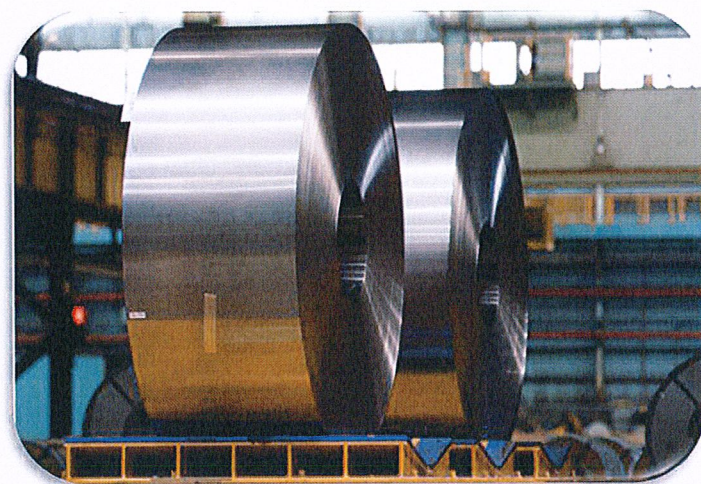


**Financial
Statements**
for the Fiscal Year
2025



Published May, 2026

ЕЙЧ ЕЛ БИ БЪЛГАРИЯ ООД
САМО ЗА
ИДЕНТИФИКАЦИОННИ ЦЕЛИ

A. Management Report

1. Company Identification

SIDMA BULGARIA S.A. was incorporated in 2005 as SID-PAC BULGARIA S.A., which was later renamed, in 2008, to SIDMA BULGARIA S.A. SIDMA BULGARIA S.A. is effectively 100% controlled by SIDMA S.A. The company operates a modern Steel Service Center completed in 2007 with a total covered area of about 9,000 m² in the company's wholly owned premises of about 40,000 m² in the Iliantzi Industrial area. The company also has a representative office in Plovdiv. The main activities of SIDMA BULGARIA S.A. are the production and processing of steel products in a modern steel service center, which has lines of cutting and has the possibility to satisfy a wide range of needs. SIDMA BULGARIA S.A. offers a wide range of steel products from various qualities and uses.

The target of SIDMA BULGARIA S.A. is to supply the Bulgarian market with high quality steel products, by offering to its customers added value steel products, which aim at customers, such as metal manufacturers, end users and tradesmen. During the period SIDMA BULGARIA S.A. opened in the industrial area of Sofia, it became a significant center in the steel market and in the future, it will become an even stronger partner for its customers.

SIDMA Bulgaria is 100% controlled by SIDMA STEEL S.A., Greece's largest steel distributor, with almost 100 years of experience in the Greek steel market and a consolidated turnover exceeding € 230 million (2023). SIDMA STEEL S.A. operates modern Steel Service Centers in Athens, and Thessaloniki, is listed in the Athens Stock Exchange and is part of the SIDENOR Group, Greece's largest steel producer, which also includes STOMANA Industry A.D. (Bulgaria) and Corinth Pipeworks S.A. (Greece). SIDMA STEEL SA is also engaged in the production of metal construction materials and thermal insulation panels.

SIDMA Group specializes in the processing and trade of almost the whole spectrum of steel products.

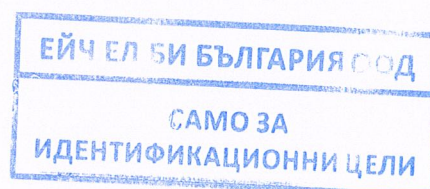
2. Economic Performance in 2025

Bulgaria's economy is projected to experience a real GDP growth of 3.1% to 3.2% in 2025, marking a steady acceleration from the previous year. This growth is consistently underpinned by resilient private consumption—boosted by strong real wage increases and rapid credit expansion—and a significant rebound in investment, which has been revitalized by higher public capital spending and the absorption of EU Recovery and Resilience (RRF) funds.

After a period of stagnation, the construction industry is expected to grow by approximately 3.9% in real terms in 2025, shifting its momentum from residential development toward large-scale infrastructure and energy projects. This surge in construction activity, combined with the "re-powering" of wind farms and localized industrial expansions, has pushed domestic steel demand to an 11-year high, particularly for both long-rolled and flat-rolled products. Looking forward, Bulgaria's full land-border entry into the Schengen Area in early 2025 and its successful preparations for Eurozone accession are expected to further solidify market stability and attract foreign direct investment.

Within this macroeconomic context, FY 2025 was a positive one for SIDMA Steel, as the Group demonstrated the following compared to FY 2024:

- Positive earnings before taxes of €335 thousand, compared to losses of €3.5 million.
- Significant increase in operating profitability (EBITDA) by 43.7%.
- Marginal decrease in turnover by 2.5%, due to the decline in international steel prices.



