

AB HISK

Consolidated interim report and consolidated interim financial
statements for the six-month period ended 30 June 2025
(unaudited)

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Consolidated interim report

Reporting period for which the interim report has been prepared

This 2025 Half-Yearly Interim Report of the Company and the Consolidated Interim Report have been prepared for the period from 1 January 2025 to 30 June 2025.

References and further explanations on the data in the interim report

For the purposes of this report, AB HISK may also be referred to as the Company and the Company together with its subsidiaries as the Group.

Basic information about the Company (the Issuer)

| | |
|----------------------------------|---------------------------------------------------------------------------------------------------|
| Company name | AB HISK |
| Authorised capital | EUR 541,623.72 divided into ordinary registered shares with a nominal value of EUR 0.29 |
| Date and place of registration | 28 June 1993, Panevėžys |
| Legal entity code | 147710353 |
| VAT payer code | LT477103515 |
| Registration code | AB 9350 |
| Registered office address | S. Kerbedžio g. 7, 35104 Panevėžys |
| Legal form | Public limited liability company |
| Branches, representative offices | Company's branch in the Republic of Latvia: AB HISK Latvian branch, legal entity code 40103487148 |
| Company register | State enterprise Centre of Registers, Register of Legal Entities |
| Telephone numbers | +370 (45) 502 601 |
| Email address | info@hisk.lt |
| Website | www.hisk.lt |

OVERVIEW OF ACTIVITIES

1. Overview of activities

AB HISK is one of the largest construction companies in the Baltic States, with 60 years of experience in the field of infrastructure development in Lithuania and abroad. Using its expertise, state-of-the-art technology and holistic approach, it implements projects ranging from national infrastructure to other major construction and infrastructure solutions.

1.1. Company history

- in 1965, Panevėžys Road Building Society No.5 was established in Panevėžys, which was engaged in the construction and repair of roads, streets and bridges in the region.
- On 22 April 1993, the founding shareholders' meeting of AB Panevėžio keliai was held. On the basis of the decision of the founding meeting of shareholders, AB Panevėžio keliai was registered on 28 June 1993.
- In 2021, the reorganisation of the part of the AB Panevėžio keliai group, which is engaged in the construction, repair and design of transport infrastructure, was launched by merging the companies into a single joint venture. Digitalisation of business processes, consolidation and optimisation of overlapping functions.
- On 4 April 2022, the Company changed its name to AB HISK (Holistinės Infrastruktūros Statybų Kompanijos) and its brand to HISK and HISK Infrastruktūra.

The new Company name HISK (Holistic Infrastructure Construction Companies) reflects a new stage in the Company's development. A holistic approach combines both the Company and the Group companies as an indivisible whole, with the common goal of creating value for the end user, the customer, the client.

1.2. Core values, business objectives

AB HISK is known for its professionalism, high quality of work and strict adherence to deadlines. The Company values long-term relationships with clients and partners and takes on the responsibility of the main contractor, striving for continuous improvement and contributing to the development of modern infrastructure.

The main objective of AB HISK is to create a fully modern infrastructure that is in line with the 21st century trends and contributes to a better environment and society, while reducing the impact of its activities on the climate and increasing the sustainability of its activities. AB HISK focuses on sustainable construction and environmentally friendly solutions to adapt to market trends and regulatory requirements. From start to finish, AB HISK develops every infrastructure project entrusted to the Company with the highest standards and innovative ideas.

AB HISK takes a holistic approach to its work: it is not only the outcome of the project that matters, but also the process that is fully thought through. First and foremost, the Company strives to understand the needs of the main users of the infrastructure – the public – and to find the most efficient solutions that are useful in their daily lives. AB HISK sees itself as a cohesive and sustainable whole when developing infrastructure: it sees itself not only as a builder of individual infrastructure objects, but also as a provider of complex infrastructure solutions and a participant in the circular economy.

The main values AB HISK creates for its customers, employees and partners are as follows:

- **Marketability** . We meet our obligations professionally and faster than contractually agreed.
- **High quality**. When collaborating with clients or partners, we aim to ensure the highest standards.
- **Innovation**. Enabling (targeted) solutions.
- **Stability**. Long-term responsibility as a project manager and principal contractor.

The long-term objectives of AB HISK are as follows:

- **Effectiveness of systems.** Continuous monitoring, updating and improvement of modern management systems, digitised project management and other systems.
- **Meritocracy.** A community where leadership is based on ability. Diverse, engaged and tolerant employees. These qualities are nurtured and developed within the Company, so that employees can competently carry out their responsibilities and provide ideas to improve the Company's efficiency and create a more comfortable working environment, and ultimately create a smarter, more efficient, more tolerant and more valued company in the business world that attracts and retains the best customers and employees.
- **Quality.** Services and products that meet the highest standards.
- **Sustainability.** The aim is to invest in environmentally friendly technologies, circularity, decarbonisation and energy efficiency.

1.3. Business activities of the Company

The main activities of AB HISK:

- construction and repair of transport infrastructure,
- production and sale of asphalt concrete, concrete emulsion and other road construction materials,
- other services,
- real estate development

1.3.1. Construction and repair of transport infrastructure

AB HISK is engaged in the design, construction and repair of roads, streets, railways, bridges and viaducts, other transport structures and engineering networks.

1.3.2. Manufacture and sale of asphalt concrete, concrete emulsion and other road building materials

Products produced by AB HISK:

- **Inert materials.** Sand, screened gravel, pebbles, pebble rubble, pebbles, stones and boulders, granite rubble, and dolomite rubble,
- **Reinforced concrete products.** Typical and atypical reinforced concrete products,
- **Asphalt concrete.** Hot asphalt concrete, cold asphalt concrete, crushed asphalt concrete,
- **Concrete.** Normal and heavy concrete, crushed concrete.

1.3.3. Services

Services provided by AB HISK:

- **Project management.** By applying digitized project management systems and real-time data analysis, we provide infrastructure project management and general contracting services seamlessly and efficiently.

- **Design.** During the design phase, we prioritize the needs of our clients and leverage our longterm experience and cutting-edge technology to attain the best solutions. Through the utilization of digital technologies and visual representation of various alternatives in the Building Information Model (BIM), we ensure the delivery of top-notch projects.
- **Freight transport.** We provide the transportation of bitumen, emulsion, and bulk cargo.
- **Laboratory activities.** Through our accredited laboratory, we offer Europe-wide recognized testing services for a range of materials, including soils, hydraulically bound mixtures, bituminous mixtures, aggregates, concrete, concrete mixes, bitumen, and bituminous binders.

1.3.4. Real estate development

AB HISK manages real estate in Lithuania and Latvia for various purposes and at different stages of development. The portfolio consists of industrial, warehouse, commercial and residential buildings and land. Real estate projects are developed in line with market cycles and trends to diversify activities and ensure long-term growth in corporate value.

Currently, the most active projects are being developed in Vilnius, while the Company's other building complexes and land plots in Lithuania and Latvia are either used for its core business activities or are inactive.

AB HISK carries out its main business activities in the Republic of Lithuania. In addition, the Company has a branch

- registered and operating in the Republic of Latvia.
- AB HISK has a subsidiary road infrastructure construction company SIA Latgales Celdaris.

1.4. Qualifications and quality standards

The Qualification Certificate issued by the public institution Statybos sektoriaus vystymo agentūra entitles AB HISK to be a construction contractor for the construction of a special building. This Certificate allows to undertake a multitude of infrastructure construction works. The buildings specified in the Qualification Certificate are: non-residential buildings, communications, engineering networks, hydraulic engineering structures, other engineering structures, as well as the aforementioned structures located within the territory of a cultural heritage object, its protection zone and a cultural heritage site. The areas of construction works covered by the Qualification Certificate:

- General construction works (except facade insulation);
- Construction of water supply and sewage disposal networks; construction of concrete engineering networks; installation of water supply and sewage disposal engineering systems for a building; construction of heat supply networks; installation of heating and ventilation engineering systems for a building; installation of heating process engineering systems;
- Installation of electricity supply and distribution equipment (110 kV) (excluding structures located in the territory of a cultural heritage site, its protection zone and a cultural heritage site);
- Construction of electricity networks (110 kV) (excluding structures located in the territory of a cultural heritage site, its protection zone and a cultural heritage site);
- Installation of electrical engineering systems; installation of process control and automation systems; installation of telecommunication engineering systems; installation of security alarm and fire safety engineering systems.

