

SABAF: RESULTS APPROVED FOR Q1 2026

➤ **CONSOLIDATED RESULTS FOR THE PERIOD**

adj REVENUE¹: €70 million (€74.6 million in Q1 2025 -6.2%; -3.3% at constant exchange rates)
REVENUE: €70.4 million (€73.6 million in Q1 2025 -4.4%)

adj EBITDA: €9.5 million (€10.4 million in Q1 2025 -8.7%)
EBITDA: € 9.7 million (€ 10.3 million in Q1 2025 -5.2%)

adj EBITDA/REVENUE: 13.6% (14% in Q1 2025)
EBITDA/REVENUE: 13.8% (13.9% in Q1 2025)

adj EBIT: €4.5 million (€5.2 million in Q1 2025 -14.8%)
EBIT: €3.3 million (€ 3.9 million in Q1 2025 -14.2%)

adj Group NET RESULT: €2.6 million (€3.5 million in Q1 2025 -25.7%)
Group NET RESULT: €1.1 million (€ 3.8 million in Q1 2025 -71.9%)

Gianluca Beschi, Chief Executive Officer of Sabaf, commented:

“Against a market backdrop that has proved more challenging than expected, with the effects of international political and economic tensions are evident, Sabaf closed the first quarter with satisfactory results. Our strong competitive position, combined with the geographical diversification of our production facilities and product portfolio, enables us to respond effectively to the challenges of this environment. We will continue to leverage innovation, Group synergies and operational efficiency to consolidate our leadership and lay the foundations for future growth.”

¹ Consolidated normalised (adj) economic results exclude the impact of applying IAS 29 Financial Reporting in Hyperinflationary Economies. This representation allows a better understanding of the Group's performance and of its comparison with previous periods.

The Board of Directors of Sabaf S.p.A. met today in Ospitaletto to approve the Interim Management Statement of the first quarter of 2026.

It should be noted that as from April 2022, Turkey - the country where Sabaf has production plants - is considered to be a "hyperinflationary" economy according to the criteria set out in "IAS 29 - Financial Reporting in Hyperinflationary Economies". The press release commented on the normalised consolidated economic results excluding the impact of the application of IAS 29. This representation allows a better understanding of the Group's performance and a more accurate comparison with previous periods.

Consolidated results for Q1 2026

	Q1 2026	Q1 2025	2026-2025 change	Change %	12 MONTHS 2025
Sales revenue	70,386	73,647	(3,261)	-4.4%	278,201
Hyperinflation – Turkey	(403)	948			1,035
Normalised revenue	69,983	74,595	(4,612)	-6.2%	279,236
EBITDA	9,722	10,250	(528)	-5.2%	40,780
EBITDA %	13.8	13.9			14.7
Hyperinflation – Turkey	(205)	172			570
Normalised EBITDA	9,517	10,422	(905)	-8.7%	41,350
Normalised EBITDA %	13.6	14.0			14.8
EBIT	3,313	3,862	(549)	-14.2%	16,163
EBIT %	4.7	5.2			5.8
Hyperinflation – Turkey	1,157	1,382			4,986
Normalised EBIT	4,470	5,244	(774)	-14.8%	21,149
Normalised EBIT %	6.4	7.0			7.6
Group net result	1,066	3,790	(2,724)	-71.9%	5,180
Net result %	1.5	5.1			1.9
Hyperinflation – Turkey	1,541	(281)			7,696
Normalised result of the Group	2,607	3,509	(902)	-25.7%	12,876
Normalised result %	3.7	4.7			4.6

In the first quarter of 2026, the international macroeconomic environment was characterised by growing uncertainty, mainly linked to the conflicts in the Middle East, which had a significant impact on the household appliances sector.

The Sabaf Group achieved sales revenue of €70 million, down 6.2% compared to €74.6 million in the first quarter of 2025 (-3.3% at constant exchange rates).

Sales continued to grow in Europe (€22.9 million, up 8%) and in South America (€9.6 million, up 2.5%), driven by the contribution of projects launched with major customers. By contrast, the regions most exposed to geopolitical tensions showed marked weakness, with sales in Turkey totalling €16 million (-16.5%) and in Africa and the Middle East totalling €2.1 million (-49.3%). In North America, the Group generated revenues of €15.3 million (-7.6%, but +1.9% at constant exchange rates), bucking the market trend, which saw a sharp slowdown.

Normalised EBITDA for the first quarter of 2026 was €9.5 million, or 13.6% of sales, compared to the figure of €10.4 million (14%) in the first quarter of 2025. The decline in profit margins is due to the negative impact of exchange rates caused by the weakness of the dollar.

