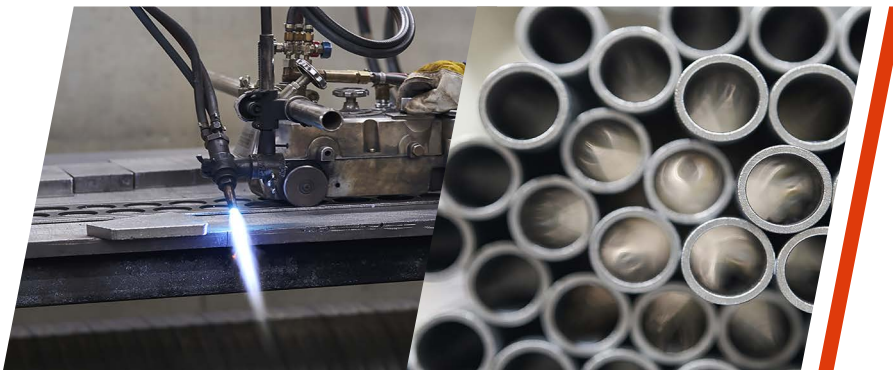
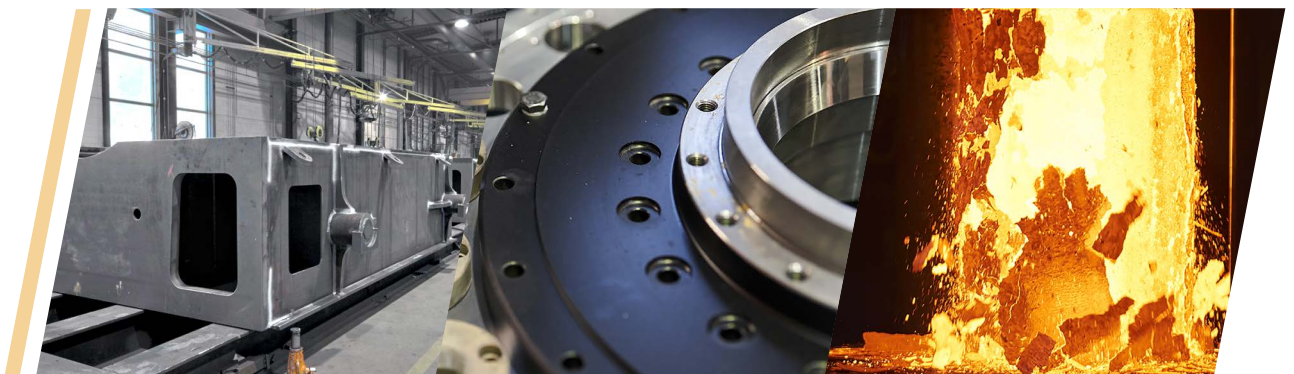


**Half-Year
Financial Report**
1 January–30 June 2025



COMPONENTA

Componenta Corporation's Half-Year Financial Report 1 January–30 June 2025

Net sales and EBITDA improved clearly

January–June 2025

- Net sales totalled EUR 59.7 million (EUR 50.0 million)
- EBITDA was EUR 5.0 million (EUR 1.9 million)
- Adjusted EBITDA was EUR 5.0 million (EUR 1.9 million)
- The operating result was EUR 2.3 million (EUR -0.8 million)
- Cash flow from operating activities was EUR 3.1 million (EUR 1.8 million).

April–June 2025

- Net sales totalled EUR 30.9 million (EUR 26.4 million)
- EBITDA was EUR 2.6 million (EUR 2.1 million)
- Adjusted EBITDA was EUR 2.6 million (EUR 2.1 million)
- The operating result was EUR 1.3 million (EUR 0.7 million)
- Cash flow from operating activities was EUR 4.2 million (EUR 2.6 million).

The information presented in this half-year financial report relates to the development of Componenta Group in January–June 2025 and in the corresponding period in 2024, unless otherwise stated. The figures in this release are unaudited.

Sami Sivuranta, President and CEO:

“Considering the market conditions, the first half of the year went well for Componenta. Our net sales grew and our profitability improved clearly in the second quarter of the year, making it the fourth consecutive quarter in which we improved our performance compared to the comparison period.

