

# **JSC "CAPITALIA INVESTMENT HOLDING"**

**Consolidated unaudited interim financial statements**

For the period 01.01.2025 – 30.06.2025



## Information about the group companies

Head of group	CAPITALIA INVESTMENT HOLDING
Legal status of the Company	joint-stock company
Number, place, and date of registration	40203483481, Commercial Register Latvija, Riga, 07.11.2023
Address	Stabu street 20-1, Riga, LV-1011, Latvia
Shareholders (beneficiaries)	Non-resident of the Republic of Estonia (77.55%) Resident of the Republic of Latvia (22.45%)
Names and positions of Council members	Laura Komisare – Chairman of the Council Mārtiņš Krūtainis – Deputy Chairman of Council Viktors Grišins – Council member
Names and positions of Board members	Juris Grišins – Chairman of the Board
The reporting period	January 1 to June 30, 2025

### Subsidiary companies

Subsidiary Name	Capitalia, SE
Address of the subsidiary	Stabu street 20-1, Riga, LV-1011, Latvia
Number, place, and date of registration	40003933213, Latvia, registered in 21.06.2007
Subsidiary Name	Capitalia Fund Management AIFP, SIA
Address of the subsidiary	Stabu street 20-1, Riga, LV-1011, Latvia
Number, place, and date of registration	50203288031, Latvija, registered in 26.01.2021

### Branches Capitalia SE

Branch Name	Capitalia, SE Lithuania branch
Address of the subsidiary	Smolensko g. 10B, Vilnius, LT-03201, Lithuania
Number, place, and date of registration	304914672, Lithuania, registered in 12.09.2018.
Branch Name	Capitalia, SE Estonia branch
Address of the subsidiary	Harjumaa, Tallinn, Tartu maantee 83, 10115, Estonia
Number, place, and date of registration	14558272, Estonia, registered in 04.09.2018

Group operations as classified by NACE	64.20 Holding company activities 64.91 Finance lease 64.92 Other credit service activities 64.99 Financial service activities not elsewhere specified, except insurance and pension accumulation 66.30 Fund management 70.22 Business and management consultancy
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# Interim management report

## On operating results

In the first half of 2025, Capitalia reported a turnover of EUR 922 thousand and a profit of EUR 70 thousand. Operating revenue was slightly lower in Q2; however, profitability has improved. Financing activity was strong in April and May, but has slowed down in June. During the first half of 2025, we managed to issue a funding amount of EUR 10.43 million (EUR 10.60 million during the first half of 2024).

## On key events

In the second quarter of 2025, we managed to issue a funding amount of EUR 5.13 million (EUR 5.3 million in the first quarter of 2025). Among the financed businesses during this period were, for example, such companies as RadiusTech, OÜ (creative, arts and entertainment activities), Brain Games Publishing, SIA (publishing), Lizis, UAB (financing).

In alternative fund management, our Capitalia Baltic Corporate Bond Fund has reached a new stage of development and was merged with another bond fund managed by a leading investment bank in Latvia - Signet. As a result of this merger, Signet took over the existing bond portfolio and investor base, integrating them into its open-ended Signet Baltic Bond Fund.

## On plans for the next quarter

The third quarter of the new year started with slower business financing activity, and we expect it to speed up as the summer holiday period comes to an end. We continue building up our team for stronger outreach to potential borrowers, while the available capital of investors to be deployed in business loans continues to be at record levels.

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Juris Grišins  
Chairman of the board

Riga, July 31, 2025

## Summary of financial performance

The summary of financial results portrays the development of key financial indicators of Capitalia over the last reporting period. Total assets and the loan portfolio on the books have decreased compared to the previous reporting period. Equity capital is EUR 698 thousand, while profits were reported at EUR 70 thousand. Equity and other liabilities subordinated to the outstanding bond issues constituted 37% of the total assets, or well above the benchmark bond covenant of 20%.