AB HISK pays great attention to the quality of the work it carries out, to environmental protection and to the health and safety of its employees. AB HISK operates an integrated quality, environmental and occupational health and safety management system (IHSMS) in accordance with ISO 9001:2015, ISO 14001:2015 and ISO 45001:2018. An environmental and occupational health and safety management system compliant with ISO 14001:2015 and LST ISO 45001:2018 is in place for all activities and departments.

1.5. Environmental protection

AB HISK focusses its business activities on the quality and sustainability of works, environmental protection, and employee health and safety. The Company has implemented the management systems for quality management (ISO:9001), environmental protection (ISO:14001) and occupational health and safety (ISO:45001), which help it to take proper care of these important factors. For each site, occupational risks are assessed, analysed and measures are taken to eliminate or reduce risks. To protect and conserve the environment and natural resources, and to ensure the prevention of pollution, an environmental plan is drawn up at the start of each project, setting out specific measures to manage the significant environmental aspects and activities involved.

In 2024, the Lithuanian National Accreditation Bureau accredited the Company's construction laboratory in accordance with LST EN ISO/IEC 17025:2018 for a period of 5 years, granting it the right to carry out tests on construction materials.

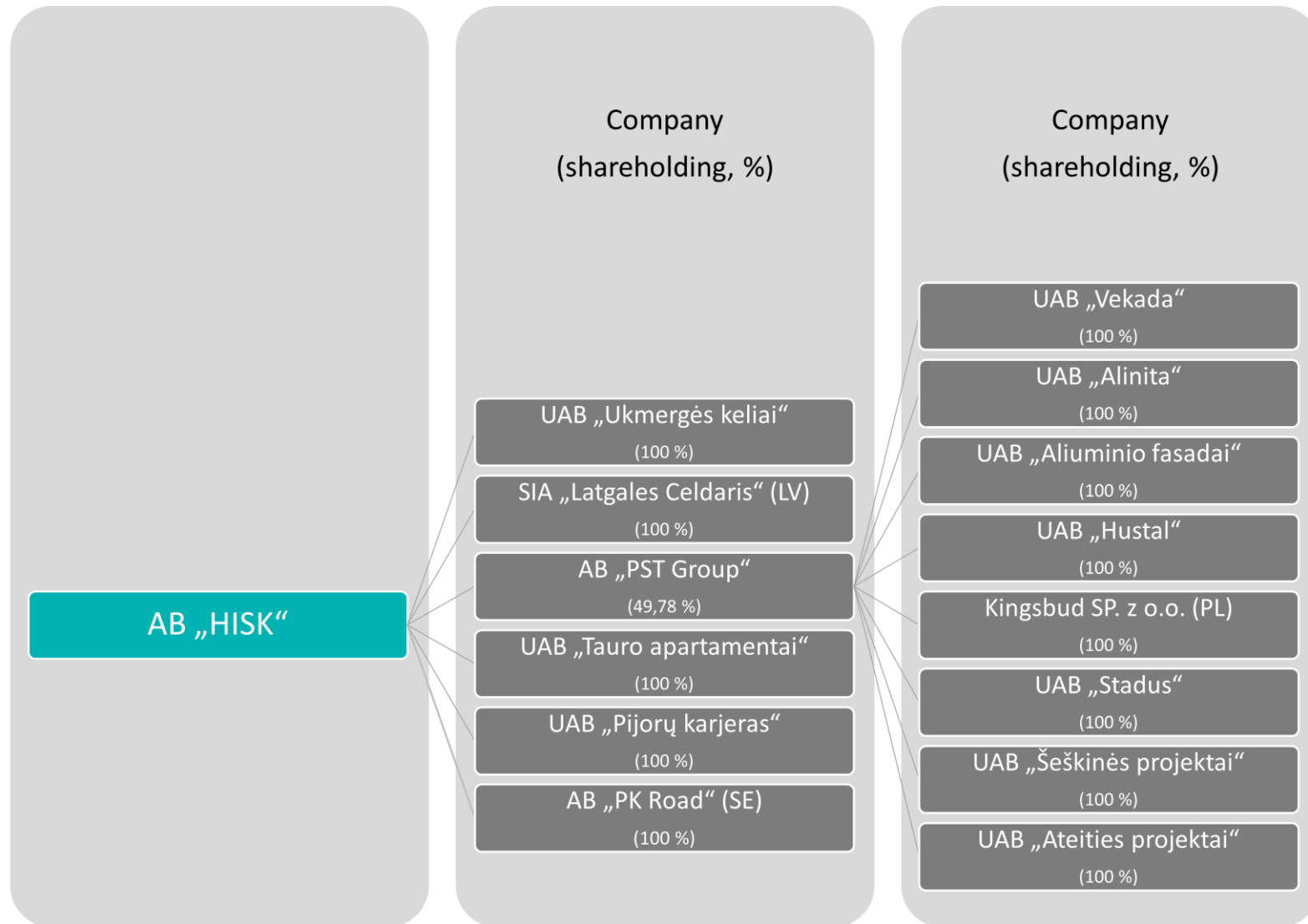
1.6. Risk factors associated with the Company's activities:

- In the road and rail construction business: Risk factors affecting the Company's operations include the competitive environment, and unstable material prices, seasonality of work, which leads to uneven revenues and fluctuations in working capital. Uneven funding results in fluctuating procurement volumes and unpredictable start of their implementation.
- The construction of buildings and structures and real estate development business is exposed to a variety of risks: legal regulation; intense competition; shortage of skilled labour; cyclical nature of the economy; regularity of order intake; unstable cost of materials; and the influence of macroeconomic factors.
- Social: The worsening demographic situation and the seasonality of activities have led to a shortage of skilled workers and an increase in labour costs.

1.7. Staff

As at 30 June 2025, AB HISK had 545 employees. As at 30 June 2024, the number of the Company's employees was 654.

1.8. HISK Group of Companies



Detailed information on AB HISK subsidiaries and associates:

| Company | Registered office address | Company code | Description of business activities |
|------------------------|-------------------------------------------------------------------|--------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UAB Ukmergės keliai | Deltuvos g. 26, Ukmergė | 182816983 | Construction and repair of roads, streets, bridges and viaducts, asphalt concrete production. |
| SIA Latgales Celdaris | Mendelejeva iela 21, Daugavpils | 41503034705 | Reconstruction and construction of motorways, city streets and squares, production and sale of asphalt concrete. |
| UAB Pijorų karjeras: | Deltuvos g. 26, Ukmergė | 305224941 | Mining and quarrying. No business activities are currently carried out. |
| AB PK Road | Skiffervägen 10, Lund, Sweden | 559020462301 | A decision is taken to cease operations. |
| UAB Tauro apartamentai | Ukmergės g. 219, Vilnius | 304937621 | Real estate, project development, management, leasing and sales, and real estate consultancy. |
| AB PST Group | P. Puzino g. 1, Panevėžys | 147732969 | A company that develops infrastructure, industrial, commercial and residential projects. AB PST Group offers construction services – from design to final delivery. |
| UAB Stadus | Pramonės g. 5, Panevėžys | 148284718 | Design, manufacture, construction and installation of prefabricated panel houses. Around 80% of production is successfully exported to Norway, Sweden, France, Switzerland, Iceland and other countries. |
| UAB Vekada | Tinklų g. 7, Panevėžys | 147815824 | Electrical installation work. In addition to the usual electrical works, low-current installation work is carried out: video surveillance systems, security and fire alarms, engineering systems management. Works are further carried out in the field of renewable energy sources. |
| UAB Alinita | Tinklų g. 7, Panevėžys | 141619046 | Installation of heating, ventilation and air-conditioning systems for buildings, installation of indoor plumbing, sewage and fire-fighting systems for buildings, design, commissioning and adjustment of engineering systems for buildings. |
| UAB Hustal | Tinklų g. 7, Panevėžys | 148284860 | Design, manufacture and installation of building metal structures. The Company also supplies steel structures to other industries requiring steel products. The Company's activities and sales are focused on the Scandinavian market. |
| UAB Aliuminio fasadai | Pramonės g. 5, Panevėžys | 305412441 | Production of aluminium profile systems, aluminium windows and doors. |
| Sp.z.o.o. Kingsbud | ul. A. Patli 12, 16-400 Suwałki, Poland | 200380717 | Wholesale of building materials. Kingsbud has established a branch in Lithuania, which focuses on the wholesale of stoneware and glazed tiles for interior and exterior finishing works. |
| SIA PS Trests | Rīgas rajons, Mārupes pagasts, Skulte, Skultes iela 28, Latvia | 40003495365 | Construction works. The Company was established to explore new markets and carry out construction works in Latvia. |
| UAB Šeškinės projektai | Ukmergės g. 219, Vilnius | 302561768 | Real estate development and leasing. |
| UAB Ateities projektai | Ukmergės g. 219, Vilnius | 300560621 | Real estate development and leasing. |