The development of our order book is beginning to show signs of a recovery in the market, although the growth of the order book and, consequently, our production volumes were lower than expected. The most significant factors affecting this are the continued exceptionally low demand for agricultural machinery and equipment in Europe, as well as the general market uncertainty maintained by trade policy tensions. When comparing the order books of the review period and the comparison period, it should be noted that at the end of the comparison period, our order book did not include the new business operations we acquired in the fourth quarter of last year.

Our net sales and order book development reflect the strong momentum in the energy and defence equipment industries. Demand for mining machinery has also turned to solid growth. Order volumes in the agricultural machinery industry remain low, with recovery now anticipated in 2026. This is highlighted by the continued low capacity utilisation rate in our foundry business operations. We continued to carry out adjustment measures within our units during the second quarter in response to production utilisation rates.

In the second half of the year, the accumulation of profit is expected to be concentrated in the last quarter, because in accordance with normal seasonal variations, both Componenta's and customers' summer holidays and factory maintenance shutdowns take place in the third quarter.

Market uncertainty arising from the geopolitical situation and potential increases in tariffs has extended our customers' average decision-making time from receiving an offer to accepting the offer,

and has further delayed end customers' investment decisions. At the same time, however, capital expenditure backlog in machinery and equipment is emerging across various industries, which means that our expectations for the development of our order book are positive going forward.

The delivery of equipment for the capital expenditure agreed for the review period was somewhat delayed, and the equipment is expected to be fully operational in the second half of the year. Capital expenditure in production capacity and efficiency development will further improve our capabilities and profitability going forward.

On 17 June 2025, we announced the company's long-term financial targets for 2025–2027 in a stock exchange release. In line with our targets, we aim to accelerate Componenta's growth and improve our profitability both organically and through acquisitions, and to achieve more than EUR 150 million in net sales organically by 2027, with an EBIT margin of more than 5%, as a result of our systematic work and successful new sales. Starting from the 2025 financial year, we aim to distribute one-third of our annual net profit as dividends to our shareholders. We also believe that the market situation will recover clearly in the target period.

The Group's service capability remained at a high level during the second quarter, and our liquidity remained stable throughout the review period. Inflation has stabilised at a moderate level, and the availability of raw materials, electrical energy, other materials and components is currently normal. We are actively monitoring market developments, preparing for the positive development of our order book, and working to ensure the continued reliability of our supply chains.

As a contract manufacturer, we will continue to pursue measures to strengthen our market position, and we are working to be the preferred sustainable total supplier to our customers, with a wide offering."

Order book

Componenta's order book at the end of the review period amounted to EUR 14.2 million (EUR 10.8 million). The order book contains the orders

confirmed to customers for the next two months. The increase in the order book from the previous year was affected by the acquired business operations, new sales secured by Componenta, and a slight recovery in the market.

Net sales

Net sales increased by 19.4% year-on-year to EUR 59.7 million (EUR 50.0 million). The increase in net sales was largely attributable to the new business operations acquired in October 2024, and to a modest recovery in the market. In addition, net sales in the first quarter were boosted by the pricing adjustment introduced mid-2024, which was based on lower order books and utilisation rates. In the second quarter of the review period, net sales were also supported by price increases implemented to offset cost rises stemming from the wage settlement in the industrial sector. Componenta's net sales were divided between customer industries as follows: machine building 34% (41%), the energy industry 23% (11%), agricultural machinery 19% (23%), the defence equipment industry 13% (12%), forestry machinery 6% (7%) and other industries 5% (6%).

Result

The Group's EBITDA increased year-on-year, amounting to EUR 5.0 million (EUR 1.9 million). Adjusted EBITDA also totalled EUR 5.0 million (EUR 1.9 million), as there were no items requiring adjustment during the review period or comparison period. The improvement in EBITDA in the review period was driven by stronger production quality and productivity factors compared with the previous year, the acquired business operations, and the temporary pricing adjustments introduced during last year. Profitability in the comparison period, particularly in the first quarter, was burdened by lower sales volumes, temporarily lower efficiency and quality related to the ramped-up serial production of volume products, and the index development of electricity and main raw materials. In addition, EBITDA for both the review period and the comparison period was burdened by industrial action that took place at the beginning of the year.