### Summary of balance sheet figures

<b>EUR</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>Q2 2025</b>
Total assets	2 798 569	3 585 070	2 695 198	2 697 425
Loan portfolio on books	1 325 140	1 621 996	1 792 450	1 691 414
Equity capital	629 064	615 737	624 515	698 179

### Summary of profit and loss figures

<b>EUR</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>Q2 2025</b>
Net sales	1 248 316	1 446 852	1 666 846	921 462
Costs of services provided	(139 219)	(203 582)	(231 703)	(85 346)
Sales and marketing expenses	(603 367)	(546 490)	(588 736)	(396 315)
Administrative costs	(492 065)	(744 881)	(880 101)	(444 428)
Net profit	48 034	10 881	8 778	70 006

### Key operating ratios

<b>EUR</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>Q2 2025</b>
Equity to assets	22.48%	17.18%	23.17%	25.88%
Turnover growth	4.53%	-	15.21%	10.56%
Return on equity (ROE)	11.37%	1.90%	1.44%	21.17%
Net profitability	3.85%	0.27%	0.53%	7.60%

## Interim profit and loss statement, January 1, 2025 – June 30, 2025

	<b>01.01.-30.06.2025</b>	<b>2024</b>
	<b>EUR</b>	<b>EUR</b>
Net sales	921 462	1 666 846
Costs of services provided	(85 346)	(231 703)
<b>Gross profit</b>	<b>836 116</b>	<b>1 435 143</b>
Selling expense	(396 315)	(588 736)
Administrative expense	(444 428)	(880 101)
Other operating income	73 744	45 658
Other operating expense	(1 413)	(3 034)
Other financial income	2 305	-
Valuation of long-term financial assets	-	-
<b>Profit/(loss ) before taxes</b>	<b>70 009</b>	<b>8 930</b>
Corporative income tax	(3)	(152)
<b>Current year's profit/(loss)</b>	<b>70 006</b>	<b>8 778</b>

## Interim balance sheet, June 30, 2025

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b>EUR</b>	<b>EUR</b>
<b><u>Assets</u></b>		
<b>Long term investments</b>		
Intangible assets	144 610	120 286
Fixed assets	74 286	78 854
Other securities and investments	715 194	690 639
Issued loans	135 262	196 463
<b>Total long-term investments:</b>	<b>1 069 352</b>	<b>1 086 242</b>
<b>Current assets</b>		
Issued loans	840 958	905 348
Receivables	45 588	42 879
Other debtors	110 847	64 664
Loans to shareholders and management	266 103	258 972
Loans to related parties	141 032	158 818
Cash	223 545	178 275
<b>Total current assets:</b>	<b>1 628 073</b>	<b>1 608 956</b>
<b><u>Total assets</u></b>	<b>2 697 425</b>	<b>2 695 198</b>

## Interim balance sheet, June 30, 2025

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b>EUR</b>	<b>EUR</b>
<b><u>Equity and liabilities</u></b>		
<b>Shareholders' funds</b>		
Share capital	535 000	535 000
Other reserves	(10 679)	(10 679)
Reorganization reserve	34 792	34 792
Prior year's accumulated profit/ losses	69 060	56 624
Current year's profit	70 006	8 778
<b>Total shareholders' funds:</b>	<b>698 179</b>	<b>624 515</b>
<b>Liabilities</b>		
<b>Long-term liabilities</b>		
Bonds issued	921 000	921 000
Other creditors	56 000	56 000
<b>Total long-term liabilities:</b>	<b>977 000</b>	<b>977 000</b>
<b>Short-term liabilities</b>		
Bonds issued	771 428	771 428
Other borrowing	120 858	201 550
Other liabilities, advances received	-	6 082
Accrued liabilities	54 709	57 978
Trade payables	19 928	8 521
Taxes	55 323	48 124
<b>Total short-term liabilities:</b>	<b>1 022 246</b>	<b>1 093 683</b>
<b><u>Total equity and liabilities:</u></b>	<b>2 697 425</b>	<b>2 695 198</b>