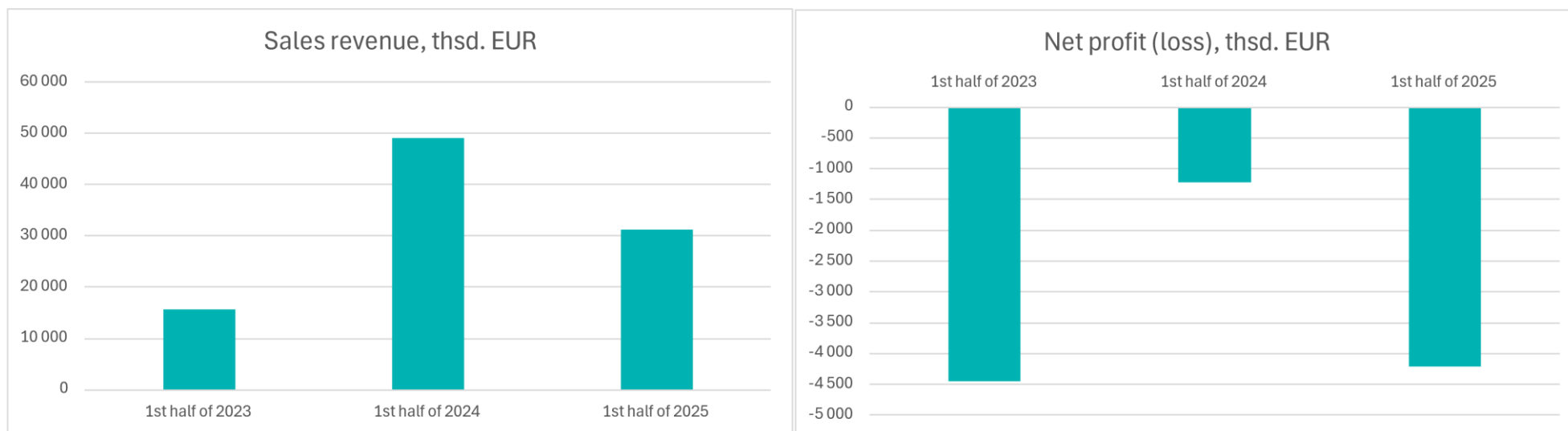
OPERATING RESULTS

2. Operating results

2.1. Overview of results

AB HISK sales revenues amounted to EUR 31.257 million in the first half of 2025, while in the first half of 2024 they were EUR 49.023 million. In the first six months of 2025, the Company made a net loss of EUR 4.206 million. The Company's net loss for the first half of 2024 was EUR 1.221 million, compared to EUR 4.5 million in the first half of 2023.

The Company's activities are highly seasonal, with a large part of the first half of the year without work being carried out, generating a loss. The improved result for the first half of 2024 was due to the atypical projects that were carried out in the low season, which allowed for the recognition of part of the revenue in February-April.



In the first half of 2025, the consolidated revenue of the HISK Group amounted to EUR 79.364 million, while in the first half of 2024 the consolidated revenue was EUR 102.616 million. During the reporting period, the Group incurred a net loss of EUR 4.390 million, while the Group's net loss for the first half of 2024 was EUR 2.226 million.

in the first half of 2025, the Group continued to improve the efficiency of the Company's and the Group's operations, focusing on the project management, optimization of processes and securing work for 2026-2027. In order to ensure its activities beyond the warm season and to diversify its client basket, the Company has successfully prepared for and participated in large-scale "off-road construction" projects, which in turn ensures the continuity of works throughout the calendar year. Using modern performance management and planning tools, the companies aim to significantly optimise their fixed assets, maximising their adaptation to operations and increasing their utilisation. The aim is to ensure long-term planning of works, which will allow the Company to use its resources efficiently.

2.2. Project basket

The Company and the Group entered into a number of significant contract awards during the first half of 2025 and the basket of contracts signed/public procurements won as at 30 June 2025 was as follows:

- AB HISK – EUR 205.7 million (the basket as at 30 June 2023 was EUR 60.5 million and, in 2024, it amounted to EUR 140 million)
- AB PST Group – EUR 239 million

2.3. Milestones of the reporting period

| | |
|----------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 9 April 2025 | By the decision of the Extraordinary General Meeting of Shareholders of AB HISK, the following persons were elected members of the Supervisory Board of AB HISK: Audrius Butkūnas, Rasa Juodviršienė and Simona Pažemeckienė. |
| 9 April 2025 | By the decision of the Supervisory Board of AB HISK, the following persons were elected members of the Management Board: Aivaras Čičelis; Gvidas Drobužas; Justas Jasiūnas; Jurgita Jurkšaitytė; Martynas Urbšys. |
| 22 May 2025 | The Ordinary General Meeting of Shareholders of AB HISK adopted the resolution to issue up to EUR 8,000,000 bonds of AB HISK. |
| 26 May 2025 | A court decision was adopted on the award of damages for the purchase of the Liepkalnis Junction – EUR 3,402,793.49 in lost net profit. The action was partly upheld by awarding AB HISK EUR 1,609,738.90 for the loss of net profit. Following the conclusion of the proceedings before the Court of First Instance, appeals have been lodged by AB HISK (26 June 2025) and the Vilnius City Municipality Administration. |
| 30 June 2025 | AB HISK adopted a decision at the General Meeting of Shareholders of AB PST Group to initiate the delisting of all shares issued by AB PST Group and to delist them from trading on the regulated market AB Nasdaq Vilnius; and to make an official offer for the purchase of shares. |
| 4 July 2025 | A contract was signed for the construction of a new railway crossing on the section Šėta-Ramygala 65.9 - 78.0 km (12.1 km) of the Rail Baltica railway line on the Kaunas-Panevėžys-LT/LV border. |
| 18 July 2025 | AB HISK issued a bond issue of EUR 8 million. |
| 1 August 2025 | A contract was signed for the rail Baltica Kaunas (Palemonas)-Switzerland 0.5-9 km (8.5 km) crossing and structures: installation of a new double-track railway crossing, construction of engineering structures and roads. |
| 19 August 2025 | The Bank of Lithuania approved the Official Offering Circular for the purchase of shares of AB PST Group. |

4 September 2025 Nasdaq Vilnius Stock Exchange listed bonds issued by HISK on Nasdaq Baltic First North market.

MANAGEMENT REPORT

3.1. Shareholders

The shareholders of AB HISK are natural and legal persons, information on the shareholders and their shareholdings is provided below.

| Shareholder | Direct and indirect shareholdings, % |
|--------------------|--------------------------------------|
| Gvidas Drobužas | 28.57 |
| Rasa Juodviršienė | 25.10 |
| Audrius Balčėtis | 13.85 |
| Other shareholders | 32.48 |

3.2. Supervisory Board:

Rasa Juodviršienė, Chair of the Supervisory Board

Workplace and responsibilities: Management Consultant-Expert at AB HISK (company code 147710353, S. Kerbedžio g. 7, Panevėžys)

Education: Šiauliai University, Bachelor of Social Work; Academie Munster Observership Programme.

Involvement in other companies:

- Member of the Board of UAB Lauktuvės jums (company code 147797155, Laisvės a. 26, Panevėžys)
- Member of the Board of UAB Gustonių žemės ūkio technika (company code 168581940, S. Kerbedžio g. 7F, Panevėžys)

Audrius Butkūnas, Member of the Supervisory Board

Education: VILNIUS TECH – Vilnius Gediminas Technical University, Master of Management and Business Administration.

Simona Pažemeckienė, Member of the Supervisory Board

Education: ISM University of Management and Economics, Bachelor of Business Management.

3.3. Management Board

Gvidas Drobužas, Chairman of the Board

Workplace and responsibilities: Management Consultant-Expert at AB HISK (company code 147710353, S. Kerbedžio g. 7, Panevėžys)

Education: Panevėžys College, Bachelor of Technology

Involvement in other companies:

- Member of the Board of UAB IOCO PACKAGING (company code 110564826, Pušaloto g. 212, Panevėžys)
- Director of UAB Pokštas (company code 168424572, Gustonys, Panevėžys district)
- Director of UAB Stenrosus (company code 300007108, Sruogos g. 6-14, Vilnius)
- Director of UAB IOCO (company code 302547850, Verkių g. 25c-1, Vilnius)

Aivaras Čičelis, independent Board Member

Education: Vilnius University, MSc in Finance; University of Wisconsin-Eau Claire, BSc in Economics.