Depreciation, amortisation and write-downs in the review period totalled EUR -2.7 million (EUR -2.7

million), of which EUR -1.2 million (EUR -1.1 million) was mainly attributable to leases related to facilities that were capitalised and depreciated in accordance with the IFRS standards. The Group's operating result was EUR 2.3 million (EUR -0.8 million).

The Group's net financial items totalled EUR -1.0 million (EUR -1.2 million). Net financial items decreased slightly from the previous year as a result of lower interest rates, although the volumes of factoring financing increased. The Group's result after financial items was EUR 1.3 million (EUR -2.0 million). Taxes totalled EUR 0.0 million (EUR 0.0 million) for the review period. The Group's net result for the period was EUR 1.3 million (EUR -2.0 million). Basic earnings per share were EUR 0.13 (EUR -0.20) for the review period. Diluted earnings per share were EUR 0.13 (EUR -0.20) for the review period.

Balance sheet, financing and cash flow

At the end of the review period, the Group's cash and cash equivalents totalled EUR 9.1 million (EUR 6.5 million). The Group's liquidity remained at a good level throughout the review period. During the review period, Componenta entered into an agreement on extending and increasing its revolving credit facilities by EUR 1 million. Consequently, the Group had EUR 5.0 million (EUR 4.0 million) in unused and committed revolving credit facilities valid until September 2027. Componenta also entered into an agreement on a new investment loan of EUR 2 million, which remained fully undrawn at the end of the review period. The maturity of the investment loan is four years. The drawdown period for the loan is twelve months from the signing date of 16 April 2025, followed by a repayment period of 36 months, with standard terms and conditions. The investment loan is intended primarily for ordinary machinery and equipment investments required by the business operations. Componenta has a convertible bond arrangement of up to USD 3.0 million with MPL, a US investor, until 31 December 2027. The arrangement remains fully undrawn, and may be used at the sole discretion of the company.

The Group's net cash flow from operations in the review period was EUR 3.1 million (EUR 1.8 million). The change in cash flow was due to higher

profitability than in the comparison period. At the end of the review period, the Group's working capital (including inventories and trade receivables, less trade payables) was EUR 7.4 million (EUR 7.3 million).

At the end of the review period, the company's invested capital stood at EUR 40.4 million (EUR 38.9 million), and the return on investment was 11.6% (-4.0%). The return on equity was 9.7% (-16.2%). The Group's equity ratio stood at 40.5% (40.3%) at the end of the review period. The Group's equity was EUR 27.2 million (EUR 23.6 million). At the end of the review period, net interest-bearing debt totalled EUR 4.1 million (EUR 8.9 million), and net gearing was 15.0% (37.6%). The change in net interest-bearing debt and net gearing was driven by a better cash position and lower interest-bearing debt than in the comparison period.

Componenta Group's total liabilities on 30 June 2025 stood at EUR 41.2 million (EUR 35.4 million). Long-term liabilities amounted to EUR 11.0 million (EUR 12.6 million), and short-term liabilities totalled EUR 30.2 million (EUR 22.8 million). The Group's liabilities included EUR 3.5 million (EUR 4.7 million) in loans from financial institutions. The Group's other debt items included EUR 12.9 million (EUR 8.7 million) in working capital, EUR 9.7 million (EUR 10.7 million) in lease liabilities related to facilities, machinery and equipment, and EUR 15.1 million (EUR 11.3 million) in other liabilities.

Guidance for 2025 unchanged

Componenta expects the Group's net sales and adjusted EBITDA to improve year-on-year. The Group's net sales in 2024 were EUR 97.1 million, and its adjusted EBITDA was EUR 4.9 million.

The development of customers' sales volumes, poor availability of raw materials, increases in the prices of raw materials and electricity, and the general economic situation, labour market situation and competitive climate may affect business outlooks. The development of sales and profitability involves uncertainties because of increased geopolitical tensions. Increasing customs duties may have a negative impact on Componenta's operations indirectly through customers. An unfavourable development of the geopolitical situation may also

have a negative impact on the financial market, sales volumes, the availability and price development of raw materials and electricity, and the availability of foreign labour, all of which increase forecasting uncertainty.

