

Vilnius, November 2025

AB „Pieno žvaigždės“ confirmation of the Management

Interim financial statements for the 9 months of 2025

We, Aleksandr Smagin, Chief Executive Officer, and Laimonas Vaškevičius, Chief Financial Officer, hereby confirm that, to the best of our knowledge, Interim Financial Statements for the nine months of 2025 prepared in accordance with IFRS, give a true and fair view of the assets, liabilities, financial position, profit or loss and cash flows of AB “Pieno žvaigždės”.



Chief Executive Officer / Aleksandr Smagin



Chief Financial Officer / Laimonas Vaškevičius



PIENO ŽVAIGŽDĒS

Interim financial
statements

For the 9 months of 2025



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1. Statement of financial position (Thousand EUR)

Prepared according to IFRS, not audited

	2025 09 30	2024 12 31
Assets		
Property, plant and equipment	47 228	48 713
Intangible assets	110	85
Investments available for sale	23	23
Long-term receivables	306	300
Deferred tax	412	412
Total non-current assets	48 079	49 533
Inventories	19 007	17 533
Receivables	14 576	8 551
Cash and cash equivalents	387	2 010
Total current assets	33 969	28 095
Total assets	82 048	77 628
Equity		
Share capital	13 089	13 089
Share premium	7 891	7 891
Own shares	-	-
Reserves	1 570	1 570
Retained earnings	16 894	17 477
Total equity	39 444	40 027
Liabilities		
Government grants	2 610	1 948
Interest-bearing loans and borrowings	14 419	7 857
Deferred tax	1 358	1 385
Total non-current liabilities	18 387	11 190
Provisions		
Interest-bearing loans and borrowings	2 771	4 444
Income tax payable	-	-
Trade and other amounts payable	21 446	21 967
Total current liabilities	24 218	26 411
Total liabilities	42 604	37 601
Total equity and liabilities	82 048	77 628



2. Statement of comprehensive income (Thousand EUR)

Prepared according to IFRS, not audited

	2025 01 01 – 2025 09 30	2024 01 01 – 2024 09 30
Revenue	167 483	159 234
Cost of sales	(132 604)	(119 095)
Gross profit	34 879	40 139
Other operating income, net	126	92
Sales and administrative expenses	(28 304)	(27 612)
Operating profit before finance costs	6 701	12 620
Finance income	35	28
Finance expenses	(1 000)	(1 180)
Finance income/expenses, net	(966)	(1 152)
Profit before tax	5 736	11 468
Corporate income tax	-	-
Profit for the year	5 736	11 468
Earnings per share (EUR)	0,13	0,25

	2025 07 01 – 2025 09 30	2024 07 01 – 2024 09 30
Revenue	58 830	57 293
Cost of sales	(45 917)	(42 639)
Gross profit	12 913	14 654
Other operating income, net	32	32
Sales and administrative expenses	(9 273)	(9 033)
Operating profit before finance costs	3 673	5 652
Finance income	11	10
Finance expenses	(328)	(439)
Finance income/expenses, net	(317)	(428)
Profit before tax	3 355	5 224
Corporate income tax	-	-
Profit for the year	3 355	5 224
Earnings per share (EUR)	0,07	0,12



3. Statement of cash flows (Thousand EUR)

Prepared according to IFRS, not audited

	2024 09 30	2023 09 30
Cash flows from operating activities		
Net profit	5 736	11 463
Adjustments:		
Depreciation and amortization	4 346	4 202
Amortisation of government grants	(169)	(138)
Result of disposal of property, plant and equipment	(15)	(23)
Change in financial instruments	-	-
Change in vacation reserve	-	-
Change in an impairment loss of inventories	-	-
Interest income/expenses, net	742	972
Income tax	(1 560)	-
Cash flows from ordinary activities before changes in the working capital	9 080	16 476
Change in inventories	(1 473)	(322)
Change in receivables	(5 446)	(2 554)
Change in other short term assets	-	(504)
Change in trade and other payable amounts	271	559
Cash flows from operating activities	2 432	13 655
Interest paid	(771)	(1 000)
Income tax paid	-	-
Net cash flow from operating activities	1 661	12 655
Cash flows from investing activities		
Acquisition of property, plant and equipment	(2 694)	(4 140)
Acquisition of intangible assets	(57)	(50)
Proceeds on sale of property, plant and equipment	44	25
Acquisition of rental rights	-	-
Granted / recovered loans	105	5
Interest received	29	28
Net cash flow used in investing activities	(2 573)	(4 132)
Cash flows from financing activities		
Loans received	17 843	11 701
Repayment of borrowings	(12 404)	(12 537)
Dividends paid	(6 267)	(6 270)
Payment of finance lease liabilities	(715)	(964)
Government grants received	832	391
Net cash from/(used in) financing activities	(711)	(7 679)
Change in cash and cash equivalents	(1 623)	844
Beginning cash	2 010	1 584
Ending cash	387	2 428