Normalised EBIT was €4.5 million (6.4%), down 14.8% compared to €5.2 million in the first quarter of 2025 (7%).

Normalised net profit for the period attributable to the Group was €2.6 million (€3.5 million in the first quarter of 2025).

Financial position, cash flows and financial debt at 31 March 2026

<i>(€/000)</i>	31/03/2026	31/12/2025	31/03/2025
<i>Non-current assets</i>	<i>170,592</i>	<i>166,791</i>	<i>176,930</i>
Current assets ²	152,498	139,649	145,680
Current liabilities ³	(69,512)	(62,849)	(71,952)
<i>Working capital⁴</i>	<i>82,986</i>	<i>76,800</i>	<i>73,728</i>
<i>Provisions for risks and charges, Post-employment benefits, deferred taxes</i>	<i>(8,800)</i>	<i>(8,593)</i>	<i>(8,819)</i>
Net invested capital	244,778	234,998	241,839
Short-term net financial position	6,409	(1,498)	(3,849)
Medium/long-term net financial position	(85,676)	(73,712)	(66,761)
Net financial debt	(79,267)	(75,210)	(70,610)
Shareholders' equity	165,511	159,788	171,229
	31/03/2026	31/12/2025	31/03/2025
Opening liquidity	34,536	30,641	30,641
<i>Operating cash flow</i>	<i>4,052</i>	<i>35,088</i>	<i>12,198</i>
<i>Cash flow from investments</i>	<i>(3,423)</i>	<i>(17,955)</i>	<i>(6,931)</i>
Free cash flow	629	17,133	5,267
Cash flow from financing activities	9,287	(9,047)	(442)
Foreign exchange differences	(473)	(4,191)	(976)
Cash flow for the period	9,443	3,895	3,849
Closing liquidity	43,979	34,536	34,490

At 31 March 2026, the impact of the net working capital⁴ on revenue was 29.5% compared to 25% at 31 March 2025 and 27.6% at 2025 year-end and reflects an increase in inventory of €5.7 million. The increase in finished goods stock is due to the postponement of certain deliveries to the second quarter (caused by the conflict in Iran) and the build-up of raw material stock was aimed at ensuring the continuity of supplies.

During the quarter, €3.4 million was invested; free cash flow generated amounted to €0.6 million (compared with €5.3 million in the first quarter of 2025).

At 31 March 2026, net financial debt was €79.3 million (€75.2 million at 31 December 2025 and €70.6 million at 31 March 2025), against a shareholders' equity of €165.5 million. The net financial debt at 31 March 2026 includes €15.5 million for the financial liability related to the accounting of the put option granted to the minority shareholders of the US company, MEC, purchased in 2023 and €6.7 million for financial lease liabilities recognised in accordance with IFRS 16.

² Sum of Inventories, Trade receivables, Tax receivables and Other current receivables

³ Sum of Trade payables, Tax payables and Other liabilities

⁴ Difference between current assets and current liabilities



We burn for technology and safety.

Outlook

Sales trends and order intake in April and May point to an improvement in results in the second quarter, despite a market environment that remains challenging. The conflict in the Middle East is putting significant inflationary pressure on raw materials and energy, in response to which the Group has already taken steps to adjust its selling prices.

In line with the plan, production activity is continuing to grow at the recently operational plants in Mexico and India, which are expected to make a significant contribution to the year’s results.

Today at **4pm** a conference call will be held to present the results for Q1 2026 to financial analysts and institutional investors (to take part in the conference call, pre-register using the following link: [Registrazione conference call Sabaf \(Sabaf conference call registration\)](#)).

The Interim Management Statement for Q1 2026, which has not been independently audited, is available in the Investor Relations section of the website www.sabafgroup.com.

Pursuant to Article 154-bis, paragraph 2 of the Italian Consolidated Finance Act (Testo Unico della Finanza), the company’s Financial Reporting Officer Gianluca Beschi declares that the financial disclosure contained in this press release corresponds to the company’s records, books and accounting entries.

Attachments include the statement of financial position, income statement, net financial position and statement of cash flows.