Long-term financial targets

On 17 June 2025, Componenta announced the company's long-term financial targets confirmed by its Board of Directors. These targets are as follows:

- Net sales in excess of EUR 150 million organically in 2027
- An EBIT margin in excess of 5.0% in 2027
- The aim is to distribute one-third of the annual net profit as dividends starting from the financial year 2025
- The aim is to carry out acquisitions to further boost sales growth and profitability.

Capital expenditure

The Group's capital expenditure totalled EUR 1.8 million (EUR 1.4 million). The capital expenditure

consisted mainly of various purchases of machinery and equipment for production operations. The Group's net cash from investing activities was EUR -0.9 million (EUR -0.7 million), which includes the Group's cash flow from capital expenditure in tangible and intangible assets.

Research and development activities

There were no research and development costs, as Componenta engages in contract manufacturing operations.

Personnel

The Group's average number of personnel during the review period was 670 (589), or 676 (622) including leased employees. The Group's average number of personnel at the end of the review period was 666 (593), or 676 (627) including leased employees.

Key figures

	Jan 1–Jun 30, 2025	Jan 1–Jun 30, 2024	Change, %	Jan 1–Dec 31, 2024
Net sales, EUR thousand	59,724	50,007	19.4	97,145
EBITDA, EUR thousand	4,993	1,915	160.8	7,854*
Adjusted EBITDA, EUR thousand	4,993	1,915	160.8	4,930
Operating result, EUR thousand	2,320	-794	392.4	2,562*
Operating result, %	3.9	-1.6	344.8	2.6*
Result after financial items, EUR thousand	1,283	-1,989	164.5	204
Net result, EUR thousand	1,283	-1,989	164.5	204
Basic earnings per share, EUR	0.13	-0.20	164.5	0.02
Diluted earnings per share, EUR	0.13	-0.20	162.3	0.02
Cash flow from operating activities, EUR thousand	3,124	1,832	70.5	8,232
Interest-bearing net debt, EUR thousand	4,069	8,876	-54.2	5,472
Net gearing, %	15.0	37.6	-60.2	21.2
Return on equity, %	9.7	-16.2	159.8	0.8
Return on investment, %	11.6	-4.0	388.8	6.6
Equity ratio, %	40.5	40.3	0.4	41.3
Capex incl. lease liabilities, EUR thousand	1,766	1,356	30.2	6,732
Number of personnel at the end of the period**	676	627	7.9	689
Average number of personnel***	676	622	8.8	639
Order book, EUR thousand****	14,196	10,807	31.4	16,682

* The EBITDA and operating result for the financial year 2024 includes a non-recurring income of EUR 2.9 million from non-operating activities from the acquisition of the Kalajoki factory and Sepänkylä machining and service center businesses.

** Number of personnel at the end of the period includes leased workers.

*** Average number of personnel during the period includes leased workers.

**** Order book at the end of the period.

Risks and business-related uncertainties

The most significant risks related to Componenta's business operations are risks associated with the operating environment (competitive situation, prices, commodities and the environment), risks related to business operations (customers, suppliers, productivity, production processes, labour market disruptions, contracts, product liability, personnel and information security) and financing risks (availability, liquidity, counterparty, currency, interest rate and credit).

The availability of certain raw materials such as recycled steel, pig iron, structural steel, aluminium and energy at competitive prices, as well as the uninterrupted supply of energy, is essential for the Group's business operations. Market prices for electricity remained at a reasonable level on average during the review period, although the price variation is very high on a daily and hourly basis.

Because of increased geopolitical tensions, the availability of raw materials and other materials may involve uncertainties in Componenta's operational activities. In addition, global challenges with the availability of certain components for customers may lead to production disruptions in our end-customers' plants and thereby affect Componenta's sales volumes in the short term. However, from Componenta's point of view, the situation is stable at the moment.

To ensure the availability of raw materials and other materials, Componenta actively engages in discussions with its suppliers, continuously updates its needs forecast and optimises its inventory levels to meet longer-term demand, closely monitors the situation of its suppliers and market changes, and responds to these changes as necessary.