Involvement in other companies:

- Deputy Chairman of the Supervisory Board of UAB Investicijų ir verslo garantijos (company code 110084026, Konstitucijos pr. 7, Vilnius)
- Member of the Board of BMI Executive Institute (legal entity code 195005151, Konstitucijos pr. 7, Vilnius)
- Member of the Board of UAB LTG Cargo (company code 30477594, Geležinkelio g. 12, Vilnius)

Justas Jasiūnas, Member of the Board

Education: Mykolas Romeris University, Master's degree in Law.

Involvement in other companies:

- Chairman of the Board of AB PST Group (company code 147732969, P. Puzino g. 1, Panevėžys).
- Member of the Board of UAB Lauktuvės jums (company code 147797155, Laisvės a. 26, Panevėžys);
- Member of the Board of UAB Gustonių žemės ūkio technika (company code 168581940, S. Kerbedžio g. 7F, Panevėžys).

Jurgita Jurkšaitytė, Member of the Board

Education: Education: Vytautas Magnus University, Master's degree in Business/Commercial Law.

Involvement in other companies:

- Head of the law firm Jurkšaitytė ir partneriai (Jogailos g. 11B-401, Vilnius).

Martynas Urbšys, Member of the Board

Education: Vytautas Magnus University, Master's degree in Banking and Finance.

Involvement in other companies:

- Director of UAB Asperitus (company code 300156963, Lvivo g. 89A-43, Vilnius).

3.4. Management

Management:**Robert Ziminski**, CEO

Workplace and responsibilities: Managing Director of AB HISK (company code 147710353, S. Kerbedžio g. 7, Panevėžys) (from 31 July 2023).

Involvement in other companies:

- Director of UAB Remilis (company code 304910909, Lviso g. 13-12, LT-07156 Vilnius);
- Member of the Board of SIA Latgales Celdaris (company code 41503034705, Mendeļejeva iela 21, Daugavpils, Latvia).

Mindaugas Ambrasas, Finance Director

Education: Vilnius University, Master's degree in Economics.

Workplace and responsibilities: Finance Director of AB HISK (company code 147710353, S. Kerbedžio g. 7, Panevėžys) from 15 April 2025.

Involvement in other companies:

- Finance Director of AB PST Group (company code 147732969, P. Puzino g. 1, Panevėžys).

Inga Jurevičienė, Head of Finance and Economics Department

Education: Kaunas University of Technology, Business Management.

Workplace and responsibilities: Head of Finance and Economics Department at AB HISK (company code 147710353, S. Kerbedžio g. 7, Panevėžys) from 15 April 2025.

Involvement in other companies:

- Member of the Board of SIA Latgales Celdares (company code 41503034705, Mendeļejeva iela 21, Daugavpils).

SEPARATE FINANCIAL STATEMENTS

4. Unaudited separate financial statements

4.1. Separate statement of financial position

| Item No. | ASSETS | Reporting period | Previous reporting period |
|-----------|--------------------------------------------------------------------------|-------------------------------|-----------------------------------|
| | | 1 January 2025 – 30 June 2025 | 1 January 2024 – 31 December 2024 |
| A. | FIXED ASSETS | 29,861,859 | 29,386,610 |
| 1. | INTANGIBLE ASSETS | 1,568,678 | 1,740,420 |
| 1.1. | Development work | | |
| 1.2. | Goodwill | | |
| 1.3. | Software | 1,568,678 | 1,740,420 |
| 1.4. | Concessions, patents, licences, trademarks and similar rights | | |
| 1.5. | Other intangible assets | | |
| 1.6. | Advances paid | | |
| 2. | TANGIBLE ASSETS | 21,310,009 | 20,389,771 |
| 2.1. | Land | 562,888 | 657,888 |
| 2.2. | Buildings and structures | 4,974,885 | 5,293,148 |
| 2.3. | Machinery and equipment | 6,969,148 | 5,481,068 |
| 2.4. | Vehicles | 3,099,984 | 3,374,027 |
| 2.5. | Other equipment, appliances and tools | 1,403,539 | 1,797,217 |
| 2.6. | Investment property | 4,196,684 | 3,683,542 |
| 2.6.1. | Land | 2,531,065 | 2,037,921 |
| 2.6.2. | Buildings | 1,665,619 | 1,645,621 |
| 2.7. | Advances paid and construction/production of tangible assets in progress | 102,881 | 102,881 |
| 3. | FINANCIAL ASSETS | 6,794,170 | 6,796,288 |
| 3.1. | Shares in Group companies | 6,791,216 | 6,793,334 |
| 3.2. | Loans to Group companies | | |
| 3.3. | Receivables from Group companies | | |
| 3.4. | Shares in associates | | |

| | | | |
|-----------|----------------------------------------|-------------------|-------------------|
| 3.5. | Loans to associates | | |
| 3.6. | Receivables from associates | | |
| 3.7. | Long-term investments | | |
| 3.8. | Receivables after one year | | |
| 3.9. | Other financial assets | 2,954 | 2,954 |
| 4. | OTHER FIXED ASSETS | 189,002 | 460,131 |
| 4.1. | Deferred corporate tax assets | 189,002 | 460,131 |
| 4.2. | Biological assets | | |
| 4.3. | Other assets | | |
| B. | CURRENT ASSETS | 31,628,505 | 24,392,150 |
| 1. | INVENTORIES | 14,993,499 | 5,095,746 |
| 1.1. | Raw materials, supplies and assemblies | 5,077,709 | 2,300,847 |
| 1.2. | Production and work in progress | 5,458,678 | |
| 1.3. | Production | 2,641,314 | 2,492,699 |
| 1.4. | Purchased goods for resale | | |
| 1.5. | Biological assets | | |
| 1.6. | Tangible fixed assets held for sale | | |
| 1.7. | Advances paid | 1,815,798 | 302,200 |
| 2. | RECEIVABLES WITHIN ONE YEAR | 12,676,814 | 18,520,715 |
| 2.1. | Trade debtors | 9,569,238 | 15,379,157 |
| 2.2. | Debts of Group companies | 656,617 | 1,786,684 |
| 2.3. | Debts of associates | | |
| 2.4. | Other receivables | 2,450,959 | 1,354,874 |
| 3. | SHORT-TERM INVESTMENTS | | |
| 3.1. | Shares in Group companies | | |
| 3.2. | Other investments | | |
| 4. | CASH AND CASH EQUIVALENTS | 3,958,192 | 775,689 |
| C. | DEFERRED INCOME AND ACCRUALS | 5,009,345 | 6,038,302 |
| | TOTAL ASSETS | 66,499,709 | 59,817,062 |

| Item No. | EQUITY AND LIABILITIES | Reporting period 1 January 2025 – 30 June 2025 | Previous reporting period 1 January 2024 – 31 December 2024 |
|-----------|-------------------------------------------------------------|---------------------------------------------------|----------------------------------------------------------------|
| D. | EQUITY | 33,360,794 | 37,566,557 |
| 1. | CAPITAL | 541,624 | 541,624 |
| 1.1. | Authorised (subscribed) or fixed capital | 541,624 | 541,624 |
| 1.2. | Subscribed capital unpaid (-) | | |
| 1.3. | Own shares, stakes (-) | | |
| 2. | SHARE PREMIUM | | |
| 3. | REVALUATION RESERVE | 805,329 | 907,080 |
| 4. | RESERVES | 3,002,601 | 3,002,601 |
| 4.1. | Legal reserve or reserve capital | 54,162 | 54,162 |
| 4.2. | To buy own shares | 500,000 | 500,000 |
| 4.3. | Other reserves | 2,448,439 | 2,448,439 |
| 5. | RETAINED EARNINGS (LOSSES) | 29,011,240 | 33,115,252 |
| 5.1. | Profit (loss) for the reporting year | (4,205,763) | 794,643 |
| 5.2. | Profit (loss) for the previous year | 33,217,003 | 32,320,609 |
| E. | GRANTS, SUBSIDIES | | 0 |
| F. | PROVISIONS | 894,180 | 805,504 |
| 1. | Provisions for pensions and similar liabilities | | |
| 2. | Provisions for taxes | | |
| 3. | Other provisions | 894,180 | 805,504 |
| G. | PAYABLES AND OTHER LIABILITIES | 32,244,735 | 21,445,001 |
| 1. | PAYABLES AND OTHER LONG-TERM LIABILITIES DUE AFTER ONE YEAR | 6,417,832 | 1,105,399 |
| 1.1. | Debt obligations | 2,393,446 | 1,105,399 |
| 1.2. | Debts to credit institutions | 524,386 | |
| 1.3. | Advances received | | |
| 1.4. | Debts to suppliers | | |
| 1.5. | Payables under bills of exchange and cheques | | |
| 1.6. | Payables to Group companies | 3,500,000 | |

