

INDEPENDENT AUDITOR'S REPORT

To the shareholders of AB ŽEMAITIJOS PIENAS:

**Report on the Audit of the Separate and the Consolidated Financial Statements**

**Opinion**

We have audited the separate financial statements of AB ŽEMAITIJOS PIENAS (hereinafter – the Company) and the consolidated financial statements of AB ŽEMAITIJOS PIENAS and its subsidiaries (hereinafter – the Group) as contained in electronic data file abzemaitijospienas-2025-12-31-en.zip (SHA 256 Checksum: 837b0b4c9cdcede86e21a43bd8e9d206f02caac4a523a14ee8ac5444c6b9e3a9) which comprise the separate statement of financial position of the Company and the consolidated statement of financial position of the Group as at 31 December 2025, the separate statement of comprehensive income and the consolidated statement of comprehensive income, separate statement of changes in equity and consolidated statement of changes in equity, separate statement of cash flows and consolidated statement of cash flows for the year then ended, and notes to the separate and consolidated financial statements, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying separate and consolidated financial statements present fairly, in all material respects, the separate financial position of the Company and the consolidated financial position of the Group as at 31 December 2025, and their respective separate and consolidated financial performance and their respective separate and consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of the Company and the Group in accordance with the ethical requirements laid down in Regulation (EU) No 537/2014 of the European Parliament and of The Council (hereinafter the "Regulation") on specific requirements regarding statutory audit of public-interest entities that are relevant to the statutory audit of public-interest entities, the requirements of the Law on the Audit of the Financial Statements and Other Assurance Engagements of the Republic of Lithuania that are relevant to the audit in the Republic of Lithuania, and the International Code of Ethics for Professional Accountants (including the International Independence Standards) issued by the International Ethics Standards Board for Accountants (hereinafter the "IESBA Code") that is relevant to the audit of public-interest entities. We have also fulfilled other ethical responsibilities in accordance with the Regulation (EU) No 537/2014 and the Law on Audit of Financial Statements and Other Assurance Services of the Republic of Lithuania, and the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the separate and consolidated financial statements of the current period. These matters were addressed in the context of our audit of the separate and consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Each audit matter and our respective response are described below.

The key audit matter	How the matter was addressed in our audit
<p>1) Revenue Recognition (see Note 3 Summary of Material Accounting Policies – "Revenue from Contracts with Customers. Sales" and Note 22 Information on Segments to the financial statements)</p>	<p>Among other procedures, we performed the following:</p> <p>We have obtained an understanding of the revenue recognition process applied by the Company and Group and evaluated the design and implementation of selected key internal controls within this process.</p> <p>Particular attention during the audit was devoted to detailed testing procedures, during which invoices were reconciled with the relevant goods transportation documents and the agreed prices specified in customer orders or contracts.</p>
<p>In 2025, the Company's and the Group's sales revenue amounted to EUR 339,830 thousand and EUR 340,322 thousand, respectively, the majority of which consisted of revenue from the sale of goods. The Company and the Group recognize revenue from the sale of goods based on the quantity of goods dispatched and the prices agreed in the contracts. Revenue is recognized at the point in time when control of the goods is transferred to the customer in accordance with the agreed delivery terms.</p>	

<p><i>(continued)</i></p> <p>Revenue is recorded net of granted discounts or other sales incentives. Although the revenue recognition process requires only limited management judgment, due to the inherent risk and the high volume and number of transactions, this area requires significant audit effort and was therefore considered as a key audit matter.</p>	<p>We have reviewed the accounting policy for revenue recognition relating to all significant revenue streams and assessed its compliance with the requirements of International Financial Reporting Standards as adopted by the European Union.</p> <p>We have selected a sample of transactions entered into with customers during the year and obtained third-party confirmations for these transactions or reconciled them with signed contracts or customer orders, goods transportation documents, invoices and subsequent customer payments.</p> <p>We have selected a sample of transactions occurring before and after the year-end and assessed whether revenue was recognized in the appropriate period, based on the transfer of risks and control according to the delivery terms and shipping documentation.</p> <p>On a sample basis, we have tested revenue accounting entries to assess whether they were recorded in the general ledger without unusual or unsupported corresponding entries.</p> <p>We have evaluated the adequacy and appropriateness of revenue-related disclosures in the separate and consolidated financial statements of the Company and the Group.</p>
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<b>The key audit matter</b>	<b>How the matter was addressed in our audit</b>
<p>2) Net Realisable Value of Inventories and Impairment of Obsolete Inventories (see Note 4 Significant Estimates in the Context of Group and the Company Accounting Policies – "Net Realisable Value of Inventories and Impairment of Obsolete Inventories" and Note 9 Inventories to the financial statements)</p>	