Componenta has no significant and immediate risk concentrations related to Russia, Ukraine or the Middle East among its customers or suppliers of goods. Componenta has no operations of its own in Russia, Ukraine or the Middle East. The Russian war of aggression has had an impact on

the general price development and availability of raw materials such as structural steel and pig iron, and on the development of energy prices. The war has had an indirect impact on the supply chains of Componenta's manufacturers of steel materials and wholesalers through the price development and availability of iron ore and coal, for example. The continuation of the wars and an unfavourable development of the geopolitical situation can continue to have a negative impact on the financial market, sales volumes, the availability and price development of raw materials and energy and the availability of foreign labour, which increases uncertainty in terms of forecasts. Any increases in import duties may have an adverse impact on Componenta's business operations both directly through purchases of raw materials and other materials and indirectly through customers. Componenta delivers hardly any components directly to the United States.

The cost risk associated with raw materials is mainly managed through index-based price agreements, based on which the sales prices of products are updated in response to changes in the prices of raw materials for the next quarter. An increase in raw material prices may tie up more cash than expected into working capital. In terms of commercial risks, future volumes may be weakened by customers switching to cheaper alternatives due to price competition.

Componenta's business operations depend on the reliability of production plants, supply and delivery channels and the related processes and systems. Componenta is also closely monitoring developments in the labour market. The quality, accuracy and availability of information are extremely important, as information technology plays a significant role in the operations of Componenta and its suppliers and customers. If materialised, IT and cybersecurity risks may expose Componenta to disruptions and interruptions in operations and the loss or distortion of data, which may lead to interruptions in product availability. Componenta pays close attention to cybersecurity risks and monitors its customers' situations and notifications.

Componenta continuously monitors the liquidity and counterparty risk. The financing of the company's business operations is based on income financing, factoring arrangements, committed loans from financial institutions, revolving credit facilities in force until September 2027 and the convertible bond arrangement established in May 2024. Any termination or non-renewal of factoring arrangements or revolving credit facilities can create uncertainties for Componenta's liquidity. It is the company's view that the Group will continue to have access to debt financing from the market if necessary. In addition, if materialised, the counterparty risk may cause uncertainties in terms of Componenta's liquidity. The Group's liquidity was at a good level at the end of the review period. During the review period, Componenta entered into an agreement on extending and increasing its revolving credit facilities by EUR 1 million. Consequently, the Group had EUR 5.0 million (EUR 4.0 million) in unused and committed revolving credit facilities. Componenta also entered into an agreement on a new investment loan of EUR 2 million, which remained fully undrawn at the end of the review period. Componenta has a convertible bond arrangement of up to USD 3.0 million with MPL, a US investor, until 31 December 2027. The arrangement remains fully undrawn, and may be used at the sole discretion of the company.

Componenta's revolving credit facilities and working capital loans include the following financial covenants: net interest-bearing debt / rolling 12-month EBITDA no higher than 3.0, and an equity ratio of at least 25%. In accordance with the agreed terms, the covenants are reviewed semi-annually on 30 June and 31 December, and are valid for as long as the liability or amount related to the loan agreements is outstanding or undrawn. At the end of the review period on 30 June 2025, Componenta's financial situation fulfilled all the covenants included in the loan agreements. Unfavourable EBITDA development over a rolling 12-month period can cause a covenant breach.

Flagging notifications

Componenta received no flagging notifications during the review period.

Resolutions of the Annual General Meeting and the Board of Directors

Componenta Corporation's Annual General Meeting (AGM) was held in Vantaa on 23 April 2025. The AGM adopted the financial statements and consolidated financial statements for 2024 and discharged the members of the Board of Directors and the CEO from liability for the 2024 financial year (1 January to 31 December 2024). In accordance with the Board of Directors' proposal, the AGM decided that no dividend be paid based on the balance sheet confirmed for the financial year that ended on 31 December 2024.