For further information:

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Founded in the early fifties, SABAF has grown consistently over the years to become the key manufacturer in Italy – and one of the leading producers in the world – of components for household appliances. In recent years, through a policy of organic investments and through acquisitions, the Group expanded its product range and is now active in the following segments of the household appliance market: hinges and electronic components. In 2022, the Group announced its entry into the induction cooking components market. Technological expertise, manufacturing flexibility, and the ability to offer a vast range of components – tailor-made to meet the requirements of individual manufacturers of cookers and built-in hobs and ovens and in line with the specific characteristics of its core markets – are Sabaf’s key strengths in a sector featuring major specialisation, constantly evolving demand and an ever-increasing orientation towards products assuring total reliability and safety. The Sabaf Group has approximately 1,700 employees in Italy, Turkey, Poland, Brazil, China, India, USA and Mexico. In addition to the Sabaf brand, the Group operates under the brands ARC (professional burners), Faringosi Hinges, C.M.I. and Mansfield (hinges), Okida and P.G.A. (electronic components).

Consolidated statement of financial position

<i>(€/000)</i>	31/03/2026	31/12/2025	31/03/2025
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	104,744	102,185	106,142
Investment property	541	408	515
Intangible assets	55,292	54,443	59,137
Equity investments	86	86	86
Non-current receivables	1,064	984	949
Deferred tax assets	8,865	8,685	10,101
Total non-current assets	170,592	166,791	176,930
CURRENT ASSETS			
Inventories	67,462	61,791	63,402
Trade receivables	69,175	63,524	68,395
Tax receivables	10,925	11,041	8,972
Other current receivables	4,936	3,293	4,911
Financial assets	3,424	3,994	2,296
Cash and cash equivalents	43,979	34,536	34,490
Total current assets	199,901	178,179	182,466
ASSETS HELD FOR SALE	-	-	-
TOTAL ASSETS	370,493	344,970	359,396
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital	12,687	12,687	12,687
Retained earnings, Other reserves	85,672	73,042	95,201
IAS 29 reserve	58,477	60,993	51,501
Net result for the period	1,066	5,180	3,790
<i>Total equity interest pertaining to the Parent Company</i>	<i>157,902</i>	<i>151,902</i>	<i>163,179</i>
<i>Minority interests</i>	<i>7,609</i>	<i>7,886</i>	<i>8,050</i>
Total shareholders' equity	165,511	159,788	171,229
NON-CURRENT LIABILITIES			
Loans	85,676	73,712	66,761
Post-employment benefits and retirement provisions	4,069	3,855	4,097
Provisions for risks and charges	763	848	330
Deferred tax liabilities	3,968	3,890	4,283
Other non-current payables	-	-	109
Total non-current liabilities	94,476	82,305	75,580
CURRENT LIABILITIES			
Loans	25,518	25,042	29,347
Other financial liabilities	15,476	14,986	11,288
Trade payables	44,935	39,585	48,296
Tax payables	5,914	5,295	5,562
Other payables	18,663	17,969	18,094
Total current liabilities	110,506	102,877	112,587
LIABILITIES HELD FOR SALE	-	-	-
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	370,493	344,970	359,396

Consolidated Income Statement

	Q1 2026		Q1 2025		12 MONTHS 2025	
(€/000)						
INCOME STATEMENT COMPONENTS						
OPERATING REVENUE AND INCOME						
Revenue	70,386	100%	73,647	100%	278,201	100.0%
Other income	2,701	3.8%	3,063	4.2%	10,457	3.8%
Total operating revenue and income	73,087	103.8%	76,710	104.2%	288,658	103.8%
OPERATING COSTS						
Materials	(37,087)	-52.7%	(37,038)	-50.3%	(130,826)	-47.0%
Change in inventories	5,084	7.2%	2,207	3.0%	4,237	1.5%
Services	(12,859)	-18.3%	(12,951)	-17.6%	(49,786)	-17.9%
Personnel costs	(18,966)	-26.9%	(18,909)	-25.7%	(70,518)	-25.3%
Other operating costs	(112)	-0.2%	(428)	-0.6%	(2,911)	-1.0%
Costs for capitalised in-house work	575	0.8%	659	0.9%	1,926	0.7%
Total operating costs	(63,365)	-90.0%	(66,460)	-90.2%	(247,878)	-89.1%
OPERATING PROFIT BEFORE DEPRECIATION & AMORTISATION, CAPITAL GAINS/LOSSES AND IMPAIRMENT LOSSES/REVERSALS OF IMPAIRMENT LOSSES ON NON-CURRENT ASSETS (EBITDA)						
	9,722	13.8%	10,250	13.9%	40,780	14.7%
Amortisation/depreciation	(6,442)	-9.2%	(6,277)	-8.5%	(24,703)	-8.9%
Capital gains/(losses) on disposals of non-current assets	33	0.0%	2	0.0%	190	0.1%
Impairment losses on non-current assets	-	0.0%	(113)	-0.2%	(104)	0.0%
OPERATING PROFIT (EBIT)						
	3,313	4.7%	3,862	5.2%	16,163	5.8%
Financial income	268	0.4%	200	0.3%	611	0.2%
Financial expenses	(1,071)	-1.5%	(1,190)	-1.6%	(8,577)	-3.1%
Net income/(charges) from hyperinflation	(836)	-1.2%	1,846	2.5%	(2,631)	-0.9%
Exchange rate gains and losses	585	0.8%	559	0.8%	2,591	0.9%
PROFIT BEFORE TAXES						
	2,259	3.2%	5,277	7.2%	8,157	2.9%
Income taxes	(798)	-1.1%	(1,053)	-1.4%	(1,318)	-0.5%
NET RESULT FOR THE PERIOD						
	1,461	2.1%	4,224	5.7%	6,839	2.5%
Of which:						
Minority interests	395	0.6%	434	0.6%	1,659	0.6%
NET RESULT ATTRIBUTABLE TO THE GROUP						
	1,066	1.5%	3,790	5.1%	5,180	1.9%