<p>As at 31 December 2025, the Company's and the Group's inventory balances before impairment amounted to EUR 64,250 thousand and EUR 66,710 thousand, respectively, and after impairment amounted to EUR 61,927 thousand and EUR 63,863 thousand, respectively.</p> <p>Determining the impairment of inventories requires management judgment in assessing whether the carrying value of inventories at year-end exceeds their net realisable value. In addition, assessing the impairment of obsolete inventories requires significant management judgment, as this assessment is based on an analysis of historical and forecast sales data, physical ageing of inventories and other relevant factors. Changes in these assumptions could significantly affect the carrying value of inventories.</p> <p>This area was significant to our audit because inventories represent a substantial portion of the Company's and the Group's assets—approximately 30% of total assets—and their valuation involves significant management judgment. Therefore, it was considered as a key audit matter.</p>	<p>Among other procedures, we performed the following:</p> <p>We have obtained an understanding of the process applied by management, including the assumptions and methodology used to determine the net realisable value of inventories and to calculate the impairment of obsolete inventories.</p> <p>Based on post-reporting-period sales data, we have evaluated management's calculations of net realisable value. On a sample basis, we have tested inventory movement data against primary documentation supporting the dates of raw material purchases and the production dates of finished goods.</p> <p>We have assessed the methodology applied for calculating the impairment and compared the impairment amounts with those recognized in prior periods.</p> <p>We have evaluated the adequacy of disclosures related to this area in the financial statements.</p>
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**Other matters**

The Company's and the Group's separate and consolidated financial statements for 2024 were audited by another auditor, who issued an unqualified opinion on 3 April 2025 on those financial statements.

**Other Information**

The other information comprises the information included in the Group's Management Report, including the requirements for the information on corporate governance matters, remuneration and consolidated sustainability matters, but does not include the separate and consolidated financial statements and our auditor's report on them. Management is responsible for the other information.

Our opinion on the separate and consolidated financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon, except as specified below.

In connection with our audit of the separate and consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the separate and consolidated financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

In addition, our responsibility is to consider whether information included in the Group's Management Report for the financial year for which the separate and consolidated financial statements are prepared is consistent with the separate and consolidated financial statements and whether the Group's Management Report, including the requirements for the information on corporate governance matters and remuneration and excluding the requirements for the information on consolidated sustainability matters on which the separate limited assurance report on consolidated sustainability reporting is issued by us on 20 March 2026, has been prepared in compliance with applicable legal requirements. Based on the work carried out during the course of audit, the separate and consolidated financial statements, in our opinion, in all material respects:

- The information given in the Group's Management Report for the financial year for which the separate and consolidated financial statements are prepared is consistent with the separate and consolidated financial statements; and
- The Group's Management Report, including the requirements for the information on corporate governance matters and remuneration and excluding the requirements for the information on consolidated sustainability matters, has been prepared in accordance with the requirements of the Law on Reporting by Undertakings and Groups of Undertakings of the Republic of Lithuania.

**Responsibilities of Management and Those Charged with Governance for the Separate and Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of the separate and consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of separate and consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the separate and consolidated financial statements, management is responsible for assessing the Company's and the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company and the Group's or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's and the Group's financial reporting process.

**Auditor's Responsibilities for the Audit of the Separate and Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the separate and consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these separate and consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the separate and consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's and the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's and the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the separate and consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company and the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the separate and consolidated financial statements, including the disclosures, and whether the separate and consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the separate and consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Other Regulatory and Supervisory Requirements**

Following the decision of the general shareholder's meeting dated 28 August 2025 we were elected for the first time to perform an audit of the separate and consolidated financial statements of the Company and the Group for two years (2025 and 2026). Our appointment to audit the Company's separate financial statements and the Group's consolidated financial statements is renewed every two years by resolution of the general meeting of shareholders, and the total uninterrupted term of appointment is one year.

We confirm that our audit opinion expressed in the Opinion paragraph of our report is consistent with the audit report about the separate and consolidated financial statements which we have presented to the Company and the Group and its Audit Committee.

We confirm that to the best of our knowledge and belief, we have not provided any prohibited non-audit services referred to in Article 5(1) of the Regulation (EU) No 537/2014 of the European Parliament and of the Council.