The AGM decided that the Board of Directors consists of four (4) members. The Annual General Meeting re-elected Tomas Hedenborg, Anne Koutonen, Harri Suutari and Lars Wrebo as members of the Board. The AGM decided that the annual remuneration payable to the Chair of the Board of Directors would be EUR 50,000, and that the annual remuneration payable to other members of the Board would be EUR 30,000, in accordance with the proposal of the Shareholders' Nomination Board. The members of any committees of the Board of Directors will be paid an annual remuneration of EUR 5,000. In addition, Board members who live outside Finland and travel to Finland for a meeting will be paid a fee of EUR 1,000 per meeting. At its inaugural meeting after the AGM, the Board of Directors elected Harri Suutari as Chair of the Board and Anne Koutonen as Vice Chair of the Board.

The AGM elected the audit firm PricewaterhouseCoopers Oy as the company's auditor, with Ylva Eriksson, Authorised Public Accountant, as the principal auditor. BDO Oy, an authorised sustainability audit firm, was elected as the company's sustainability auditor, with Laura Castrén, APA, as the principal sustainability auditor.

The AGM authorised the Board of Directors to decide on share issues in one or several instalments as follows: Share issues can be executed by offering new shares or transferring treasury shares held by the company. The total number of shares to be issued or transferred under the authorisation may not exceed 961,563 shares, which correspond to

around 9.9% of all the shares in the company. The new shares may be issued and the treasury shares held by the company may be transferred for consideration or without consideration.

The Board of Directors will decide on all the terms and conditions of the issue of new shares and the transfer of the company's own shares. Based on the authorisation, the Board of Directors may also decide on a share issue in deviation from the pre-emptive subscription right of the shareholders (directed issue) subject to conditions mentioned in the Finnish Limited Liability Companies Act. The authorisation also includes the right to decide on the issue of new shares to the company itself without consideration. For example, the Board of Directors may use the authorisation as compensation in acquisitions, to develop capital structure, to broaden the ownership base, to acquire assets related to the company's business operations or to finance or carry out other business transactions, or for other purposes decided by the Board of Directors. However, the authorisation may not be used for the implementation of incentive programmes for the company's management or key personnel.

The authorisation is valid until the end of the next Annual General Meeting, but no longer than until 30 June 2026. For the sake of clarity, it is stated that the authorisation does not revoke the authorisation granted to the Board of Directors at the Annual General Meeting on 13 April 2023 to decide on the issue of shares and special rights entitling their holders to shares for incentive schemes, under which a maximum of 400,000 shares may be issued. However, the authorisation revokes other previous unused authorisations to issue shares.

In accordance with the proposal of the Board of Directors, the Annual General Meeting decided to make technical amendments to sections 8 and 11 of the Articles of Association. The amendments were made in preparation for the planned easing of sustainability reporting regulations, enabling the election of a sustainability auditor when deemed necessary.

Board of Directors and management

Until 23 April 2025, Componenta's Board of Directors consisted of Harri Suutari (Chair), Anne Koutonen (Vice Chair), Tomas Hedenborg, Petteri Walldén and Lars Wrebo. Since 23 April 2025, Componenta's Board of Directors has consisted of Harri Suutari (Chair), Anne Koutonen (Vice Chair), Tomas Hedenborg and Lars Wrebo. The Board members' term of office ends at the close of the next AGM.

Throughout the review period, the Group's Corporate Executive Team consisted of the following members: Sami Sivuranta, President and CEO; Marko Karppinen, CFO; Pasi Mäkinen, COO; and Hanna Seppänen, General Counsel.

Share capital and shares

The shares of Componenta Corporation are listed on the Nasdaq Helsinki. The average share price during the review period was EUR 4.06 (EUR 2.67). The lowest price was EUR 2.63 (EUR 2.12), and the highest was EUR 5.68 (EUR 3.55). The quoted price at the end of the review period was EUR 3.94 (EUR 3.08). The market value of all shares in the company at the end of the review period was EUR 38.3 million (EUR 29.9 million), and the volume of shares traded during the review period year was 31.6% (13.5%) of all shares in the company. Componenta Corporation's share capital was EUR 1.0 million (EUR 1.0 million) at the end of the review period. The total number of shares in the company was 9,725,957 (9,712,757) at the end of the review period. During the review period, the total number of shares increased as a result of share subscriptions made under Componenta Corporation's 2018C option rights. The company had 8,030 (7,008) shareholders at the end of the review period.