| | | | |
|-------|---------------------------------------------------------------|------------|------------|
| 1.7. | Payables to associates | | |
| 1.8. | Other payables and long-term liabilities | | |
| 2. | PAYABLES AND OTHER SHORT-TERM LIABILITIES DUE WITHIN ONE YEAR | 25,826,903 | 20,339,602 |
| 2.1. | Debt obligations | 254,603 | 512,668 |
| 2.2. | Debts to credit institutions | 64,210 | |
| 2.3. | Advances received | 6,881,063 | 2,057,285 |
| 2.4. | Debts to suppliers | 16,182,506 | 14,026,446 |
| 2.5. | Payables under bills of exchange and cheques | | |
| 2.6. | Payables to Group companies | | 383,632 |
| 2.7. | Payables to associates | | |
| 2.8. | Corporate tax liabilities | 14 | 19,052 |
| 2.9. | Employment-related liabilities | 2,368,501 | 3,148,600 |
| 2.10. | Other payables and short-term liabilities | 76,006 | 191,919 |
| H. | ACCRUALS AND DEFERRED INCOME | | 0 |
| | EQUITY AND LIABILITIES TOTAL | 66,499,709 | 59,817,062 |

4.2. Separate profit and loss account

| Item No. | Items | | Reporting period | Previous reporting period |
|----------|------------------------------------------------------------------------------------|--|-------------------------------|-------------------------------|
| | | | 1 January 2025 – 30 June 2025 | 1 January 2024 – 30 June 2024 |
| 1. | Sales revenue | | 31,257,395 | 49,023,011 |
| 2. | Cost of sale | | (31,954,640) | (47,033,113) |
| 3. | Change in fair value of biological assets | | | |
| 4. | GROSS PROFIT (LOSS) | | (697,245) | 1,989,898 |
| 5. | Sales costs | | (479,724) | (213,583) |
| 6. | General and administrative costs | | (2,509,372) | (2,568,163) |
| 7. | Results of other activities | | 28,197 | (39,765) |
| 8. | Income from investments in shares of parent companies, subsidiaries and associates | | 28,664 | 0 |
| 9. | Income from other long-term investments and loans | | 0 | 0 |
| 10. | Other interest and similar income | | 13,170 | 3,789 |
| 11. | Impairment of financial assets and short-term investments | | 0 | 0 |
| 12. | Interest and other similar costs | | (318,234) | (165,806) |
| 13. | PROFIT (LOSS) BEFORE TAX | | (3,934,544) | (993,630) |
| 14. | Corporate income tax | | (271,219) | (227,826) |
| 15. | NET PROFIT (LOSS) | | (4,205,763) | (1,221,456) |

4.3. Separate statement of changes in equity

| | | Paid-up authorised or share capital | Share premium | Own shares (-) | Revaluation reserve | | Statutory reserves | | Other reserves | Retained earnings (losses) | Total |
|-----|--------------------------------------------------------------------------------------------------|-------------------------------------|---------------|----------------|-----------------------|------------------|-------------------------------|-------------------|----------------|----------------------------|------------|
| | | | | | Tangible fixed assets | Financial assets | Compulsory or reserve capital | To buy own shares | | | |
| 1. | Balance at the end of the previous reporting (annual) period 31 December 2024 | 541,624 | 0 | 0 | 1,645,799 | 0 | 54,162 | 500,000 | 2,448,439 | 30,455,770 | 35,645,794 |
| 2. | Result of a change in accounting policy | | | | | | | | | | |
| 3. | Result of correcting material errors | | | | | | | | | | |
| 4. | Recalculated balance at the end of the previous reporting (annual) period | 541,624 | 0 | 0 | 1,645,799 | | 54,162 | 500,000 | 2,448,439 | 30,455,770 | 35,645,794 |
| 5. | Increase (decrease) in the value of tangible fixed assets | | | | (497,388) | | | | | 1,718,355 | 1,220,967 |
| 6. | Increase (decrease) in the value of an effective hedging instrument | | | | | | | | | | |
| 7. | Acquisition (sale) of own shares | | | | | | | | | | |
| 8. | Profit (loss) not recognised in the profit (loss) account | | | | (241,331) | | | | | 241,331 | - |
| 9. | Net profit (loss) for the reporting period | | | | | | | | | 1,035,976 | 1,035,976 |
| 10. | Dividends | | | | | | | | | (336,180) | (336,180) |
| 11. | Other benefits | | | | | | | | | | |
| 12. | Reserves established | | | | | | | | | | |
| 13. | Reserves used | | | | | | | | | | |
| 14. | Increase (decrease) in authorised capital or contributions of stakeholders (repayment of stakes) | | | | | | | | | | |
| 15. | Other increase (decrease) in authorised or core capital | | | | | | | | | | |
| 16. | Contributions to cover losses | | | | | | | | | | |

| | | | | | | | | | | | |
|-----|--------------------------------------------------------------------------------------------------|---------|---|---|-----------|---|--------|---------|-----------|-------------|-------------|
| 17. | Balance at the end of the previous reporting (annual) period | 541,624 | 0 | 0 | 907,080 | | 54,162 | 500,000 | 2,448,439 | 33,115,252 | 37,566,557 |
| 18. | Increase (decrease) in the value of tangible fixed assets | | | | | | | | | | |
| 19. | Increase (decrease) in the value of an effective hedging instrument | | | | | | | | | | |
| 20. | Acquisition (sale) of own shares | | | | | | | | | | |
| 21. | Profit (loss) not recognised in the profit (loss) account | | | | (101,751) | | | | | 101,751 | |
| 22. | Net profit (loss) for the reporting period | | | | | | | | | (4,205,763) | (4,205,763) |
| 23. | Dividends | | | | | | | | | | |
| 24. | Other benefits | | | | | | | | | | |
| 25. | Reserves established | | | | | | | | | | |
| 26. | Reserves used | | | | | | | | | | |
| 27. | Increase (decrease) in authorised capital or contributions of stakeholders (repayment of stakes) | | | | | | | | | | |
| 28. | Other increase (decrease) in authorised or core capital | | | | | | | | | | |
| 29. | Contributions to cover losses | | | | | | | | | | |
| 30. | Balance at the end of the reporting period at 30 June 2025 | 541,624 | 0 | 0 | 805,329 | 0 | 54,162 | 500,000 | 2,448,439 | 29,011,240 | 33,360,794 |

4.4. Separate cash flow statement

| Items | Reporting period | Previous reporting period |
|------------------------------------------------------------------|-------------------------------|-------------------------------|
| | 1 January 2025 – 30 June 2025 | 1 January 2024 – 30 June 2024 |
| Cash flows from operating activities | | |
| Net profit (loss) | (4,205,763) | (1,099,988) |
| Depreciation and amortisation costs | 1,805,991 | 1,796,749 |
| (Gain) loss on disposal of fixed assets | (55,238) | (139,662) |
| Other non-monetary transactions | (656,136) | 197,251 |
| | (3,111,146) | 754,350 |
| Change in stocks | (8,384,155) | (6,548,689) |
| Change in trade receivables | 6,939,986 | (5,379,827) |
| Change in prepayments | (1,513,598) | 1,061,579 |
| Change in receivables after one year | - | - |
| Change in other assets | - | - |
| Change in payables to suppliers | 6,596,206 | 5,237,309 |
| Change in prepayments received | (1,096,085) | 478,291 |
| Change in deferred and other liabilities | 1,571,798 | (2,651,326) |
| | 4,114,152 | (7,802,663) |
| Elimination of the results of financing and investing activities | 276,400 | 162,017 |
| Net cash flows from operating activities | 726,606 | (7,210,330) |
| Cash flows from investing activities | | |
| Acquisition of fixed assets other than investments | (1,471,584) | (600,358) |
| Disposal of fixed assets other than investments | 189,628 | - |
| Acquisition of long-term investments | (3,500) | (1,575) |
| Disposal of long-term investments | | |
| Granting of loans | | |
| Loan recovery | | |

| | | |
|-----------------------------------------------------------------|--------------------|--------------------|
| Dividends received, interest | 13,170 | - |
| Net cash flows from investing activities | (1,272,286) | (601,933) |
| Cash flows from financing activities | | |
| Dividends paid | | |
| Obtaining loans and financial debts | 4,088,596 | 4,277,766 |
| Repayment of loans and financial debts | - | |
| Lease (finance lease) payments | (258,101) | (136,154) |
| Interest paid | (102,312) | (76,459) |
| Net cash flows from financing activities | 3,728,183 | 4,065,153 |
| Net increase (decrease) in cash flows | 3,182,503 | (3,747,110) |
| Cash and cash equivalents at the beginning of the period | 775,689 | 4,125,588 |
| Cash and cash equivalents at the end of the period | 3,958,192 | 378,478 |

4.5. Explanatory note

4.5.1. General information

AB HISK (hereinafter – the “Company” or “Parent Company”) was founded on 28 June 1993. The legal entity code is 147710353 and the registered office address is S. Kerbedžio g. 7, LT-35104, Panevėžys. The Company’s main activities are the construction and repair of roads and the production and sale of asphalt concrete and emulsions.