At the Group level, turnover amounted to €181.73 million, from €186.3 million in 2024, recording a 2.5% decrease despite the increase in sales volume, due to the continued decline in the average selling price from the previous year, which is attributed to the downward trend in international steel prices. Including agency sales, turnover in 2025 amounted to €214.6 million against €221.6 million the previous year, marking a 3.2% drop. However, earnings before interest, taxes, depreciation, and amortization (EBITDA) recorded a notable increase of 43.7%, amounting to €8.6 million during the past fiscal year from €6.0 million in 2024, as a result of the 14.2% increase in gross profit (to €17.8 million in 2025 from €15.6 million in 2024). Finally, as previously mentioned, the Group returned to profitability, with results before taxes amounting to profits of €0.335 million against losses of €3.5 million in 2024.

SIDMA Bulgaria achieved a spectacular increase in its profitability in 2025 compared to 2024, more than doubling its pre-tax results from €286 thousand to €671 thousand, while EBITDA increased by 42.3%, to €1,128 thousand against €793 thousand, mainly due to the 19% increase in gross profit. Turnover amounted to €44 million, presenting a marginal decrease of just 1.4% compared to €44.6 million in 2024, which is solely due to the drop in the average selling price.

During the first quarter of 2026, the market appeared to maintain a cautious and observant stance in view of the formation and weighing of the impact of the new European Union environmental regulations, specifically the final implementation of the Carbon Border Adjustment Mechanism (CBAM). At the same time, stricter EU import quotas and ongoing armed conflicts in the Middle East and Ukraine are causing disruptions in supply chains and new upward pressures on energy and raw material prices, reinforcing international instability and uncertainty.

Within this fluid environment, SIDMA Steel prioritizes securing its supply, aiming for the uninterrupted service of the market and especially the large infrastructure projects it supplies. Simultaneously, through dynamic management of the increasingly complex parameters of import costs and a flexible and adaptive pricing policy, it attempts the continuous optimization of the combination of competitiveness and healthy profit margins, for the benefit of customers, shareholders, and all those who participate in its operation or are affected by it.

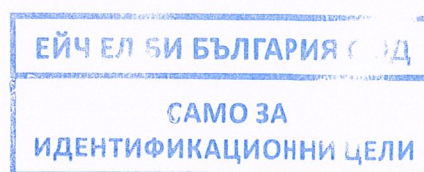
3. EU steel market overview

The steel market continues to face significant challenges, with ongoing economic uncertainty, weak demand, high inflation, geopolitical tensions and uncertainty on the global industrial outlook.

In 2025, contrary to earlier expectations of a more favorable industrial outlook and improved steel demand, apparent steel consumption is now set to decline again (-0.9%). This downward revision is largely due to the anticipated impact—albeit difficult to quantify—of U.S. tariffs and the resulting uncertainty and trade related disruptions.

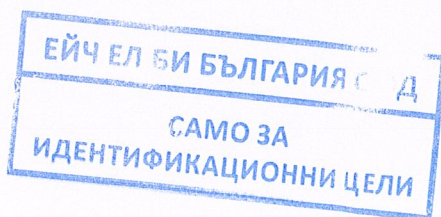
In 2026, apparent steel consumption is projected to finally recover (+3.4%), conditional on a positive evolution in the industrial outlook and an easing of global tensions.

EU steel-using sectors: Due to growing uncertainty following U.S. tariff announcements, another recession—albeit a more moderate one—is anticipated in 2025, in contrast to previously forecasted growth (+0.9%), before a modest rebound (+1.3%) is expected in 2026. Due to U.S. tariffs – both announced and implemented - ongoing economic uncertainty is likely to intensify, weighing on growth also in the coming quarters. Despite these broader EU headwinds, SIDMA's lean operational structure and focus on high-growth regional infrastructure projects position the Group to outperform the general market trend.

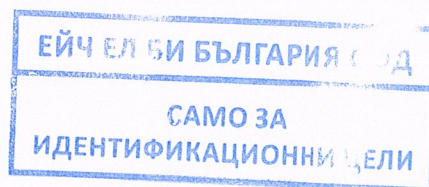


B. Financial Statements

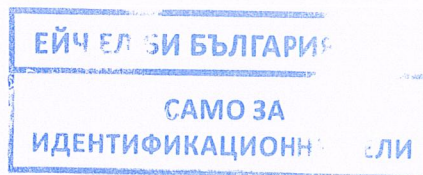
SIDMA BULGARIA EAD		
Balance Sheet		
for the period from 01 January 2025 to 31 December 2025		
Amounts in Euros	31/12/2025	31/12/2024
Assets		
Non Current Assets		
Tangible Assets	7.153.774	7.245.768
Intangible Assets	76.376	-
	7.230.150	7.245.768
Current Assets		
Inventories	7.017.342	7.151.117
Trade Receivables	3.675.874	4.362.267
Other Receivables	372.735	330.635
Cash and Cash Equivalents	1.770.419	1.403.275
	12.836.370	13.247.294
Total Assets	20.066.520	20.493.062
EQUITY		
Share Capital	3.062.797	3.062.797
Share Premium	3.997.955	3.997.955
Reserves	244.268	243.104
Differences from the revaluation of assets in fair values	4.123.807	4.123.807
Retained Earnings	(2.442.916)	(3.046.392)
	8.985.911	8.381.271
Non Current Liabilities		
Long-term Bank Loans	536.106	859.673
Deferred Tax Liabilities	422.206	410.949
Retirement Benefit Obligation	17.388	13.984
	975.700	1.284.606
Current Liabilities		
Short-term Bank Loans	2.510.623	3.147.499
Trade Payables	7.034.731	7.190.906
Other Payables	538.757	467.623
Income tax and duties	20.798	21.157
	10.104.909	10.827.185
Total Equity and Liabilities	20.066.520	20.493.062