Consolidated statement of cash flows

(€/000)	Q1 2026	Q1 2025	12 MONTHS 2025
<i>Cash and cash equivalents at beginning of the period</i>	34,536	30,641	30,641
Net result for the period	1,461	4,224	6,839
Adjustments for:			
- Depreciations and amortisation	6,442	6,277	24,703
- Write-downs of non-current assets	-	113	104
- Realised gains/losses	(33)	(2)	(190)
- Valuation of the stock grant plan	81	194	595
- Monetary revaluation IAS 29	1,541	(281)	7,696
- Net financial income and expenses	(132)	(321)	3,489
- Non-monetary foreign exchange differences	331	(459)	(1,521)
- Income tax	798	1,053	1,318
Change in post-employment benefits	214	48	(117)
Change in risk provisions	(85)	10	528
<i>Change in trade receivables</i>	<i>(5,036)</i>	<i>(3,989)</i>	<i>(310)</i>
<i>Change in inventories</i>	<i>(4,832)</i>	<i>(1,630)</i>	<i>(3,467)</i>
<i>Change in trade payables</i>	<i>5,197</i>	<i>6,781</i>	<i>(1,578)</i>
Change in net working capital	(4,671)	1,162	(5,355)
Change in other receivables and payables, deferred taxes	(959)	979	1,953
Payment of taxes	(304)	(208)	(2,238)
Payment of financial expenses	(898)	(792)	(3,543)
Collection of financial income	266	201	827
Cash flows from operations	4,052	12,198	35,088
Net investments	(3,423)	(6,931)	(17,955)
Free cash flow	629	5,267	17,133
Repayment of loans	(5,080)	(8,567)	(41,881)
Raising of loans	15,354	8,332	43,816
Change in financial assets	1,007	857	(1,153)
Purchase/sale of treasury shares	(1,142)	(1,064)	(1,879)
Payment of dividends	(852)	-	(7,949)
Cash flow absorbed by financing activities	9,287	(442)	(9,047)
Foreign exchange differences	(473)	(976)	(4,191)
Net cash flows for the period	9,443	3,849	3,895
<i>Cash and cash equivalents at end of the period</i>	43,979	34,490	34,536

Total financial debt

<i>(€/000)</i>	31/03/2026	31/12/2025	31/03/2025
A. Cash	43,979	34,536	34,490
B. Cash and cash equivalents	-	-	-
C. Other current financial assets	3,424	3,994	2,296
D. Liquidity (A+B+C)	47,403	38,530	36,786
E. Current financial payable	17,716	18,847	20,747
F. Current portion of non-current debt	23,278	21,181	19,888
G. Current financial debt (E+F)	40,994	40,028	40,635
H. Net current financial debt (G-D)	(6,409)	1,498	3,849
I. Non-current financial payable	55,877	43,922	37,006
J. Debt instruments	29,799	29,790	29,755
K. Trade payables and other non-current payables	-	-	-
L. Non-current financial debt (I+J+K)	85,676	73,712	66,761
M. Total financial debt (H+L)	79,267	75,210	70,610

