.	Suominen Jussi Matias	74,626	1.24
14.	Varma Mutual Pension Insurance Company	74,608	1.24
15.	Relander Pär-Gustaf	72,700	1.20
16.	Mustakallio Marja Helena	71,144	1.18
17.	Särkijärvi Timo Juha	66,307	1.10
18.	Mustakallio Kari Pauli	57,000	0.94
19.	Kultanen Leea Annikka	56,252	0.93
20.	Suominen Jukka Matias	52,924	0.88
	20 largest shareholders total	2,657,392	44.01
	Nominee-registered shares	168,406	2.79
	Others	3,212,431	53.20
	Total	6,038,229	100.00

MANAGEMENT'S SHAREHOLDING AT JUNE 30, 2026

	Amount of shares, pcs	% of total shares and voting rights
Management's holding at June 30, 2026*		
Board of Directors	91,600	1.52%
President and CEO	34,989	0.58%
Members of the Executive Board (excl. President and CEO)	34,688	0.57%
Total	161,277	2.67%

*The figures include the holdings of their own, minor children and control entities

FURTHER INFORMATION

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BRIEFING AND INVITATION TO WEBCAST

A result briefing for analysts and the media will be organized at Eliel studio in Sanomatalo, Töölönlahdenkatu 2, Helsinki on August 12, 2026, at 2:00 p.m. EEST. The Half-year Financial Report will be presented by President and CEO Mika Saariaho and CFO Ville Halttunen.

The presentation material will be available at www.raute.com > Investors > Reports and publications > Presentations and publications after the briefing.

The event will be held in English, and it can be followed by a live webcast at https://raute.events.inderes.com/q2-2026. After the presentation, it will be possible to ask questions via chat.

The recording of the event will be available on the company's website later the same day.

FINANCIAL CALENDAR IN 2026

Raute will publish financial results in 2026 as follows:

- Business review January–September 2026 on Friday, October 30, 2026

RAUTE IN BRIEF - Making Wood Matter

Raute is the partner to future-proof the wood industry. Our technologies cover different production processes with supporting digital and analytics solutions for engineered wood products. Additionally, we offer a full-scale service concept ranging from spare parts to regular maintenance and modernizations. Our innovative hardware and software solutions are designed to support our customers' efficient consumption of natural resources. In mill-scale projects, Raute is a global market leader both in the plywood and LVL industries. Raute's head office and main production plant are located in Lahti, Finland. The company's other production plants are located in Kajaani, Finland, the Vancouver area of Canada, and Pullman, WA, USA. Raute's net sales in 2025 were EUR 175,5 million. The Group's headcount at the end of 2025 was 698. More information about the company can be found at www.raute.com.

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