The Company’s shareholders are natural and legal persons. These consolidated interim financial statements comprise the financial statements of the Parent Company and its subsidiaries (hereinafter – the Group). The Group’s principal activity is the construction of buildings, structures, facilities and communications and the development of real estate projects in Lithuania and abroad. In accordance with the Law on Reporting of Enterprises and Groups of Enterprises of the Republic of Lithuania, the Group is classified as a large enterprise.

The Group has a branch in Latvia: Latvian branch of AB HISK (branch code 40103487148).

4.5.2. Basis for the preparation of interim financial statements

The separate and consolidated financial statements have been prepared in accordance with the Lithuanian Financial Reporting Standards (LFRS), the laws in force in the Republic of Lithuania, and the implementing legislation adopted for application in the European Union. The same accounting principles are applied to the interim financial statements as to the annual financial statements.

4.5.3. Principles of consolidation

The consolidated financial statements of the Group include AB HISK and its controlled entities as presented in the General Information. An entity is generally controlled when the Group owns, directly or indirectly, more than 50% of the voting share capital and/or is able to consolidate its financial and ordinary activities so as to obtain benefits from those activities. The minority shareholders' share of equity and net profit is shown as a separate line in the consolidated balance sheets and consolidated profit (loss) account, respectively.

Acquired businesses are accounted for at the moment of purchase. The Company acquired the identifiable assets and liabilities of another entity measured at fair value at the acquisition date. The difference between the acquisition cost and the fair value of the net assets acquired at the acquisition date is treated as goodwill, gain or loss on acquisition.

The consolidated financial statements have been prepared on a basis consistent with the application of uniform accounting principles to similar transactions and other events in similar circumstances.

4.5.4. Investments

In the first half of 2025, AB HISK investments for the acquisition of fixed assets amounted to EUR 2.8 million, including EUR 2.61 million of acquisitions under the incentive financial instrument Milijardas verslui (UAB ILTE). In the first half of 2025, depreciation and amortisation of fixed assets totalled EUR 1.8 million.

4.5.5. Loans and other financial debts of the Company

| | | 30 June 2025 | | 31 December 2024 | |
|-----|-----------------------------------------------|---------------|------------------|------------------|------------------|
| | Breakdown of payable debts by type and period | Within 1 year | Within 1-5 years | Within 1 year | Within 1-5 years |
| 1. | Debt obligations: | 254,603 | 2,393,446 | 512,668 | 1,105,399 |
| 1.1 | Lease or similar obligations | 254,603 | 2,393,446 | 512,668 | 1,105,399 |
| 1.2 | Other financial debts | | | | |
| 2. | Debts to credit institutions | 64,210 | 524,386 | | |
| | Total | 318,813 | 2,917,832 | 512,668 | 1,105,399 |

4.5.6. Guarantees, sureties

As at 30 June 2025, the performance guarantees provided to the Company by banks amounted to EUR 17,275 thousand (31 December 2024: EUR 11,667 thousand), by insurance undertakings – EUR 7,375 thousand (31 December 2024: EUR 3,270 thousand). These guarantees expire between 2025 and 2030.

4.5.7. Transactions with related parties

On 21 March 2025, a loan agreement was signed with UAB Ukmergės keliai. The agreement amount is EUR 3.5 million. Repayment due on 31 December 2027.

On 7 March 2025, a sale and purchase agreement was signed with PST Group AB and the real estate property located at Vinco Kudirkos g. 14, Vilnius was purchased. The value of the transaction is EUR 4.84 million (including VAT).

CONSOLIDATED FINANCIAL STATEMENTS

5. Unaudited consolidated financial statements

5.1. Consolidated statement of financial position

| Item No. | ASSETS | | Reporting period | Previous reporting period |
|----------|--------------------------------------------------------------------------|--|-------------------------------|-----------------------------------|
| | | | 1 January 2024 – 30 June 2025 | 1 January 2024 – 31 December 2024 |
| A. | FIXED ASSETS | | 71,250,506 | 70,353,429 |
| 1. | INTANGIBLE FIXED ASSETS | | 1,942,592 | 1,977,125 |
| 1.1. | Development work | | | |
| 1.2. | Goodwill | | 229,883 | 77,000 |
| 1.3. | Software | | 1,699,967 | 1,884,125 |
| 1.4. | Concessions, patents, licences, trademarks and similar rights | | | |
| 1.5. | Other intangible assets | | 12,742 | 16,000 |
| 1.6. | Advances paid | | | |
| 2. | TANGIBLE FIXED ASSETS | | 66,318,529 | 65,512,288 |
| 2.1. | Land | | 882,681 | 992,989 |
| 2.2. | Buildings and structures | | 12,615,987 | 13,380,904 |
| 2.3. | Machinery and equipment | | 8,265,267 | 6,863,372 |
| 2.4. | Vehicles | | 3,312,697 | 3,569,468 |
| 2.5. | Other equipment, appliances and tools | | 1,800,482 | 2,205,460 |
| 2.6. | Investment property | | 39,326,384 | 38,266,628 |
| 2.6.1 | Land | | 2,531,065 | 2,037,921 |
| 2.6.2 | Buildings | | 36,795,319 | 36,228,707 |
| 2.7. | Advances paid and construction/production of tangible assets in progress | | 115,031 | 233,467 |
| 3. | FINANCIAL AND OTHER FIXED ASSETS | | 913,586 | 1,053,254 |
| 3.1. | Company Group shares | | | |
| 3.2. | Loans to Group companies | | | |
| 3.3. | Amounts received from Group companies: | | | |
| 3.4. | Shares in associates | | | |

| | | | | |
|------|-------------------------------------|--|-------------|-------------|
| 3.5. | Loans to associates | | | |
| 3.6. | Receivables from associates | | | |
| 3.7. | Long-term investments | | | |
| 3.8. | Receivables after one year | | 587,577 | 54,418 |
| 3.9. | Other financial assets | | 326,009 | 998,836 |
| 4. | OTHER FIXED ASSETS | | 2,075,799 | 1,810,762 |
| 4.1. | Deferred tax assets | | 1,664,631 | 1,810,762 |
| 4.2. | Biological assets | | | |
| 4.3. | Other assets | | 411,168 | 0 |
| B. | CURRENT ASSETS | | 68,710,178 | 50,786,973 |
| 1. | INVENTORIES | | 21,766,822 | 14,466,386 |
| 1.1. | Raw materials and assemblies | | 8,927,815 | 5,539,718 |
| 1.2. | Production and work in progress | | 6,487,222 | 3,500,000 |
| 1.3. | Production | | 3,335,423 | 4,238,699 |
| 1.4. | Purchased goods for resale | | 405,867 | 256,155 |
| 1.5. | Biological assets | | 0 | 0 |
| 1.6. | Tangible fixed assets held for sale | | 0 | 0 |
| 1.7. | Advances paid | | 2,610,495 | 931,814 |
| 2. | RECEIVABLES DUE WITHIN ONE YEAR | | 38,676,126 | 27,771,763 |
| 2.1. | Trade debtors | | 34,560,329 | 25,439,592 |
| 2.2. | Debts of Group companies | | | |
| 2.3. | Debts of associates | | | |
| 2.4. | Other receivables | | 4,115,797 | 2,332,171 |
| 3. | SHORT-TERM INVESTMENTS | | 0 | 0 |
| 3.1. | Shares in Group companies | | 0 | 0 |
| 3.2. | Other investments | | 0 | 0 |
| 4. | CASH AND CASH EQUIVALENTS | | 8,267,230 | 8,548,824 |
| C. | DEFERRED INCOME AND ACCRUALS | | 5,541,839 | 9,801,215 |
| | TOTAL ASSETS | | 145,502,523 | 130,941,617 |