Reconciliation of the Consolidated Income Statement for the First Quarter 2026

<i>(€/000)</i>	Q1 2026	Hyperinflation IAS 29	Q1 2026 Normalised
INCOME STATEMENT COMPONENTS			
OPERATING REVENUE AND INCOME			
Revenue	70,386	(403)	69,983
Other income	2,701	(12)	2,689
Total operating revenue and income	73,087	(415)	72,672
OPERATING COSTS			
Materials	(37,087)	147	(36,940)
Change in inventories	5,084	(58)	5,026
Services	(12,859)	39	(12,820)
Personnel costs	(18,966)	82	(18,884)
Other operating costs	(112)	-	(112)
Costs for capitalised in-house work	575	-	575
Total operating costs	(63,365)	210	(63,155)
OPERATING PROFIT BEFORE DEPRECIATION AND AMORTISATION, CAPITAL GAINS/LOSSES, AND IMPAIRMENT LOSSES/REVERSALS OF IMPAIRMENT LOSSES OF NON-CURRENT ASSETS			
	9,722	(205)	9,517
Amortisation/depreciation	(6,442)	1,362	(5,080)
Capital gains on disposals of non-current assets	33	-	33
Impairment losses on non-current assets	-	-	-
EBIT	3,313	1,157	4,470
Financial income	268	(2)	266
Financial expenses	(1,071)	1	(1,070)
Net income/(charges) from hyperinflation	(836)	836	-
Exchange rate gains and losses	585	(25)	560
PROFIT BEFORE TAXES	2,259	1,967	4,226
Income taxes	(798)	(426)	(1,224)
PROFIT FOR THE PERIOD	1,461	1,541	3,002
of which:			
Minority interests	395	-	395
PROFIT ATTRIBUTABLE TO THE GROUP	1,066	1,541	2,607

Reconciliation of the Consolidated Income Statement for the First Quarter 2025

<i>(€/000)</i>	Q1 2025	Hyperinflation IAS 29	Q1 2025 Normalised
INCOME STATEMENT COMPONENTS			
OPERATING REVENUE AND INCOME			
Revenue	73,647	948	74,595
Other income	3,063	20	3,083
Total operating revenue and income	76,710	968	77,678
OPERATING COSTS			
Materials	(37,038)	(340)	(37,378)
Change in inventories	2,207	(180)	2,027
Services	(12,951)	(89)	(13,040)
Personnel costs	(18,909)	(184)	(19,093)
Other operating costs	(428)	(3)	(431)
Costs for capitalised in-house work	659	-	659
Total operating costs	(66,460)	(796)	(67,256)
OPERATING PROFIT BEFORE DEPRECIATION AND AMORTISATION, CAPITAL GAINS/LOSSES, AND IMPAIRMENT LOSSES/REVERSALS OF IMPAIRMENT LOSSES OF NON-CURRENT ASSETS			
	10,250	172	10,422
Amortisation/depreciation	(6,277)	1,210	(5,067)
Capital gains on disposals of non-current assets	2	-	2
Impairment losses on non-current assets	(113)	-	(113)
		-	
EBIT	3,862	1,382	5,244
Financial income	200	1	201
Financial expenses	(1,190)	(1)	(1,191)
Net income/(charges) from hyperinflation	1,846	(1,846)	-
Exchange rate gains and losses	559	82	641
Profits and losses from equity investments	-	-	-
PROFIT BEFORE TAXES	5,277	(382)	4,895
Income taxes	(1,053)	101	(952)
PROFIT FOR THE PERIOD	4,224	(281)	3,943
of which:			
Minority interests	434	-	434
PROFIT ATTRIBUTABLE TO THE GROUP	3,790	(281)	3,509

Normalised revenue by geographical area (€/000)

Normalised quarterly revenue (€/000)	Q1 2026	%	Q1 2025	%	% change	2025 FY	%
Europe (excluding Turkey)	22,852	32.7%	21,150	28.4%	8.0%	81,384	29.1%
Turkey	16,050	22.9%	19,228	25.8%	-16.5%	66,615	23.9%
North America	15,268	21.8%	16,530	22.2%	-7.6%	64,876	23.2%
South America	9,599	13.7%	9,362	12.6%	2.5%	37,998	13.6%
Africa and Middle East	2,069	3.0%	4,078	5.5%	-49.3%	11,469	4.1%
Asia and Oceania	4,145	5.9%	4,247	5.7%	-2.4%	16,894	6.1%
Total	69,983	100%	74,595	100%	-6.2%	279,236	100%

Normalised revenue by product line (€/000)

Normalised quarterly revenue (€/000)	Q1 2026	%	Q1 2025	%	% change	2025 FY	%
Gas parts	41,198	58.9%	44,344	59.4%	-7.1%	165,695	59.3%
Hinges	23,011	32.9%	24,123	32.3%	-4.6%	90,164	32.3%
Electronic components	5,724	8.2%	6,116	8.2%	-6.4%	22,954	8.2%
Induction	50	0.1%	12	0.0%	316.7%	423	0.2%
Total	69,983	100%	74,595	100%	-6.2%	279,236	100%