



JOINT STOCK COMPANY ECO BALTIA

**UNAUDITED CONSOLIDATED
INTERIM REPORT FOR THE
PERIOD ENDED 30
SEPTEMBER 2025**

PREPARED IN ACCORDANCE WITH
INTERNATIONAL FINANCIAL REPORTING STANDARDS
AS ADOPTED BY THE EUROPEAN UNION

RIGA, 2025



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A photograph showing a close-up of a hand pouring a large amount of shredded, white plastic material onto a larger pile. The background is a blurred industrial setting with metal structures and equipment. A green circle is drawn around the bottom left corner of the image.

GENERAL INFORMATION

GENERAL INFORMATION

| | |
|--|---|
| Name of the Parent Company | Eco Baltia |
| Legal status of the Parent Company | Joint stock company |
| Registration number, place and date of the Parent Company | 40103435432 Riga, 08 July 2011 |
| Registered office of the Parent Company | 240-3 Latgales Street, Riga, LV-1063, Latvia |
| Shareholders of the Parent Company | BSGF Salvus UAB, Gyneju g.14, Vilnius, Lithuania (52.81%) European Bank for Reconstruction and Development, Five Bank Street, London, E14 4BG (United Kingdom) (30.51%) Enrial Holdings SIA, Balta street 5, Bukulti, Garkalnes novads, LV-1024 (15.93%) PENVI INVESTMENT LTD, Spyrou Kyprianou, 82, Euro House, 1st floor, 4043, Limassol, Cyprus (0.75%) |
| Supervisory Board Members of the Parent Company | Vytautas Plunksnis – Chairman of the Supervisory Board Deimante Korsakaite – Deputy Chairperson of the Supervisory Board Jurgita Petrauskienė - Supervisory Board Member Gints Pucēns - Supervisory Board Member Atienza Guell Alberto - Supervisory Board Member Algimantas Markauskas - Supervisory Board Member |
| Management Board Members of the Parent Company | Māris Simanovičs - Chairman of the Management Board Santa Spūle - Management Board Member Sigita Namatēva - Management Board Member Saulius Budrevičius - Management Board Member |
| Reporting period | 1 January 2025 - 30 September 2025 |



MISSION

Find value in each and everything



Provides full cycle of waste management



>2600 employees



40 000 clients in Latvia and abroad



25+ operational facilities across Latvia, Lithuania, Czech Republic and Poland



MANAGEMENT REPORT

MANAGEMENT REPORT

The management of Eco Baltia AS (hereinafter referred to as the Group or the Parent Company) submits the management report on the consolidated unaudited financial statements of Eco Baltia Group (hereinafter referred to as the Group or the Group) for the period from 1 January 2025 to 30 September 2025.

Group business profile

Eco Baltia is the largest environmental resource management and recycling group in the Baltics, providing a full waste management cycle, starting with waste collection and sorting, continuing with the logistics and wholesale of secondary raw materials, and ending with the recycling of secondary raw materials, including PET and PE/PP plastics, as well as the production of PET fibre. Eco Baltia's business is strategically divided into the following business segments - polyethylene terephthalate (PET), plastics recycling and environmental management services and PVC window and door profile recycling.

The Group currently employs more than 2 600 people in Latvia, Lithuania, Poland and the Czech Republic. The main subsidiaries managed by the Group in Latvia are ITERUM AS, Nordic Plast SIA, Eco Baltia vide SIA, Latvijas Zaļais punkts SIA, JUMIS SIA, Sigulda, and Oil Recovery SIA. The Company also manages the Ecoservice Group in Lithuania, TESIL Fibres S.r.o. Czech Republic and Metal-Plast Sp.z.o.o in Poland.

Development and financial performance of the Group during the reporting period

In addition to the acquisitions completed in the previous year, the Group continued to evaluate new business areas and acquisitions during the reporting period to further strengthen the Group's position and market share both in Latvia and internationally, as well as to develop and expand the full waste cycle chain in the Group's overall service portfolio.

In this context, during the reporting period, the Competition Council (CC) adopted a decision to allow Eco Baltia vide SIA to acquire sole decisive influence over DAUGAVPILS SPECIALIZĒTAIS AUTOTRANSPORTA UZŅĒMUMS AS (DSATU AS). The transaction was concluded after the reporting period, meaning that Eco Baltia vide already owns 98% of DSATU AS

shares at the end of 2025.

At the same time, the Group's two largest environmental management companies, Eco Baltia vide SIA and Ecoservice UAB, continued to develop a number of strategic projects. Their aim is to promote the growth of services in specialised areas such as the management of construction waste, textiles, PVC window and door frames and other types of waste. In the nine months of the year also saw the continued active promotion of the Tocha brand service, strengthening its visibility and market position in Latvia.

In February 2025, the Lithuanian company Ecoservice UAB officially opened the most modern and largest sorting centre for separately collected packaging in the Baltic region. The new plant, which has an investment of around €18 million, is equipped with state-of-the-art artificial intelligence solutions that can identify and sort 13 types of packaging, almost doubling sorting efficiency. The plant was built on the site of a previous factory which was destroyed by fire in August 2023.

During the first quarter of 2025, the Group's environmental management companies submitted bids in several public tenders for the provision of waste management services. Following the results of the open tender for municipal waste management in Mārupe Municipality, Eco Baltia vide SIA will continue to provide services in both management zones. The procurement period is seven years and the total contract amount is EUR 19 million (excluding VAT).

