

Income Statement

In EUR

	Position	Previous Period	Curent Period	Indexes
		01/01-31/12/24	01/01-31/12/25	curent year / previous year
1	Sales revenues	31.655.317	30.487.692	96
1a	Revenues from domestic market	271.359	392.450	145
1b	Revenues from foreign markets	31.383.958	30.095.242	96
2	Cost of goods sold	11.365.412	13.253.640	117
3	Gross Profit	20.289.905	17.234.052	85
4	Administrative Costs	1.154.251	1.178.377	102
5	Sales and Marketing Cost	2.352.422	1.930.911	82
6	Provisions	0	0	0
7	Other operating revenues	150.994	276.731	183
8	Impairment and Other operating Costs	312.311	290.714	93
9	Operating profit	16.621.915	14.110.781	85
10	Total Financial Revenue	128.211	254.453	198
10a	Financial revenues from investment, loans granted and interest and exchange rate gains	128.001	253.680	198
10b	Other Financial Revenue	210	773	368
10c	Income From Associated Companies	0	0	0
11	Total Financial Expenses	169.413	330.455	195
11a	Financial expenses from interests and exchange rate losses	169.061	329.504	195
11b	Other financial expenses	352	951	270
11c	Losses from Associates	0	0	0
12	Profit from ordinary activities	16.580.713	14.034.779	85
13	Net Profit from Discontinued activities	0	0	0
14	Profit from ordinary activities before taxation	16.580.713	14.034.779	85
15	Corporate tax	-1.730.216	-1.466.904	0
16	Net profit	14.850.497	12.567.875	85
17	Net profit minority shareholders	0	0	0
18	Net profit Majority shareholders	14.850.497	12.567.875	85
19	Total other comprehensive income	0	0	0
20	TOTAL COMPREHENSIVE INCOME	14.850.497	12.567.875	85

Analysis of the operating profit by nature of costs

	Position	Previous Period	Curent Period	Indexes
		Year to date	Year to date	curent year / previous year
1	Sales revenues	31.655.317	30.487.692	96
2	Other operating revenues	150.994	276.731	183
3	Changes in inventories of finished goods and work in progress	-318.681	-666.318	0
4	Cost of trading goods sold	0	0	0
5	Cost of consumed materials and other supplies	4.296.019	4.596.543	107
6	Cost of materials, spare parts and other inventory sold	3.915	4.425	113
7	Services	2.442.995	2.057.864	84
8	Other Expenditures	958.019	1.963.472	205
9	Expenses for employees	4.579.303	4.943.889	108
10	Amortization And Depreciation	2.270.514	2.145.651	95
11	Impairment losses of Non-current assets	0	0	0
12	Impairment losses of current assets	175.322	190.218	108
13	Provisions	0	0	0
14	Other operating expenses	139.628	85.262	61
15	Operating profit	16.621.915	14.110.781	85

Pursuant to Article 40 point (4) of the Listing Rules, MERMEREN Kombinat AD Prilep ("the Company"), along with the unaudited and unconsolidated financial statements for the period 01.01. until 31.12.2025, also publishes

Explanation

to the results for the period from January 1 to December 31, 2025

- a) Changes in the accounting policies and methods of valuation of the items in the financial statements compared to the last annual audited financial statements have not occurred.
- b) For the period from January 1 to December 31, 2025, the Company achieved sales revenues in the amount of €30,487,692, which represents an decrease of 4% compared to the last year.

Sales revenues	2025		2024		index
- foreign markets	30,095,242	98.71%	31,383,958	99.14%	96
- domestic market	392,450	1.29%	271,359	0.86%	145
	30,487,692	100.00%	31,655,317	100.00%	96

Sales revenues	2025		2024		index
- quarry	29,708,273	97.44%	30,676,751	96.91%	97
- factory	751,719	2.47%	936,327	2.96%	80
- photovoltaics	27,700	0.09%	42,239	0.13%	66
	30,487,692	100.00%	31,655,317	100.00%	96

The realized operating profit for the year is in the amount of €14,110,781, which compared to the realized operating profit for 2024 in the amount of €16,621,915, represents an decrease of 15%.

EBITDA for the period from January 1 to December 31, 2025 is €16,256,434, and compared to the realized amount of €18,892,430 in last year, it shows an decrease of 14%.

The final result after taxation is positive and amounts to €12,567,875 and represents an decrease of 15% compared to the realized profit of last year (December 31, 2024: €14,850,497).

- c) While operating profit and EBITDA saw a year-over-year decrease, this was primarily driven by non-recurring strategic adjustments and industry-wide regulatory changes. Specifically, the 17% increase in the cost of goods sold is attributed to the liquidation of aged

inventory—factory stock over 10 years old. This one-time clearance materially affected the cost structure but has optimized our current inventory profile.

Furthermore, following the changes to the Tariff for determining the amount of fees for the exploitation of mineral resources (Official Gazette No. 268, 25 December 2024), the Company's concession fee increased by 312% compared to the previous year.

Operating expenses for the period amount to €15,987,335 and are higher by 8% compared to those incurred last year.

From the operating expenses, the largest part belongs to the expenses for employees, which in the period show an increase of 8% compared to last year. An increase of 7% was recorded in the costs of raw and other materials, which are the second largest expense for the Company.

A decrease in the costs for external services by 16% was recorded. Depreciation costs amount to €2,145,651, showing a decrease of 5% compared to last year.

- d) In accordance with the Decision of the Meeting of Shareholders (No. 02-2442/5, May 30, 2025), a portion of the 2024 profit amounting to €11,248,459 was distributed for dividend payments. The gross dividend per ordinary share was set at €2.40.

For the period ending December 31, 2025, the Company paid a total net dividend of €11,124,585 to its shareholders, with €120,524 allocated to dividend-related taxes.

- e) There were no significant investments, sales of tangible assets (real estate, plant, and equipment), or material write-offs exceeding 30% of asset value relative to the last annual audited financial statements. However, the carrying value of real estate and equipment recorded a 9% increase, primarily driven by ongoing capital investment in the Company's photovoltaic power plant projects.
- f) The total debts of the Company as of December 31, 2025 amount to €24,305 and in the period from January to December 2025 they show a decrease of 41% compared to the last annual audited financial statements, as a result of regular repayment of financial leasing obligations.
- g) In alignment with stock exchange listing requirements, Mermeren Kombinat AD Prilep is not mandated to disclose a formal financial plan. Accordingly, the company does not provide commentary regarding the fulfilment of such projections.

Looking ahead to 2026, the Company is well-positioned to navigate evolving market dynamics through its strengthened capital structure and disciplined cost management. By prioritizing our core foreign markets and high-value clientele, we remain committed to reinvigorating revenue momentum and sustaining our trajectory of stable, profitable operations.

Prilep, 02.03.2026