SIDMA BULGARIA EAD		
Profit & Loss Statement		
for the period from 01 January 2025 to 31 December 2025		
Amounts in Euros	2025	2024
Turnover (sales)	43.980.204	44.610.655
Cost of goods Sold	(40.804.511)	(41.946.766)
Gross Profit	3.175.693	2.663.889
Other income	2.354	1.200
Administrative Expenses	(621.507)	(558.710)
Distribution/Selling Expenses	(1.590.994)	(1.442.094)
Other expenses	(18.174)	(18.100)
Operating profit (EBIT)	947.372	646.185
Financial Income	43.625	4.082
Finance Expenses	(319.792)	(364.339)
Profit before taxation	671.205	285.928
Income Tax (Expense)/Benefit	(67.729)	(30.264)
Profit after taxation	603.476	255.664
Other comprehensive income		
Revaluation of property, plant and equipment	-	1.327.706
Remeasurements of defined employee benefit liability	1.164	(89)
Related tax	(116)	(132.771)
Other comprehensive income for the year, net of tax	1.048	1.194.846
Total comprehensive income for the year	604.524	1.450.510
Earnings per share		
Dividend per share		
Depreciation & Amortization Expenses	180.457	146.380
EBITDA	1.127.829	792.565



SIDMA BULGARIA EAD		
Cash Flow Statement		
for the period from 01 January 2025 to 31 December 2025		
amounts in euros	2025	2024
Operating Activities		
Profit before taxation	671.205	285.928
Adjustments for:		
Depreciation & amortization	180.457	146.380
Exchange Differences	(1.571)	20.910
Other non-cash (income)/expenses	11.050	21.958
Net Finance Costs	277.737	339.347
Adjustments for changes in working capital		
Decrease/(increase) in inventories	133.774	(2.001.204)
Decrease/(increase) in receivables	644.294	(852.101)
(Decrease)/increase in payables (except bank loans and overdrafts)	(89.610)	1.606.704
<i>Less:</i>		
Financial Costs paid	(291.014)	(351.449)
Taxes paid	(35.790)	-
Total inflows / (outflows) from operating activities (a)	1.500.532	(783.527)
Investing activities		
Acquisition of subsidiaries		
Purchase of tangible and intangible assets	(164.838)	(496.266)
Total inflows / (outflows) from investing activities (b)	(164.838)	(496.266)
Financing Activities		
New bank loans raised	2.366.724	3.922.068
Repayments of loans	(3.292.077)	(3.651.891)
Repayments of financial leasing agreements	(43.197)	(40.535)
Dividends and management fees paid		
Grants received		
Total inflows / (outflows) from financing activities (c)	(968.550)	229.642
Net Increase/(Decrease) in cash and cash equivalents (a) + (b) + (c)	367.144	(1.050.151)
Cash and cash equivalents at the beginning of the period	1.403.275	2.453.426
Cash and cash equivalents at the end of the period	1.770.419	1.403.275



SIDMA BULGARIA EAD

Statement of changes in equity for the period

1 January 2025 to 31 December 2025

	Share Capital	Share Premium	Legal Reserves	Extraordinary Reserves	Tax free reserves	Difference from the revaluation of assets in fair values	Retained Earnings	Total Equity
Amounts in Euros								
Balance as of 1 January 2024	3.062.797	3.997.955	234.166	2.928.872	9.026	-	(3.302.056)	6.930.760
Adjustments charged directly to equity	-	-	-	-	(88)	-	-	(88)
Other (describe: Revaluation reserve IAS 16; reserve for actuarial gains and losses - revised IAS 19, 2013)	-	-	-	1.194.935	-	-	-	1.194.935
Total adjustments to the Equity	-	-	-	1.194.935	(88)	-	-	1.194.847
Profit after income tax	-	-	-	-	-	-	255.664	255.664
Balance as of 31 December 2024	3.062.797	3.997.955	234.166	4.123.807	8.938	-	(3.046.392)	8.381.271
Balance as of 1 January 2025	3.062.797	3.997.955	234.166	4.123.807	8.938	-	(3.046.392)	8.381.271
Adjustments charged directly to equity	-	-	-	-	1.164	-	-	1.164
Total adjustments to the Equity	-	-	-	-	1.164	-	-	1.164
Profit after income tax	-	-	-	-	-	-	603.476	603.476
Balance as of 31 December 2025	3.062.797	3.997.955	234.166	4.123.807	10.102	-	(2.442.916)	8.985.911

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