Eco Baltia vide SIA also continued to expand its operations in the Kurzeme region - following the results of an open tender announced by the Ventspils County Municipality, the company won the right to provide household waste management services in the Ventspils County for the next five years. The contract has come into force on 1 August 2025 and is worth a total of EUR 1.3 million (excluding VAT).

During the reporting period, SIA Eco Baltia vide also won a tender announced by Ādaži Municipality for the provision of household waste management services. The total estimated contract value for the seven-year period specified in the tender is EUR 22 million excluding VAT. The company began providing services in Carnikava on September 1 this year, and from June 2 next year, it will continue to provide services in the rest of the Ādaži municipality, where services are currently still

MANAGEMENT REPORT

being provided in accordance with the previous tender.

This year, Eco Baltia vide SIA continues its work on the promotion of textile sorting in Latvia within the framework of the LIFE integrated project "Waste to Resources in Latvia - Promoting Regional Sustainability and Circulation through the Implementation of the Waste to Resources Concept" (LIFE Waste To Resources IP, LIFE20 IPE/LV/000014). The LIFE project is also working to promote the recycling of electrical appliances by encouraging people to buy second-hand, refurbished appliances. In order to do this, during the reporting period the Company opened a specialised shop called "Lab!shop", where everyone can buy refurbished electrical appliances 30-50% cheaper than new ones.

During the reporting period, the Group's company Oil Recovery SIA won a public tender announced by the Riga Freeport Authority for the provision of ship-generated waste and contaminated water reception and disposal services in the Riga Freeport. The contract entered into force on 1 July 2025. In accordance with the procurement regulations, the total amount of the contract is EUR 4 451 778, and the term of the contract is three years.

In 2025, the Group's producer responsibility system operator Latvijas Zaļais punkts SIA, which operates waste management systems for packaging waste, electrical and electronic and environmentally hazardous goods, continued to provide services in accordance with the requirements of regulatory enactments and the agreements concluded with the State Environmental Service (SES). The activities of Latvijas Zaļais punkts SIA were organised in accordance with the management programmes for 2023-2025 approved by the State Environmental Service.

During the reporting period, Latvijas Zaļais punkts SIA continued to work on the implementation of the plan developed under the Producer Responsibility Scheme for tobacco products with filters and filters intended for use with tobacco products in Latvia. At the same time, within the EU project LIFE20 IPE/LV/000014 - LIFE Waste To Resources IP, Latvijas Zaļais punkts SIA is implementing activities to promote the recyclability of plastic packaging on the local market. In order to create synergies between packaging producers and recyclers, Latvijas Zaļais punkts SIA together with the plastic packaging recycling

company Nordic Plast SIA are working on the establishment of a packaging testing laboratory in Latvia.

In 2025, a number of changes to the Natural Resources Tax Law came into force in Latvia, including the management of wet tissue, balloons and fishing nets from 1 January 2025. On this basis, at the end of 2024, the Group Company Latvijas Zaļais punkts SIA started concluding contracts with manufacturers and traders of wet wipes and balloons for the management of the respective waste in accordance with the requirements set by the country and for the customers to receive 100% exemption from the payment of the natural resources tax.

Changes in national legislation and related preparatory measures had a positive impact on the results of the Group's Environmental Management segment. This was mainly due to the changes introduced last year in the country regarding the recyclability of polymer materials. Similar trends were also observed in the manufacturing sector. During the period under review, sales growth was positively influenced by the opening of the new PET bottle recycling plant ITERUM AS in October 2024. At the same time, the Group's recycling companies - ITERUM AS and Nordic Plast SIA - continued their efforts to increase recycling capacity and expand sales on international markets.

During the reporting period, changes were made to the composition of the Management Board of the Group company ITERUM AS. Liene Upeniece, an experienced financial and strategic management professional, joined the Management Board, taking over the responsibilities of the previous Management Board member and Chief Financial Officer Matīss Leitis. The changes took effect on May 6, 2025. Jūlija Zandersone, Chair of the Board, Jekaterina Vasiljeva, Andris Ābele, and new board member Liene Upeniece continue their work on the ITERUM AS Board.

In June Tomasz Rycak was appointed as the new CEO of Metal-Plast Sp. z o.o., succeeding Grzegorz Jasinski, with Rycak bringing extensive experience in business transformation, operational efficiency, and growth strategy for the company.

In September Tomasz Elektorowicz concluded his duties as Board Member and Production Manager, following a mutual agreement to end the employment relationship.

Continuing to develop responsible business principles, during the reporting period four Group companies received high scores in the Sustainability Index 2024 organised by the Institute for Corporate Sustainability and

MANAGEMENT REPORT

Responsibility. Eco Baltia vide SIA and ITERUM AS were awarded platinum status, while Nordic Plast SIA and JUMIS SIA, Sigulda, were awarded gold status. The Sustainability Index serves as an important monitoring mechanism that helps companies in Latvia to objectively assess their sustainability and corporate responsibility performance.

In addition, the Parent Company was also awarded in the field of stock exchange investor relations in the reporting period - it received the "Nasdaq Baltic Awards 2025" award (3rd place) in the Best Investor Relations in the First North Bond Market nomination, highlighting the Group's professional approach and openness in communication with investors.

Taking into account that the Group's companies operate according to circular economy principles and implement sustainable business practices in their daily operations, intensive work continued during the reporting period on the development and implementation of a unified ESG (Environmental, Social Responsibility and Governance) strategy both for the Company and its main subsidiaries.