In the course of audit, in addition to the audit services of the separate and consolidated financial statements, we have provided a limited assurance service on consolidated sustainability report.

### **Report on the compliance of format of the consolidated financial statements with the requirements for European Single Electronic Reporting Format**

Based on our agreement with the Company, we have been engaged to conduct a reasonable assurance engagement for the verification of compliance with the applicable requirements of the European single electronic reporting format of consolidated financial statements, including Group's management report, for the year ended 31 December 2025 (the "Single Electronic Reporting Format of the consolidated financial statements") recorded in the file `abzemailijospienas-2025-12-31-en.zip` (SHA 256 Checksum: 837b0b4c9cdcede86e21a43bd8e9d206f02caac4a523a14ee8ac5444c6b9e3a9).

#### Description of a subject and applicable criteria

The Single Electronic Reporting Format of the consolidated financial statements has been applied by the management of the Company to comply with the requirements of art. 3 and 4 of the Commission Delegated Regulation (EU) 2019/815 of 17 December 2018 supplementing Directive 2004/109/EC of the European Parliament and of the Council with regard to regulatory technical standards on the specification of a single electronic reporting format (the "ESEF

Regulation"). The applicable requirements regarding the Single Electronic Reporting Format of the consolidated financial statements are contained in the ESEF Regulation.

The requirements described in the preceding sentence determine the basis for application of the Single Electronic Reporting Format of the consolidated financial statements and, in our view, these requirements constitute appropriate criteria to form a reasonable assurance conclusion.

#### Responsibilities of management and those charged with governance

The management of the Company is responsible for the application of the Single Electronic Reporting Format of the consolidated financial statements that comply with the requirements of the ESEF Regulation.

This responsibility includes the selection and application of appropriate markups in iXBRL using ESEF taxonomy and designing, implementing and maintaining internal controls relevant for the preparation of the Single Electronic Reporting Format of the consolidated financial statements which is free from material non-compliance with the requirements of the ESEF Regulation.

Those charged with governance are responsible for overseeing the financial reporting process.

#### Our responsibility

Our responsibility is to express a reasonable assurance conclusion whether the Single Electronic Reporting Format of the consolidated financial statements complies with the ESEF Regulation.

We conducted our engagement in accordance with International Standard on Assurance Engagements 3000 (Revised) 'Assurance Engagements other than Audits and Reviews of Historical Financial Information' (the „ISAE 3000 (R)“ ). This standard requires that we comply with ethical requirements, plan and perform procedures to obtain reasonable assurance whether the Single Electronic Reporting Format of the consolidated financial statements is prepared, in all material aspects, in accordance with the applicable requirements. Reasonable assurance is a high level of assurance, but it does not guarantee that the service performed in accordance ISAE 3000 (R) will always detect the existing material misstatement (significant non-compliance with the requirements).

Our firm applies International Standard on Quality Management 1, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

#### Summary of the work performed

Our planned and performed procedures were aimed at obtaining reasonable assurance that the Single Electronic Reporting Format of the consolidated financial statements was applied, in all material aspects, in accordance with the applicable requirements and such application is free from material errors or omissions. Our procedures included in particular:

- obtaining an understanding of the internal control system and processes relevant to the application of the Single Electronic Reporting Format of the consolidated financial statements, including the preparation of the XHTML format and marking up the consolidated financial statements;
- verification whether the XHTML format was applied properly;
- obtaining sufficient appropriate evidence as to the operating effectiveness of relevant controls over the marking up process when the assessment of the risks of material misstatement includes an expectation that such internal controls are operating effectively or procedures other than testing controls cannot alone provide sufficient appropriate evidence;
- evaluating the completeness of marking up the consolidated financial statements using the iXBRL markup language according to the requirements of the implementation of single electronic format as described in the ESEF Regulation;
- evaluating the appropriateness of the Group's' use of XBRL markups selected from the ESEF taxonomy and the creation of extension markups where no suitable element in the ESEF taxonomy has been identified; and
- evaluating the appropriateness of anchoring of the extension elements to the ESEF taxonomy.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Conclusion

In our opinion, the Single Electronic Reporting Format of the consolidated financial statements for the year ended 31 December 2025 complies, in all material respects, with the ESEF Regulation.

The audit engagement partner for this independent auditor's report is Romanas Skrebnevskis.

Auditor Romanas Skrebnevskis  
Auditor certificate No. 000471

ROSK Consulting UAB  
Audit company certificate No. 001514

Vilnius, Lithuania  
20 March 2026

*The auditor's electronic signature is used only for signing the Independent Auditor's Report.*