| Item No. | EQUITY AND LIABILITIES | | Reporting period | Previous reporting period |
|----------|---------------------------------------------------------------|--|-------------------------------|-----------------------------------|
| | | | 1 January 2025 – 30 June 2025 | 1 January 2024 – 31 December 2024 |
| D. | EQUITY | | 57,426,063 | 60,763,813 |
| 1. | CAPITAL | | 541,624 | 541,624 |
| 1.1. | Authorised (subscribed) or fixed capital | | 541,624 | 541,624 |
| 1.2. | Subscribed capital unpaid | | | |
| 1.3. | Own shares | | | |
| 2. | SHARE PREMIUM | | | |
| 3. | REVALUATION RESERVE | | 6,850,981 | 7,074,887 |
| 4. | RESERVES | | 3,002,601 | 3,002,601 |
| 4.1. | Legal reserve or reserve capital | | 54,162 | 54,162 |
| 4.2. | To buy own shares | | 500,000 | 500,000 |
| 4.3. | Other reserves | | 2,448,439 | 2,448,439 |
| 5. | RETAINED EARNINGS (LOSSES) | | 34,934,535 | 39,499,391 |
| 5.1. | Profit (loss) for the reporting year | | (4,390,403) | (779,476) |
| 5.2. | Profit (loss) for the previous year | | 39,324,938 | 40,278,867 |
| 6. | EFFECTS OF CHANGES IN EXCHANGE RATES | | 0 | 0 |
| 7. | MINORITY INTEREST | | 12,096,322 | 10,645,310 |
| E. | GRANTS AND SUBSIDIES | | 0 | 0 |
| F. | PROVISIONS | | 3,195,438 | 3,215,605 |
| 1. | Provisions for pensions and similar liabilities | | 96,025 | 132,000 |
| 2. | Provisions for taxes | | 1,546,011 | 1,614,634 |
| 3. | Other provisions | | 1,553,402 | 1,468,971 |
| G. | PAYABLES AND LIABILITIES | | 84,845,815 | 65,144,722 |
| 1. | PAYABLES AND OTHER NON-CURRENT LIABILITIES DUE AFTER ONE YEAR | | 24,783,804 | 21,376,702 |
| 1.1. | Debt obligations | | 2,393,446 | 1,105,399 |
| 1.2. | Debts to credit institutions | | 20,389,797 | 17,478,737 |
| 1.3. | Advances received | | 449,557 | 0 |
| 1.4. | Debts to suppliers | | 272,303 | 42,303 |

| | | | | |
|-------|------------------------------------------------------------|--|-------------|-------------|
| 1.5. | Payables under bills of exchange and cheques | | | 0 |
| 1.6. | Payables to Group companies | | | 0 |
| 1.7. | Payables to associates | | | 0 |
| 1.8. | Other payables and long-term liabilities | | 1,278,701 | 2,750,263 |
| 2. | PAYABLES AND OTHER CURRENT LIABILITIES DUE WITHIN ONE YEAR | | 60,062,011 | 43,768,020 |
| 2.1. | Debt obligations | | 951,700 | 527,221 |
| 2.2. | Debts to credit institutions | | 3,691,103 | 3,038,243 |
| 2.3. | Advances received | | 8,434,352 | 3,679,016 |
| 2.4. | Debts to suppliers | | 37,693,113 | 27,520,059 |
| 2.5. | Payables under bills of exchange and cheques | | 0 | 0 |
| 2.6. | Payables to Group companies | | 0 | 0 |
| 2.7. | Payables to associates | | 0 | 0 |
| 2.8. | Corporate tax liabilities | | 10,697 | 98,558 |
| 2.9. | Employment-related liabilities | | 6,232,804 | 6,868,139 |
| 2.10. | Other payables and short-term liabilities | | 3,048,242 | 2,036,784 |
| H. | ACCRUALS AND DEFERRED INCOME | | 35,207 | 1,817,477 |
| | EQUITY AND LIABILITIES TOTAL | | 145,502,523 | 130,941,617 |

5.2. Consolidated profit (loss) account

| Item No. | ITEMS | Note | Reporting period | Previous reporting period |
|----------|------------------------------------------------------------------------------------|------|-------------------------------|-------------------------------|
| | | | 1 January 2025 – 30 June 2025 | 1 January 2024 – 30 June 2024 |
| 1. | Sales revenue | | 79,363,930 | 102,616,197 |
| 2. | Cost of sale | | (72,201,218) | (97,281,403) |
| 3. | Change in fair value of biological assets | | 0 | |
| 4. | GROSS PROFIT (LOSS) | | 7,162,712 | 5,334,794 |
| 5. | Sales costs | | 0 | |
| 6. | General and administrative costs | | (7,668,128) | (7,566,523) |
| 7. | Results of other activities | | (2,524,142) | (161,423) |
| 8. | Income from investments in shares of parent companies, subsidiaries and associates | | 0 | 0 |
| 9. | Income from other long-term investments and loans | | 0 | 0 |
| 10. | Other interest and similar income | | 136,831 | 12,624 |
| 11. | Impairment of financial assets and short-term investments | | 0 | 0 |
| 12. | Interest and other similar costs | | (991,844) | (1,118,202) |
| 13. | PROFIT (LOSS) BEFORE TAX | | (3,884,571) | (3,498,730) |
| 14. | Corporate income tax | | (388,326) | 101,485 |
| 15. | PROFIT (LOSS) BEFORE MINORITY INTEREST SEGREGATION | | (4,272,897) | (3,397,245) |
| 16. | MINORITY INTEREST | | 117,506 | (1,131,000) |
| 17. | NET PROFIT (LOSS) | | (4,390,403) | (2,226,245) |

5.3. Consolidated statement of changes in equity

| | Paid-up share capital | Share premium | Own shares (-) | Revaluation reserve (results) | | Statutory reserves | | Other reserves | Retained earnings (losses) | Effects of changes in exchange rates | Minority share | Total |
|-------------------------------------------------------------------------------------|-----------------------|---------------|----------------|-------------------------------|------------------|--------------------|-------------------|------------------|----------------------------|--------------------------------------|-------------------|-------------------|
| | | | | Tangible fixed assets | Financial assets | Mandatory | To buy own shares | | | | | |
| 1. Balance at the end of the previous reporting (annual) period | 541,624 | 0 | 0 | 5,351,799 | 0 | 54,162 | 500,000 | 2,448,439 | 40,559,402 | 0 | 13,758,645 | 63,214,071 |
| 2. Result of a change in accounting policy | | | | | | | | | | | | |
| 3. Result of correcting material errors | | | | | | | | | | | | |
| 4. Recalculated balance at the end of the previous reporting (annual) period | 541,624 | 0 | 0 | 5,351,799 | 0 | 54,162 | 500,000 | 2,448,439 | 40,559,402 | 0 | 13,758,645 | 63,214,071 |
| 5. Increase (decrease) in the value of tangible fixed assets | | | | 2,342,928 | | | | | | | | 2,342,928 |
| 6. Increase (decrease) in the value of an effective hedging instrument | | | | | | | | | | | | |
| 7. Acquisition (sale) of own shares | | | | | | | | | | | | |
| 8. Profit (loss) not recognised in the profit (loss) account | | | | (619,840) | | | | | 58,109 | | (29,502) | (591,233) |
| 9. Net profit (loss) for the reporting period | | | | | | | | | (779,476) | | (3,083,833) | (3,863,309) |
| 10. Dividends | | | | | | | | | (338,644) | | | (338,644) |
| 11. Other benefits | | | | | | | | | | | | |
| 12. Reserves established | | | | | | | | | | | | |
| 13. Reserves used | | | | | | | | | | | | |
| 14. Increase (decrease) in authorised capital | | | | | | | | | | | | |
| 15. Contributions to cover losses | | | | | | | | | | | | |
| 16. Effects of changes in exchange rates | | | | | | | | | | | | |
| 17. Increase (decrease) in minority interest | | | | | | | | | | | | |