This year, the group published its first annual Sustainability Report, prepared in accordance with the requirements of the EU Corporate Sustainability Reporting Directive (CSRD), confirming its strong commitment to implementing ESG principles. Key sustainability achievements include expanding the use of low-emission vehicles to serve 63% of collected waste in Latvia, increasing the share of renewable energy to 15% of total consumption, promoting the sorting of household and textile waste, and investing in modern waste sorting and recycling facilities, including one of the largest PET recycling plants in Northern Europe. The report also highlights Eco Baltia's non-financial achievements, such as strengthening occupational safety, improving employee well-being, introducing a responsibility system for textile manufacturers, and promoting recyclability initiatives in cooperation with Nordic Plast SIA.

At the same time, measures were taken to improve the internal working environment and occupational safety, reinforcing the LEAN approach in the corporate culture. Initiatives were also implemented to promote employee well-being, personal development and the development of new skills.

The Group closed the nine months of 2025 with a net turnover of EUR 214,03 million, up 11,4% compared to the same period last year. The

turnover was mainly driven by a solid and convincing performance in both the environmental management sector and recycling sector with a focus on productivity, efficiency and automation. The Group's pre-tax profit for the reporting period was EUR 7,4 million, compared to EUR 9,6 million profit for the same period last year. Consolidated EBITDA in the nine months of 2025 amounted to 34 million euro, a decrease of 5,7% compared to the nine month of last year.

Future development of the Group

In 2025 and 2026, Eco Baltia will continue its development in the following business segments: recycling of polyethylene terephthalate (PET) and plastics, environmental management services and the recently acquired PVC window and door profile recycling segment in Poland.

In line with the Group's strategic objectives, the main goals in 2025 and 2026 will be to improve working conditions, support employees, ensure the highest level of occupational safety and improve ESG and sustainability.

Investments in recycling and waste and environmental management will continue in 2025 and 2026 to support the continued growth, efficiency and competitiveness of the Group's businesses.

Events after the reporting date

Following the reporting period, changes were made to the Management Board of ITERUM AS, Eco Baltia's PET bottle recycling company. As of 1 October 2025, the Chair of the Management Board is Andris Ābele, previously a member of the Management Board. In November, the former Management Board member and Chief Financial Officer, Liene Upeniece, has left her position. At the same time, the former Chair of the Management Board, Jūlija Zandersone, was officially appointed as a member of the Supervisory Board of ITERUM AS.

As of 17 November, Monika Owerko ceased employment with Metal-Plast by mutual agreement and stepped down as CFO and Board Member. Tomasz Luty was appointed as CFO and Board Member, effective the same date.

Eco Baltia continues to expand its operations in Latvia by acquiring a majority shares in a company in Daugavpils. The group's environmental management company Eco Baltia vide SIA acquired directly and indirectly 98% stake in road maintenance and waste management company Daugavpils specializētais autotransporta uzņēmums AS (DSATU).

MANAGEMENT REPORT

Following the reporting period, several Eco Baltia Group companies were granted the status of a diversity-friendly employer under the Society Integration Foundation (SIF) initiative "Diversity is Strength". In the Silver category, which is the second-highest level, the status was awarded to Eco Baltia vide SIA, Nordic Plast SIA, JUMIS SIA in Sigulda and Oil Recovery SIA, while the PET bottle recycling company ITERUM AS received recognition for positive progress in implementing diversity principles and for its commitment on the path to excellence in building an inclusive work environment. All of these companies have also obtained the status of the SIF initiative "Family-Friendly Workplace".

As of 15 December 2025 Santa Spūle was appointed as a new Tesil Fibres s.r.o. Supervisory Board member, replacing Justas Bučelis.

On 16 December 2025, Eco Baltia AS sold to Eco Baltia vide SIA all of its shares in Nordic Plast SIA. The relevant entry in the Commercial Register was made on 16 December 2025.

On December 22, 2025, SIA "Eco Baltia vide" made an additional capital investment in SIA "Nordic Plast", increasing it by 3 million EUR.

AS Eco Baltia increased share capital of Eco Recycling UAB with additional contributions from EUR 8 250 000 to EUR 9 087 375. Payment has been made on 19 December 2025.

On December 22, 2025, UAB "Eco Recycling" carried out an increase in the share capital of "Metal-Plast" sp.z o.o. with additional contributions in the amount of 1 522 500 EUR.

On December 19, 2025, "Metal-Plast" sp.z o.o. has signed an amendment to Facility agreement with mBank S.A. by amending terms of financial covenants and agreeing on the use of equity increase for the debt servicing in December and during 2026.

On 29 December 2025, AS "Eco Baltia" and its subsidiary SIA "Eco Baltia vide" entered into a syndicated financing agreement with AS SEB banka and Luminor Bank AS, securing long-term financing of up to EUR 132 million, of which EUR 30 million is available under a separate agreement. The financing will be used to refinance existing liabilities and to provide additional financial capacity.

Within the framework of the concluded syndicated financing agreement, AS "Eco Baltia" assumed the existing financial liabilities of its subsidiary AS Iterum by including them in the refinancing scope and ensured new available financing for both AS "Eco Baltia"

and its subsidiaries AS Iterum and Tesil Fibres s.r.o., with a total available amount of EUR 52 million. In turn, SIA "Eco Baltia vide" assumed the existing financial liabilities of its subsidiaries by including them in the refinancing scope and ensured new available financing for both SIA "Eco Baltia vide" and its subsidiaries, with a total available amount of EUR 50 million. The agreement also provides that AS "Eco Baltia", together with its subsidiary SIA "Eco Baltia vide", has an additional financing option of up to EUR 30 million, available subject to the specified terms and conditions.

There have been no other events between the last day of the reporting year and the date of signing these consolidated financial statements that require adjustment or explanation in these consolidated financial statements.

