



JOTUN

Jotun Protects Property



FINANCIAL REPORT

01 January – 30 April 2026

Jotun Group – Interim Financial Report

- Solid underlying growth in both sales and earnings
- Reported results impacted by negative currency translation effects due to a stronger NOK
- Increased uncertainty and a challenging outlook due to the ongoing war in the Middle East

The condensed consolidated financial statements for the Jotun Group consist of Jotun A/S and 58 subsidiaries, three joint ventures in China and Korea, and six associates in UAE, Saudi Arabia, and Bahrain. Subsidiaries are fully consolidated independent of shareholding, while Jotun's share of profits from associates and joint ventures is presented on a separate line in the consolidated income statement.

Operating revenue and profit

Operating revenue increased by 1 per cent to NOK 11 496 million in the first four months of 2026 (2025: NOK 11 376 million). Adjusted for negative currency translation effects due to a stronger Norwegian krone, underlying sales growth was 10 per cent.

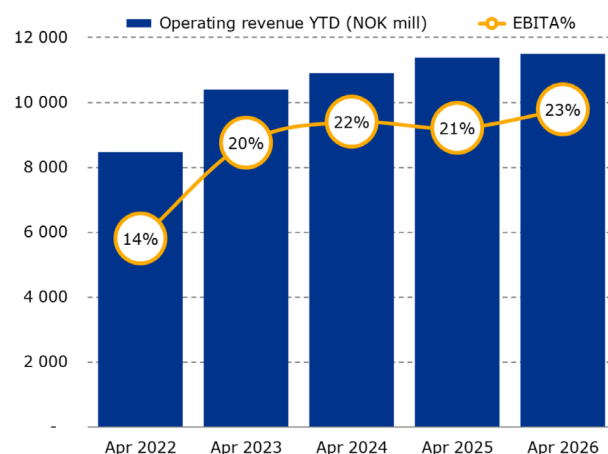
All segments and regions contributed to the growth, driven by solid Decorative sales in Europe & Central Asia and South East Asia & Pacific. Growth was primarily driven by higher volumes and positive mix effects, including increased premium sales.

Operations in war-affected areas in the Middle East have been maintained despite challenging logistics and operating conditions, while at the same time ensuring that employee safety always remains the top priority.

Only 7 per cent of reported revenue came from units directly affected by the war in the Middle East. Of the eight affected units, only three are majority-owned and consolidated; for the remaining units, Jotun's share of profit is included in operating profit. Share of profit from associated companies in these areas accounted for 11 per cent of reported operating profit in the period and declined by 1 per cent when adjusted for negative currency effects.

Operating profit increased to NOK 2 625 million (2025: NOK 2 442 million), corresponding to an increase of 7.5 per cent. Excluding negative currency translation effects, the underlying improvement was 18.4 per cent.

The increase in earnings was driven by higher sales and gross margin, mainly reflecting increased premium sales and positive mix effects. In addition, good cost control has kept Other operating expenses at approximately the same level as last year. As indicated in the figure below, this has supported a continued solid operating margin.



Operating Cash flow

Operating activities generated a positive cash flow of NOK 293 million as of April 2026 (2025: NOK 859 million). The decrease in operating cash flow compared to last year is primarily attributable to higher working capital due to increased activity. Currency translation effects also had a smaller positive impact year-to-date, reflecting weaker NOK appreciation against key currencies than in the same period last year.

Investments

Investments in tangible and intangible assets amounted to NOK 605 million as of April 2026 (2025: NOK 343 million). Investments in a new ERP solution, the ongoing construction of a new regional office and R&D centre in Malaysia, and construction of warehouses in China account for the main investments year to date.

Net interest-bearing debt

Net interest-bearing debt was NOK -713 million as of 30 April 2026, compared to NOK -2,470 million at 31 December 2025, reflecting a continued net cash position. The reduction is primarily driven by lower cash holdings following a build-up in working capital and dividend payments to Jotun A/S shareholders. The Group maintains a strong financial position, with a net interest-bearing debt to EBITDA ratio of -0.1.

Shareholders' equity

Shareholders' equity, including non-controlling interests, decreased during the first four months of 2026 to NOK 19 687 million (31 December 2025: NOK 21 657 million), yielding an equity ratio of 60 per cent as of 30 April 2026 (31 December 2025: 62 per cent). The decrease in shareholders' equity is explained by negative currency translation effects and the distribution of dividends to Jotun A/S shareholders, which more than offset profit for the period.