Option rights

On 13 April 2023, Componenta Corporation's Board of Directors decided to start a new option programme for key personnel of Componenta Corporation and its subsidiaries in line with the authorisation granted by the Annual General Meeting on 13 April 2023.

The share subscription price using 2023C option rights is EUR 3.97 per share, which is the volume-weighted average price of the company's share on Nasdaq Helsinki Ltd between 17 April and 19 May 2025. The subscription price of shares subscribed for using 2023C option rights will be reduced by the amount of return of share capital per share and the amount of dividends distributed by the company and return of equity distributed from the unrestricted equity reserve per share. A maximum of 133,326 new shares in the company or shares held by the company can be subscribed for using 2023C option rights. The subscription period for shares to be subscribed for using 2023C option rights will run from 1 June 2028 to 31 May 2030.

The theoretical market value of a 2023C option right is around EUR 1.65. The total theoretical market value of the option rights is around EUR 219,987. The theoretical market value of option rights has been calculated applying the Black-Scholes model under the following assumptions: share price EUR 3.82; share subscription price EUR 3.97 under an option right; risk-free interest rate 2.20%; option right validity around 5 years; and volatility 48.01%.

In addition, at the end of the review period, Componenta had three previously approved option programmes: 2023B, 2023A and 2018C. There were a total of 133,326 option rights under the 2023B programme, of which none were held by the company. The share subscription price under the 2023B programme is EUR 2.35, and each option entitles its holder to subscribe for one Componenta share. The subscription period for shares under the 2023B programme is from 1 June 2027 to 31 May 2029. The total number of options granted under the 2023A programme was 133,348, with none held

by the company. The share subscription price under the 2023A programme is EUR 3.00, and each option entitles its holder to subscribe for one Componenta share. The subscription period for shares under the 2023A programme runs from 1 June 2026 to 31 May 2028. There were a total of 69,862 option rights under the 2018C programme, of which 11,100 were held by the company. The share subscription price under the 2018C programme is EUR 3.03, and each option entitles its holder to subscribe for two Componenta shares. The subscription period for shares under the 2018C programme runs from 1 December 2023 to 30 November 2025.

During the review period, a total of 6,600 option rights under the 2018C programme were exercised, resulting in the subscription of 13,200 new shares in the company. The target group of all the option programmes consists of around 15 key people, including the members of the Group Corporate Executive Team.

Alternative performance measure

Componenta reports adjusted EBITDA as an alternative performance measure. Adjusted EBITDA reflects genuine operational profitability, excluding non-recurring items, as a basis for performance management and improves the comparability of reporting periods. Adjusted EBITDA does not include income or expenses generated as a result of corporate or structural arrangements. Componenta has reported adjusted EBITDA since the fourth quarter of 2024 as a result of a one-off transaction implemented during that period. In January–June 2025 and the comparison period (January–June 2024), the adjusted EBITDA equalled the EBITDA for the respective periods.

Helsinki 23 July 2025

COMPONENTA CORPORATION
Board of Directors

Half-year financial report tables

Accounting principles

Componenta Corporation's half-year financial report for January–June 2025 has been prepared in line with IAS 34 Interim Financial Reporting, and should be read in conjunction with Componenta's financial statements for 2024, published on 28 March 2025. Componenta has applied standard changes and interpretations relevant to Componenta that came into force during the review period. The IFRS accounting standards that entered into force in 2025 and their changes did not have a significant impact on the half-year financial report. The half-year financial report is unaudited.

Accounting principles requiring the management's judgement

When preparing the half-year financial report in accordance with the International Financial Reporting Standards, the management needs to make estimates and assumptions concerning the future. The estimates and assumptions that involve a significant risk of material changes in the carrying amounts of assets and liabilities during the next 12 months are presented below.

Componenta's half-year financial report have been prepared based on the principle of going concern. When evaluating the going concern, Componenta has analyzed the liquidity risk and the adequacy of funding. When evaluating the adequacy of the financing, Componenta's management has taken into account, among other things, the points described in the next paragraph.