STATEMENT OF MANAGEMENT RESPONSIBILITIES



The management of Eco Baltia AS confirms that the unaudited consolidated interim report has been prepared in accordance with the requirements of applicable law and gives a true and fair view of the financial position of the company as of 30 September 2025, and of the results of its operations and its cash flows for the period then ended.

The management report provides a clear summary of the business development and financial performance of Eco Baltia group. The unaudited consolidated interim financial statements have been prepared in accordance with the International Financial Standards as adopted by the European Union. At the time of preparation of the unaudited consolidated interim report, management:

- used and applied appropriate accounting policies;
- made reasonable and prudent judgements and estimates;
- applied the going concern basis except where the application of that basis would not be reasonable.

The management board is also responsible for maintaining appropriate accounting records that would provide a true and fair presentation of the financial position at a particular date and financial performance and cash flows and enable the management to prepare the financial statements according to the International Financial Standards as adopted by the European Union.



CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| EUR | Note | 01.01.2025- 30.09.2025 (Unaudited) | 01.01.2024- 30.09.2024 (Unaudited) |
|--|------|--|--|
| Net turnover | 1 | 214 029 145 | 192 122 127 |
| Production cost of goods sold | 2 | (174 223 628) | (159 990 001) |
| Gross profit | | 39 805 517 | 32 132 126 |
| Selling and distribution expenses | | (6 213 592) | (5 047 952) |
| Administrative expenses | | (18 907 377) | (17 388 561) |
| Other operating income | | 1 477 084 | 9 189 787 |
| Other operating expenses | | (1 312 395) | (1 233 455) |
| Finance income | | 17 714 | 7 096 |
| Finance costs | | (7 585 160) | (7 989 164) |
| Income/(Loss) from participation | | 73 625 | (45 864) |
| Profit before tax | | 7 355 416 | 9 624 013 |
| Corporate income tax | | (379 383) | (402 530) |
| Deferred corporate income tax | | 648 278 | (750 838) |
| PROFIT FOR THE REPORTING PERIOD | | 7 624 311 | 8 470 645 |
| Total comprehensive income for the period after tax | | 7 624 311 | 8 470 645 |
| Total comprehensive income attributable to: | | | |
| Majority interests | | 8 985 317 | 8 368 454 |
| Non-controlling interests | | (1 361 006) | 102 191 |
| Profit attributable to: | | | |
| Majority interests | | 8 985 317 | 8 368 454 |
| Non-controlling interests | | (1 361 006) | 102 191 |

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| EUR | 30.09.2025 (Unaudited) | 31.12.2024 (Audited) |
|---|---------------------------|-------------------------|
| ASSETS | | |
| Non-current investments | | |
| Intangible investments | | |
| Licences, trade marks and other intangible investments | 5 463 651 | 3 103 103 |
| Development costs | 777 585 | 2 068 610 |
| Goodwill | 63 347 671 | 63 347 671 |
| Total intangible investments | 69 588 907 | 68 519 384 |
| Property, plant and equipment | | |
| Land, buildings and constructions | 21 435 669 | 19 919 800 |
| Right-of-use assets | 59 771 432 | 59 813 613 |
| Non-current investments in leased property, plant and equipment | 4 405 659 | 4 606 594 |
| Equipment and machinery | 48 999 313 | 46 690 508 |
| Other property, plant and equipment, and inventories | 16 144 800 | 15 325 772 |
| Construction in progress | 5 160 776 | 8 707 785 |
| Prepayments for property, plant and equipment | 904 765 | 3 379 824 |
| Total property, plant and equipment | 156 822 414 | 158 443 896 |
| Non-current financial investments | | |
| Investments in associated companies | 1 313 068 | 1 292 186 |
| Other securities and investments | 21 200 | 21 200 |
| Prepaid expenses | 415 801 | 408 508 |
| Other non-current receivables | 9 493 294 | 10 760 210 |
| Total non-current financial assets | 11 243 363 | 12 482 104 |
| Total non-current investments | 237 654 684 | 239 445 384 |
| Current assets | | |
| Inventories | 19 549 582 | 16 114 033 |
| Receivables | | |
| Trade receivables | 22 022 477 | 22 468 267 |
| Other receivables | 2 679 648 | 2 971 957 |
| Prepaid expenses | 1 563 201 | 997 898 |
| Accrued income | 13 629 074 | 10 318 097 |
| Total receivables | 39 894 400 | 36 756 219 |
| Current investments | 1 411 200 | - |
| Cash and cash equivalents | 5 734 884 | 6 463 788 |
| Total current assets | 66 590 066 | 59 334 040 |
| TOTAL ASSETS | 304 244 750 | 298 779 424 |