Outlook

Jotun's outlook for the coming periods is characterised by significant uncertainty, primarily due to the ongoing war in the Middle East. While the direct effects are most evident in the region, higher energy prices, supply chain disruptions and increased logistics costs are expected to affect business conditions across all regions and segments.

If the conflict continues, supply-related factors are expected to weigh more heavily on the Group's financial performance in the coming periods. Even in the event of a near-term de-escalation, supply chains are expected to normalise only gradually, and elevated raw material prices and availability constraints are therefore expected to put pressure on margins throughout the year. Demand-related effects remain uncertain and will depend on the duration of the conflict and its broader impact on economic activity.

Jotun has implemented mitigating measures, including price increases, alternative sourcing initiatives and strengthened cost control. In addition, certain investments in war-affected areas have been temporarily paused. The financial impact of these measures is expected to materialise gradually.

Despite the heightened uncertainty, Jotun's globally diversified business model provides resilience, and the Group maintains its long-term growth ambitions.

01 January – 30 April 2026

Jotun Group – Financial consolidated information (Unaudited)

CONDENSED CONSOLIDATED INCOME STATEMENT

(NOK million)	30/4 2026	30/4 2025	31/12 2025
Operating revenue	11 496	11 376	34 333
Share of profit from associates and joint ventures	433	511	1 535
Cost of goods sold	-5 589	-5 739	-17 254
Other operating expenses	-3 333	-3 302	-10 332
Depreciation, amortisation and impairment	-383	-403	-1 201
Operating profit	2 625	2 442	7 081
Net financial items	-151	2	-257
Profit before tax	2 473	2 444	6 824
Income tax	-616	-551	-1 581
Profit for the period	1 857	1 893	5 243

CONDENSED CONSOLIDATED BALANCE SHEET

(NOK million)	30/4 2026	30/4 2025	31/12 2025
Intangible assets	1 637	1 438	1 529
Property, plant and equipment	8 866	8 965	9 222
Financial fixed asset	2 582	2 685	2 788
Total non-current assets	13 085	13 088	13 540
Inventories	5 327	5 273	5 233
Trade and other receivables	9 865	9 812	9 004
Cash and cash equivalents	4 793	5 431	6 876
Total current assets	19 985	20 516	21 113
Total assets	33 071	33 604	34 653
Share capital	103	103	103
Other equity	19 269	19 559	21 230
Non-controlling interests	315	399	324
Total equity	19 687	20 060	21 657
Non-current liabilities	2 817	3 163	3 077
Current interest-bearing debt	2 189	2 316	2 184
Other current liabilities	8 378	8 065	7 734
Total liabilities	13 384	13 544	12 996
Total equity and liabilities	33 071	33 604	34 653

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(NOK million)	30/4 2026	30/4 2025
Equity as of 1 January	21 657	21 660
Profit of the period	1 857	1 893
Dividends	-2 394	-2 223
Other comprehensive income	-1 434	-1 270
Equity as of 30 April	19 687	20 061

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(NOK million)	30/4 2026	30/4 2025
Operating profit	2 625	2 442
Adjustments to reconcile operating profit to net cash flows:		
Share of profit from associates and joint ventures	-433	-511
Dividend paid from associates and joint ventures	436	466
Depreciation, amortisation and impairment	383	403
Change in accruals, provisions and other	-841	-831
Change in operating working capital	-859	-291
Cash generated from operating activities	1 310	1 679
Net financial items	-324	-130
Tax payments	-694	-690
Net cash flow from operating activities	293	859
Net cash flow from investing activities	-605	-343
Dividends paid to Jotun A/S shareholders	-1 197	-1 112
Dividends paid to non-controlling interests	0	0
Payment of principal portion of lease liabilities	-59	-58
Net proceeds from borrowings	-316	-8
Net cash flow from financing activities	-1 572	-1 177
Net increase / decrease (-) in cash	-1 885	-661
Cash at beginning of period	6 876	6 176
Net increase / decrease (-) in cash	-1 885	-661
Net currency translation effect	-315	-185
Inflation effect on cash	117	100
Cash at end of period	4 793	5 431

Sandefjord, Norway, 26 May 2026

The Board of Directors
Jotun A/S

Odd Gleditsch d.y.
Chairman

Jørgen Arnesen

Karoline Gleditsch

Jannicke Nilsson

Nils K. Selte

Camilla Hagen

Silje Kristin Engen

Bjørge Engevik Nilsen

Morten Fon
President and CEO