| | | | | | | | | | | | | |
|--------------------------------------------------------------------------------------|----------------|----------|----------|------------------|----------|---------------|----------------|------------------|-------------------|----------|-------------------|-------------------|
| 18. Balance at the end of the previous (annual) reporting period (31.12.2024) | 541,624 | 0 | 0 | 7,074,887 | 0 | 54,162 | 500,000 | 2,448,439 | 39,499,391 | 0 | 10,645,310 | 60,763,813 |
| 19. Increase (decrease) in the value of tangible fixed assets | | | | | | | | | | | | |
| 20. Increase (decrease) in the value of an effective hedging instrument | | | | | | | | | | | | |
| 21. Acquisition (sale) of own shares | | | | | | | | | | | | |
| 22. Profit (loss) not recognised in the profit (loss) account | | | | (223,906) | | | | | (174,453) | | | (398,359) |
| 23. Net profit (loss) for the reporting period | | | | | | | | | (4,390,403) | | 117,506 | (4,272,897) |
| 24. Dividends | | | | | | | | | | | | |
| 25. Other benefits | | | | | | | | | | | | |
| 26. Reserves established | | | | | | | | | | | | |
| 27. Reserves used | | | | | | | | | | | | |
| 28. Increase (decrease) in authorised capital | | | | | | | | | | | | |
| 29. Contributions to cover losses | | | | | | | | | | | | |
| 30. Effects of changes in exchange rates | | | | | | | | | | | | |
| 31. Increase (decrease) in minority interest | | | | | | | | | | | 1,333,506 | 1,333,506 |
| 32. Balance at the end of the reporting period (30 June 2025) | 541,624 | 0 | 0 | 6,850,981 | 0 | 54,162 | 500,000 | 2,448,439 | 34,934,535 | 0 | 12,096,322 | 57,426,063 |

5.4. Consolidated cash flow statement

| Items | Reporting period | Previous reporting period |
|------------------------------------------------------------------|-------------------------------|-------------------------------|
| | 1 January 2025 – 30 June 2025 | 1 January 2024 – 30 June 2024 |
| Cash flows from operating activities | | |
| Net profit (loss) | (4,272,897) | (3,397,245) |
| Depreciation and amortisation costs | 2,422,565 | 2,425,414 |
| (Gain) loss on disposal of fixed assets | (125,238) | (43,250) |
| Other non-monetary transactions | 333,112 | 200,565 |
| | (1,642,458) | (814,516) |
| Change in stocks | (5,621,755) | (6,963,897) |
| Change in trade receivables | (9,120,737) | (10,364,323) |
| Change in prepayments | 931,814 | 1,520,708 |
| Change in receivables after one year | (2,316,785) | 1,559,000 |
| Change in other assets | | |
| Change in payables to suppliers | 10,852,611 | 831,824 |
| Change in prepayments received | 4,259,376 | 3,198,342 |
| Change in deferred and other liabilities | 103,518 | 1,840,373 |
| | (911,958) | (8,377,973) |
| Elimination of the results of financing and investing activities | (1,028,268) | (1,105,578) |
| Net cash flows from operating activities | (1,526,148) | (8,086,911) |
| Cash flows from investing activities | | |
| Acquisition of fixed assets other than investments | (1,760,042) | (1,054,358) |
| Disposal of fixed assets other than investments | 665,628 | 15,083 |
| Acquisition of long-term investments | (253,500) | (1,575) |
| Disposal of long-term investments | 24,000 | |
| Granting of loans | | |
| Loan recovery | | |
| Dividends received, interest | 52,526 | 2,000 |

| | | |
|-----------------------------------------------------------------|--------------------|--------------------|
| Net cash flows from investing activities | (1,271,388) | (1,083,850) |
| Cash flows from financing activities | | |
| Dividends paid | | |
| Obtaining loans and financial debts | 19,288,920 | 14,260,741 |
| Repayment of loans and financial debts | (15,725,000) | (12,776,000) |
| Lease (finance lease) payments | (294,361) | (148,154) |
| Interest paid | (753,617) | (876,459) |
| Net cash flows from financing activities | 2,515,942 | 460,128 |
| Net increase (decrease) in cash flows | (281,594) | (8,665,633) |
| Cash and cash equivalents at the beginning of the period | 8,548,824 | 14,993,315 |
| Cash and cash equivalents at the end of the period | 8,267,230 | 6,327,682 |

5.5. Consolidated explanatory notes

5.5.1. General information

AB HISK (hereinafter – the “Company” or “Parent Company”) was founded on 28 June 1993. The legal entity code is 147710353 and the registered office address is S. Kerbedžio g. 7, LT-35104, Panevėžys. The Company’s main activities are the construction and repair of roads and the production and sale of asphalt concrete and emulsions.

The Company’s shareholders are natural and legal persons. These consolidated interim financial statements comprise the financial statements of the Parent Company and its subsidiaries (hereinafter – the Group). The Group’s principal activity is the construction of buildings, structures, facilities and communications and the development of real estate projects in Lithuania and abroad. In accordance with the Law on Reporting of Enterprises and Groups of Enterprises of the Republic of Lithuania, the Group is classified as a large enterprise.

The Group has a branch in Latvia: Latvian branch of AB HISK (branch code 40103487148).

5.5.2. Basis for the preparation of interim financial statements

The separate and consolidated financial statements have been prepared in accordance with the Lithuanian Financial Reporting Standards (LFRS), the laws in force in the Republic of Lithuania, and the implementing legislation adopted for application in the European Union. The same accounting principles are applied to the interim financial statements as to the annual financial statements.

5.5.3. Principles of consolidation

The consolidated financial statements of the Group include AB HISK and its controlled entities as presented in the General Information. An entity is generally controlled when the Group owns, directly or indirectly, more than 50% of the voting share capital and/or is able to consolidate its financial and ordinary activities so as to obtain benefits from those activities. The minority shareholders' share of equity and net profit is shown as a separate line in the consolidated balance sheets and consolidated profit (loss) account, respectively.

Acquired businesses are accounted for at the moment of purchase. The Company acquired the identifiable assets and liabilities of another entity measured at fair value at the acquisition date. The difference between the acquisition cost and the fair value of the net assets acquired at the acquisition date is treated as goodwill, gain or loss on acquisition.

The consolidated financial statements have been prepared on a basis consistent with the application of uniform accounting principles to similar transactions and other events in similar circumstances.

5.5.4. Investments

The Group’s investments for the acquisition of fixed assets in the first half of 2025 amounted to EUR 3,105 thousand of which EUR 2.61 million was allocated to acquisitions under the incentive financial instrument Milijardas verslui (UAB ILTE). In the first half of 2025, depreciation and amortisation of fixed assets in the Group amounted to EUR 2,423 thousand.

5.5.5. Group loans and other financial debts

| | | 30 June 2025 | | 31 December 2024 | |
|-----|--------------------------------------------------------|---------------|------------------|------------------|------------------|
| | Breakdown of accounts payable by type and period | Within 1 year | Within 1-5 years | Within 1 year | Within 1-5 years |
| 1. | Debt obligations: | 951,700 | 2,393,446 | 527,221 | 1,105,399 |
| 1.1 | Lease or similar obligations | 951,700 | 2,393,446 | 527,221 | 1,105,399 |
| 1.2 | Other financial debts | - | - | - | - |
| 2. | Debts to credit institutions | 3,691,103 | 20,389,797 | 3,038,243 | 17,478,737 |
| 3 | Liabilities due to a fine from the Competition Council | 1,392,204 | 928,161 | 1,392,204 | 1,624,263 |
| | Total | 6,035,007 | 23,711,404 | 4,957,668 | 20,208,399 |

5.5.6. Guarantees, sureties

As at 30 June 2025, performance guarantees issued by banks to the Group amounted to EUR 31,140 thousand (as at 31 December 2024: EUR 23,950 thousand) and by insurance undertakings – to EUR 22,556 thousand (as at 31 December 2024: EUR 16,368 thousand). These guarantees expire between 2025 and 2030.

6. Approval of responsible persons

We hereby certify that, to the best of our knowledge, the interim financial statements for the year 2025 for the Company and the Group for the six months ended 31 December 2025, prepared in accordance with LFAS, are true and fair and give a true view of the assets, liabilities, financial position, profit or loss, and cash flows of AB HISK and the AB HISK Group.

We also certify that the Interim Consolidated Report contains a correct overview of the development and performance of the business.

AB HISK

Director General

Robert Ziminski

30 September 2025

AB HISK

Head of Finance and Economics Department

Inga Jurevičienė

30 September 2025