CONSOLIDATED STATEMENT OF FINANCIAL POSITION



| EUR | Note | 30.09.2025 (Unaudited) | 31.12.2024 (Audited) |
|--|------|---------------------------|-------------------------|
| LIABILITIES | | | |
| Equity | | | |
| Share capital | | 35 005 | 35 005 |
| Share premium | | 20 623 389 | 20 623 389 |
| Consolidated reserves | | 19 926 630 | 19 926 630 |
| Reserves for own stocks or shares | | 10 000 000 | 10 000 000 |
| Translation reserves | | 149 813 | 284 188 |
| Retained earnings brought forward | | 23 784 698 | 11 889 313 |
| Profit for the reporting period | | 8 985 317 | 11 895 385 |
| Equity attributable to the shareholders of the Parent Company | | 83 504 852 | 74 653 910 |
| Non-controlling interests | | 10 262 607 | 11 581 412 |
| Total equity | | 93 767 459 | 86 235 322 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Long-term debt securities - bonds | 5 | 9 941 940 | 17 862 577 |
| Loans from credit institutions | 3 | 49 540 505 | 57 190 418 |
| Lease liabilities | 4 | 49 145 617 | 48 506 368 |
| Deferred income | | 1 721 269 | 1 809 265 |
| Other payables | | 10 630 | 199 544 |
| Deferred income tax liability | | 620 392 | 660 177 |
| Total non-current liabilities | | 110 980 353 | 126 228 349 |
| Current liabilities | | | |
| Short-term debt securities - bonds | 5 | 7 985 279 | - |
| Loans from credit institutions | 3 | 28 596 287 | 22 178 791 |
| Lease liabilities | 4 | 8 701 206 | 7 965 757 |
| Loans from related companies | 3 | 606 747 | 568 480 |
| Prepayments received from customers | | 865 287 | 882 419 |
| Trade payables | | 30 350 587 | 35 725 037 |
| Corporate income tax | | 17 473 | 52 201 |
| Taxes payable | | 5 772 277 | 3 697 317 |
| Other payables | | 6 545 190 | 5 789 112 |
| Deferred income | | 369 294 | 484 382 |
| Accrued liabilities | | 9 668 780 | 8 952 297 |
| Unpaid dividends | | 18 531 | 19 960 |
| Total current liabilities | | 99 496 938 | 86 315 753 |
| Total liabilities | | 210 477 291 | 212 544 102 |
| TOTAL EQUITY AND LIABILITIES | | 304 244 750 | 298 779 424 |

CONSOLIDATED STATEMENT OF CASH FLOWS

| EUR | 01.01.2025- 30.09.2025 (Unaudited) | 01.01.2024- 30.09.2024 (Unaudited) |
|--|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 7 355 416 | 9 624 013 |
| Adjustments for: | | |
| Depreciation and amortization | 19 157 159 | 18 414 911 |
| Interest payments and similar expense | 7 586 800 | 7 229 947 |
| Interest (income) and similar (income) | (767) | (52 960) |
| (Gain)/loss on disposal of property, plant and equipment | (198 860) | 34 316 |
| (Profit)/loss from fluctuations of foreign currency rates | (134 390) | 264 021 |
| (Income) from external co-financing | (407 730) | (494 071) |
| Changes in provisions and allowances | (280 312) | (7 229 423) |
| Revenue from participation in fixed capital of related, associated or other companies | (73 625) | - |
| Revenue from other securities and loans which formed long-term financial investments | (1 750) | 628 673 |
| Profit before adjustments for the effect of changes in current assets and current liabilities | 33 001 941 | 28 419 427 |
| Adjustments for: | | |
| (Increase)/decrease in receivables | 1 291 595 | (7 547 338) |
| Increase/(decrease) in payables | (602 754) | 12 998 793 |
| (Increase)/decrease in inventories | (3 740 518) | (684 168) |
| CASH FLOWS FROM OPERATING ACTIVITIES | 29 950 264 | 33 186 714 |
| Interest paid | (4 619 232) | (6 402 626) |
| Corporate income tax paid | (441 589) | (315 613) |
| Net cash flows from operating activities | 24 889 443 | 26 468 475 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment and intangible investments | (15 194 926) | (28 734 881) |
| Proceeds from sale of property, plant and equipment | 205 975 | 240 775 |
| Acquisition of subsidiaries, net of cash acquired | - | (930 058) |
| Issued loans - to other companies | (1 411 200) | - |
| Received interest from other companies | 768 | - |
| Received dividends | 52 743 | - |
| Net cash flows used in the investing activities | (16 346 640) | (29 424 164) |

CONSOLIDATED STATEMENT OF CASH FLOWS

continued

| EUR | 01.01.2025- 30.09.2025 (Unaudited) | 01.01.2024- 30.09.2024 (Unaudited) |
|---|--|--|
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from borrowings | 11 722 136 | 12 227 459 |
| Repayment of borrowings | (13 372 676) | (8 587 705) |
| Repayment of the lease liabilities | (3 548 321) | (4 476 187) |
| Payments of obligations under finance leases | (4 075 522) | (3 353 880) |
| Subsidies, grants, gifts or donations | 44 488 | 518 497 |
| Net cash flows used in the financing activities | (9 229 895) | (3 671 816) |
| Result of fluctuations of foreign currency exchange rates | (57 826) | (165 021) |
| Net cash flow for the reporting period | (744 918) | (6 792 526) |
| Cash and cash equivalents at the beginning of the period | 6 479 802 | 10 165 938 |
| Cash and cash equivalents on the reporting date | 5 734 884 | 3 373 412 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| EUR | Share capital | Consolidated reserves | Share premium | Reserves for own stocks or shares | Translation reserves | Retained earnings | Equity distributed to the shareholders of the Parent Company | Non-controlling interests | Total equity |
|--|---------------|-----------------------|---------------|-----------------------------------|----------------------|-------------------|--|---------------------------|--------------|
| Balance as at 31 December 2023 | | | | | | | | | |
| (Audited) | 35 005 | 19 926 630 | 20 623 389 | - | 346 039 | 21 889 313 | 62 820 376 | 12 884 516 | 75 704 892 |
| Profit for the reporting period | - | - | - | - | - | 11 895 385 | 11 895 385 | (1 103 084) | 10 792 301 |
| Change of non-controlling interest | - | - | - | - | - | - | - | (200 020) | (200 020) |
| Reserves for own stocks or shares | - | - | - | 10 000 000 | - | (10 000 000) | - | - | - |
| Translation reserve | - | - | - | - | (61 851) | - | (61 851) | - | (61 851) |
| Balance as at 31 December 2024 | | | | | | | | | |
| (Audited) | 35 005 | 19 926 630 | 20 623 389 | 10 000 000 | 284 188 | 23 784 698 | 74 653 910 | 11 581 412 | 86 235 322 |
| Profit for the reporting period | - | - | - | - | - | 8 985 317 | 8 985 317 | (1 361 006) | 7 624 311 |
| Change of non-controlling interest | - | - | - | - | - | - | - | 42 201 | 42 201 |
| Translation reserve | - | - | - | - | (134 375) | - | (134 375) | - | (134 375) |
| Balance as at 30 September 2025 | | | | | | | | | |
| (Unaudited) | 35 005 | 19 926 630 | 20 623 389 | 10 000 000 | 149 813 | 32 770 015 | 83 504 852 | 10 262 607 | 93 767 459 |