4. Statement on change in equity

Prepared according to IFRS, not audited

(Thousand EUR)	Share capital	Share premium	Own shares	Compulsory reserve	Revaluation reserve	Other reserves	Retained earnings	Total equity
As of 1 January 2024	13 089	7 891	0	1 570	0	0	13 729	36 279
Profit allocation								0
Dividends							(6 319)	(6 319)
Change of share capital								0
Own shares buyback								0
Depreciation of revaluated part								0
Other income								0
Net profit for 9 months Of 2024							11 463	11 463
As of 30 September 2024	13 089	7 891	0	1 570	0	0	18 873	41 423
As of 1 October 2024	13 089	7 891	0	1 570	0	0	18 873	41 423
Profit allocation								
Dividends								
Change of share capital								
Own shares buyback								
Depreciation of revaluated part								
Other income								
Net profit for the 4-th quarter of 2024							(1 396)	(1 396)
As of 31 December 2024	13 089	7 891	0	1 570	0	0	17 477	40 027
As of 1 January 2025	13 089	7 891	0	1 570	0	0	17 477	40 027
Profit allocation								0
Dividends							(6 319)	(6 319)
Change of share capital								0
Own shares buyback								0
Depreciation of revaluated part								0
Other income								0
Net profit for 9 months of 2025							5 736	5 736
As of 30 September 2025	13 089	7 891	0	1 570	0	0	16 894	39 444



5. Notes to the financial statements

AB Pieno Žvaigždės was established by way of the merger of stock companies Mažeikių Pieninė, Pasvalio Sūrinė, Kauno Pienas and Panevėžio pienas. The main office of the Company is located in Vilnius and the branches – in Mažeikiai, Pasvalys, Kaunas and Panevėžys.

Ordinary shares of the Company are quoted in the NASDAQ Vilnius Stock Exchange.

The Company is engaged in producing and selling milk products to retail stores directly and through distributors.

Statement of compliance

These are the financial statements of a separate company AB Pieno Žvaigždės, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

Main indicators of the Company's performance

	2025 01 01 – 2025 09 30	2024 01 01 – 2024 09 30
Sales, Thousand EUR	167 483	159 234
Gross profit, Thousand EUR	34 879	40 139
EBITDA, Thousand EUR	10 878	16 683
Current ratio (at the end of the period)	1,40	1,45
Book value per share (at the end of the period), EUR	0,87	0,92
Net profit per share	0,13	0,25

	2025 07 01 – 2025 09 30	2024 07 01 – 2024 09 30
Sales, Thousand EUR	58 830	57 293
Gross profit, Thousand EUR	12 913	14 654
EBITDA, Thousand EUR	4 973	7 010
Current ratio (at the end of the period)	1,40	1,45
Book value per share (at the end of the period), EUR	0,87	0,92
Net profit per share	0,07	0,12



Inventories

Inventories are stated at the lower cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

The cost of inventories is based on the first-in first-out principle and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. In manufacturing inventories and work in progress, cost includes an appropriate share of overheads based on normal operating capacity.

Inventories, Thousand EUR	2025 09 30	2024 12 31
Raw materials	7 616	7 644
Stored production	11 271	9 841
Goods for resale	120	48
Total:	19 007	17 533

Segment reporting

A segment is a distinguishable component of the Company that is engaged either in providing products or services (business segment) or in providing products or services within a particular economic environment, which is subject to risks and rewards that are different from those of other segments. Company sales production mainly in the domestic market and EU.

Sales by geographical markets, Thousand EUR	2025 01 01 – 2025 09 30	2024 01 01 – 2024 09 30
Lithuania	100 714	92 520
Other EU countries	37 188	39 355
Other non-EU countries	29 580	27 360
Total:	167 483	159 234

Sales by products groups, Thousand EUR	2025 01 01 – 2025 09 30	2024 01 01 – 2024 09 30
Fresh milk products	127 710	116 317
Dry milk products	3 135	6 977
Cheese	18 156	16 877
Other products	18 482	19 064
Total:	167 483	159 234



Sales by geographical markets, Thousand EUR	2025 07 01 – 2025 09 30	2024 07 01 – 2024 09 30
Lithuania	35 338	33 820
Other EU countries	13 254	14 402
Other non-EU countries	10 238	9 070
Total:	58 830	57 293

Sales by products groups, Thousand EUR	2025 07 01 – 2025 09 30	2024 07 01 – 2024 09 30
Fresh milk products	43 385	40 778
Dry milk products	754	2 090
Cheese	6 344	6 056
Other products	8 347	8 369
Total:	58 830	57 293

Post balance sheet events

There were no other significant events after the balance sheet date.