Notes

1. Net turnover

| | 01.01.2025- 30.09.2025 EUR | 01.01.2024- 30.09.2024 (Unaudited) |
|--|----------------------------------|--|
| Income from processing of recyclable materials | 81 062 324 | 76 774 886 |
| Income from waste management | 104 477 406 | 93 014 585 |
| Income from organisation of packaging management system | 17 316 829 | 11 771 179 |
| Income from sorting and sale of recyclables | 10 812 673 | 9 795 225 |
| Other income | 359 913 | 766 252 |
| Total | 214 029 145 | 192 122 127 |
| Income by geographical markets are distributed as follows: | | |
| | 01.01.2025- 30.09.2025 EUR | 01.01.2024- 30.09.2024 (Unaudited) |
| Other Member States of the European Union | 30 853 420 | 35 105 861 |
| Republic of Latvia | 71 504 013 | 58 264 593 |
| Republic of Lithuania | 75 344 650 | 65 054 245 |
| Republic of Czechia | 8 786 367 | 7 836 777 |
| Republic of Poland | 23 257 028 | 22 986 219 |
| Outside the Member States of the European Union | 4 283 667 | 2 874 432 |
| Total | 214 029 145 | 192 122 127 |

2. Production cost of goods sold

| | 01.01.2025- 30.09.2025 EUR | 01.01.2024- 30.09.2024 (Unaudited) |
|--|----------------------------------|--|
| Raw materials and other material costs | 55 357 213 | 51 900 039 |
| Remuneration for work | 34 888 499 | 31 114 870 |
| Waste utilization costs | 22 623 168 | 19 956 894 |
| Depreciation of property, plant and equipment and intangible investments | 17 668 174 | 16 670 058 |
| Costs of outsourced services | 15 499 277 | 14 602 546 |
| Cost of production energy and other resources | 7 485 857 | 6 871 207 |
| Transport costs | 8 074 500 | 8 139 250 |
| State mandatory social insurance contributions | 4 878 446 | 4 145 821 |
| Insurance costs | 1 606 599 | 791 801 |
| Professional services costs | 959 348 | 1 663 907 |
| Lease of industrial premises and related costs | 983 915 | 1 063 319 |
| Other production costs | 4 198 632 | 3 070 289 |
| Total | 174 223 628 | 159 990 001 |

Notes

3. Loans

| EUR | 30.09.2025 (Unaudited) | 31.12.2024 (Audited) |
|---|---------------------------|-------------------------|
| Non-current loans | | |
| Bank (non-current part, repayable within 2-5 years) | 49 540 505 | 57 190 418 |
| Total | 49 540 505 | 57 190 418 |
| Non-current loan current part | | |
| Bank (non-current part, repayable within 1 year) | 15 514 410 | 14 337 060 |
| Bank (credit line) | 13 081 877 | 7 582 151 |
| Other loans | 606 747 | 568 480 |
| Total | 29 203 034 | 22 487 691 |
| Loan interest | | |
| Bank | - | 259 580 |
| Total | - | 259 580 |
| Total current | 29 203 034 | 22 747 271 |
| Total loans | 78 743 539 | 79 937 689 |

In accordance with bank loans, leasing and factoring contracts, financial covenants are set on the Group Consolidated level excluding newly established and acquired companies - Eco Recycling and its subsidiaries.

As at 31.12.2024 and 30.09.2025 covenants set at Group Consolidated level were met; Adjusted Equity ratio covenant is set for and can not be lower than 35% and Net Financial Debt to EBITDA not higher than 3,5.

In accordance with facility agreement between Metal-Plast sp.z o.o. and mBank S.A. financial covenants are set and calculated based on Metal-Plast sp.z o.o. financials.

Financial Leverage ratio (Net debt / Adjusted EBITDA) covenant is set for and can not be higher than 4,00 as at 31.12.2024 and 4,00 as at 30.09.2025. Debt Service Cover ratio (DSCR) covenant is set for and can not be higher than 1,05 as at 30.09.2025. Interest cover covenant is set for and can not be higher than 3,00 as at 30.09.2025. Financial covenants as at 31.12.2024 were met. As at 30.09.2025 financial leverage ratio and ISCR covenants were not achieved. On December 19, 2025, "Metal-Plast" sp.z o.o. has signed an amendment to Facility agreement with mBank S.A. by amending terms of financial covenants and agreeing on the use of equity increase for the debt servicing in December and during 2026 and agreed on non-compliance of covenants as at 30 September and 31 December 2025.

Eco Recycling UAB an unsecured loan balance from the related party INVL Baltic Sea Growth Fund with fixed interest rate represents the loan received in 2023.

4. Lease obligations

Minimum future lease payments within the framework of the lease together with the current value of net minimum lease payments have been reflected as follows:

| EUR | 30.09.2025 (Unaudited) | | 31.12.2024 (Audited) | |
|--|---------------------------|---------------------------|-------------------------|---------------------------|
| | Minimum payments | Current value of payments | Minimum payments | Current value of payments |
| Within a year | 9 214 947 | 8 701 206 | 8 560 209 | 7 965 757 |
| In a year, but not longer than five years | 25 921 676 | 25 653 689 | 23 811 113 | 23 212 369 |
| Longer than 5 years | 23 737 334 | 23 491 928 | 25 293 999 | 25 293 999 |
| Total minimum lease payments within five years | 58 873 957 | 57 846 823 | 57 665 321 | 56 472 125 |
| Financial costs | (1 027 134) | - | (1 193 196) | - |
| Current value of minimum lease payments within five years | 57 846 823 | 57 846 823 | 56 472 125 | 56 472 125 |

The Group does not face a significant liquidity risk with regard to its lease liabilities. Lease liabilities are monitored within the Group's Treasury function.

Notes

5. Debt securities - bonds

| EUR | 30.09.2025 (Unaudited) | 31.12.2024 (Audited) |
|------------------------------------|---------------------------|-------------------------|
| Long-term debt securities - bonds | 10 000 000 | 18 000 000 |
| Short-term debt securities - bonds | 8 000 000 | - |
| Costs for attracting bonds | (72 781) | (137 423) |
| Total | 17 927 219 | 17 862 577 |

Eco Baltia AS issued bonds in the amount of EUR 8 million on 17 February 2023. The bonds mature on 17 February 2026, with an option for the issuer to redeem them after two years. Eco Baltia AS issued bonds in the amount of EUR 10 million on 2 November 2023. The bonds mature on 2 November 2026, with an option for the issuer to redeem them after two years. The accrued interest on the issued bonds as of 30th of September 2025 amounts to EUR 450 722 and is included under 'Accrued liabilities'.

6. Financial risk management

In the ordinary course of business, the Group is exposed to a variety of financial risks: foreign currency risk, interest rate risk, credit risk and liquidity risk.

Financial risk management activities are undertaken to support the underlying operating transactions of the Group. The Group companies do not undertake any high risk transactions that would increase exposure to currency or interest rate risks.

Foreign currency risk

Foreign currency risk is a risk of financial loss incurred by the Group companies due to adverse currency fluctuations. This risk arises when financial assets denominated in a foreign currency do not match with financial liabilities in the same currency, thereby leading to open currency positions. The Group has subsidiaries TESIL Fibres S.r.o. registered and operating in the Czech Republic and Metal-Plast Sp.z.o.o registered and operating in the Poland, accordingly Assets and Liabilities included in Groups consolidation amounts to around 57 million EUR equivalent on stand alone basis.

Interest rate risk

The Group is primarily financed from shareholder's equity, operating cash flows and, to a limited extent, from borrowings. Interest rate risk is a risk of financial loss due to adverse interest rate fluctuations. The Group is exposed to interest rate risk mainly through its non-current and current loans from credit institutions and others and lease liabilities (see Notes 3 and 4) bearing interest at floating rates. As a result, the Group is exposed to a risk of higher interest expense, which may be caused by growing interest rates.

The Group companies Eco Baltia vide SIA, Ecoservice UAB, Nordic Plast SIA and ITERUM AS and Metal-Plast Sp.z.o.o. have non-current loans from credit institutions bearing interest at a floating EURIBOR rate; therefore, these companies are exposed to interest rate risk, which are not hedged by means of interest rate swap contracts.

Credit risk

Credit risk is a risk of financial loss in the event of a counterparty's default on their obligations to the Group companies. Credit risk is mainly caused by cash at bank, trade receivables and issued non-current and current other loans.

Cash at bank

Credit risk related to cash at bank is managed by balancing the placement of financial assets in order to maintain the possibility of choosing the best offers and reduce the probability of financial losses. The Group companies evaluate credit ratings assigned to banks by international credit rating agencies and financial performance of banks on a regular basis.

Notes

6. Financial risk management - continued

Trade receivables

The Group companies have no significant concentration of credit risk with any single customer or group of customers having similar characteristics.

The Group controls its credit risk by continuously assessing the credit history of customers and setting permissible credit limits. The Group maximum permissible exposure to credit risk is defined to the extent of the balance sheet value of each debtor. The Group companies monitor overdue trade receivables on a regular basis. Balance sheet value of trade receivables is reduced by allowances made for doubtful and bad trade receivables. In addition Group uses factoring services.

Issued non-current and current loans

The Group controls its credit risk by continuously assessing the financial performance, sufficiency and quality of collateral and credit histories of borrowers. Balance sheet value of granted loans is reduced by allowance made for doubtful and bad loans and receivables.

| Categories of financial instruments | 30.09.2025 | 31.12.2024 |
|-------------------------------------|-------------|------------|
| EUR | (Unaudited) | (Audited) |

Financial assets

| | | |
|---|-------------------|-------------------|
| Cash at bank and on hand at amortised cost | 5 734 884 | 6 463 788 |
| Other investments and securities at fair value | 21 200 | 21 200 |
| Loans and receivables carried at amortized cost value | 46 750 514 | 46 089 870 |
| Total financial assets | 52 506 598 | 52 574 858 |

Financial liabilities

| | | |
|---|--------------------|--------------------|
| Financial liabilities carried at amortized cost value | 195 216 582 | 206 683 507 |
| Total financial liabilities | 195 216 582 | 206 683 507 |

Liquidity Risk

Liquidity risk is a risk that the Group companies will default on their full obligations. Liquidity risk arises if the maturities of financial assets and liabilities do not match. The goal of liquidity risk management by the Group is to maintain an adequate amount of cash and cash equivalents and arrange an adequate sufficiency of financing by using the financing granted by banks and others (see Note 3), thereby enabling the Group companies to meet their obligations as they fall due. The Group companies assess whether the maturities of financial assets and liabilities match on a regular basis and the stability of financing for non-current assets. For the purposes of liquidity management, operational cash flow forecasts are made after the actual results for the prior month. Taking into account the Group's financial results and forecasted cash-flow in combination with continuous work on the implementation of an optimal funding structure, including financial agreements signed on 29.12.2025 and described in the Management report section events after reporting date, the Group's management does not anticipate any difficulties in meeting its financial commitments for at least twelve months from the date of approval of these financial statements.

| Liquidity metrics | 30.09.2025 | 31.12.2024 |
|-------------------|-------------|------------|
| | (Unaudited) | (Audited) |

| | | |
|--|--------------|--------------|
| Current assets less current liabilities, EUR | (32 906 872) | (26 981 713) |
| Current ratio | 0,67 | 0,69 |

*Current liabilities as of 30 September 2025 includes 8 000 000 EUR bonds maturing in February 2026.

Notes

6. Financial risk management - *continued*

The following table demonstrates undiscounted contractual maturities of financial liabilities:

| 31.12.2024 (Audited) EUR | Carrying amount | Total contractual cash flows | 3 months or less | From 3 to 12 months | From 1 to 5 years | More than 5 years |
|---|--------------------|------------------------------------|---------------------|------------------------|----------------------|----------------------|
| Non-derivative financial liabilities | | | | | | |
| Trade and other payables | | | | | | |
| 52 797 043 | 52 797 043 | 44 742 300 | 6 048 774 | 2 005 969 | - | - |
| Long-term debt securities - bonds | 18 000 000 | 20 760 000 | 320 000 | 1 220 000 | 19 220 000 | - |
| Lease liabilities | 56 472 124 | 57 805 255 | 2 128 066 | 6 453 634 | 23 929 556 | 25 293 999 |
| Borrowings | 79 369 209 | 86 708 071 | 5 404 973 | 15 393 125 | 65 909 973 | - |
| Total non-derivative financial liabilities | 206 638 376 | 218 070 370 | 52 595 338 | 29 115 533 | 111 065 498 | 25 293 999 |
| Total financial liabilities | 206 638 376 | 218 070 370 | 52 595 338 | 29 115 533 | 111 065 498 | 25 293 999 |
| 30.09.2025 (Unaudited) EUR | Carrying amount | Total contractual cash flows | 3 months or less | From 3 to 12 months | From 1 to 5 years | More than 5 years |
| Non-derivative financial liabilities | | | | | | |
| Trade and other payables | | | | | | |
| 49 549 567 | 49 549 567 | 38 179 599 | 9 837 341 | 1 532 627 | - | - |
| Long-term debt securities - bonds | 18 000 000 | 19 670 000 | 450 000 | 8 770 000 | 10 450 000 | - |
| Lease liabilities | 57 846 823 | 58 873 957 | 2 890 170 | 6 324 777 | 25 921 676 | 23 737 334 |
| Borrowings | 78 743 539 | 84 356 911 | 5 604 530 | 28 244 148 | 50 508 233 | - |
| Total non-derivative financial liabilities | 204 139 929 | 212 450 434 | 47 124 298 | 53 176 266 | 88 412 537 | 23 737 334 |
| Total financial liabilities | 204 139 929 | 212 450 434 | 47 124 298 | 53 176 266 | 88 412 537 | 23 737 334 |

Fair value

Based on the Group's management's assessment, the carrying amounts of financial assets and liabilities approximated to their fair value as at 30 September 2025 and 31 December 2024.

Notes

7. Financial indicators

There are restrictions in the "**Terms and Conditions**" for the Unsecured Fixed Rate bonds issued (ISIN LV0000860120 and LV0000860138).

The Issuer undertakes to comply with the following financial covenants from the issue Date and for as long as any Notes are outstanding:

Equity Ratio - the Issuer ensures that Equity Ratio of the Issuer at all times is 30 (thirty) per cent or greater. Equity Ratio is tested each quarter.

Net Debt to Adjusted EBITDA Ratio – the Issuer ensures that Net Debt to Adjusted EBITDA Ratio at all times is 4 (four) or lower.

| Financial indicator | As at 30.09.2025 |
|-----------------------------------|------------------|
| Equity ratio | 39,16% |
| Net debt to Adjusted EBITDA ratio | 2,93 |

Financial indicators are calculated based on consolidated AS Eco Baltia financial results.

eco eco baltia

FIND VALUE IN EACH AND EVERY THING



**MĀRIS
SIMANOVICI**
ECO BALTIA
CHAIRMAN OF
THE MANAGEMENT
BOARD



SINTA SPŪLE
ECO BALTIA
MANAGEMENT
BOARD MEMBER,
CFO



SIGITA NAMATĒVA
ECO BALTIA
MANAGEMENT
BOARD MEMBER,
CLO



**SAULIUS
BUDREVIČIUS**
ECO BALTIA
MANAGEMENT
BOARD MEMBER