Componenta's sales volumes are at a good level despite the risks caused by the Russian war of aggression, the intensified geopolitical situation and tensions regarding trade policy. Short-term, temporarily weakened order books have been successfully responded to with timely and sufficient adjustment measures. There have been no disruptions or restrictions in the availability of electricity and, based on the indices, changes in the price of electricity are transferred to customer

prices in an average of three months. At the end of the review period, the Group's cash and cash equivalents totalled EUR 9.1 million (EUR 6.5 million). The Group's liquidity was at a good level. During the review period, Componenta agreed to extend and increase revolving credit facilities by EUR 1 million, resulting in unused and binding credit commitments of EUR 5.0 million (EUR 4.0 million) at the end of the review period. Componenta also agreed on a new EUR 2 million investment loan during the review period, which was completely undrawn at the end of the review period. In addition, Componenta has a convertible bond facility with the US investor MPL, available at the company's sole discretion and fully unused, with a maximum of USD 3.0 million until December 31, 2027. Componenta's net liabilities were EUR 4.1 million (EUR 8.9 million). According to the company's understanding, the Group can also obtain debt financing from the market if necessary. The management has analyzed the companies' cash flow forecasts for the next 12 months.

In addition to assessing the going concern principle, the management has made other significant estimates and assumptions in determining the valuation of assets in the half-year financial report, such as investment properties, goodwill, tangible and intangible assets and inventories, as well as the realisability of deferred tax receivables and contingent liabilities. The management has also assessed the impact of high inflation and market interest rates on the preparation of the half-year financial report and on the valuations of the above-mentioned assets. The management has also assessed accounts receivables. The management has assessed the situation in terms of both the company's own industry and the overall economic situation. The assessment did not have a material impact on the credit loss provision in the half-year financial report. Componenta regularly updates its credit loss provision. Componenta continuously assesses the impact related to Russian war of aggression, the intensified geopolitical situation and tensions regarding trade policy on its financial reporting. Componenta closely monitors market development and its customers' situation and adjusts

its operations accordingly. The management has assessed any indications of impairment of assets and reversal of impairments. These estimates and assumptions involve risks and uncertainty, and it is therefore possible that these forecasts will change when the circumstances change, which may affect the recoverable amount of assets. More information about annual impairment testing is provided in the notes to the 2024 financial statements published on 28 March 2025.

In addition, the management's judgement has been applied to determining the balance sheet value of a piece of equipment acquired by Componenta Manufacturing Oy and the related liability. The valuation of the asset and the financial liability has been affected by an estimate of the operating hours of the equipment over the next 10 years, and by the effective interest method.

Consolidated income statement

EUR thousand	Jan 1-Jun 30, 2025	Jan 1-Jun 30, 2024	Jan 1-Dec 31, 2024
Net sales	59,724	50,007	97,145
Other operating income	282	343	3,486*
Operating expenses	-55,013	-48,435	-92,777
EBITDA	4,993	1,915	7,854*
% of net sales	8.4%	3.8%	8.1%
Depreciation, amortization and write-downs	-2,673	-2,708	-5,292
Operating result	2,320	-794	2,562
% of net sales	3.9%	-1.6%	2.6%
Financial income and expenses	-1,037	-1,196	-2,358
Result after financial items	1,283	-1,989	204
% of net sales	2.1%	-4.0%	0.2%
Income taxes	0	0	0
Net result for the financial period	1,283	-1,989	204
Allocation of net result for the period			
To equity holders of the parent	1,283	-1,989	204
Earnings per share calculated on result attributable to the shareholders of the parent company			
- Basic earnings per share, EUR	0.13	-0.20	0.02
- Diluted earnings per share, EUR	0.13	-0.20	0.02

* The EBITDA for the financial year 2024 includes a non-recurring income of EUR 2.9 million from non-operating activities recorded in the last quarter of 2024 from the acquisition of the Kalajoki factory and Sepänkylä machining and service center businesses.

Consolidated statement of comprehensive income

EUR thousand	Jan 1-Jun 30, 2025	Jan 1-Jun 30, 2024	Jan 1-Dec 31, 2024
Net result	1,283	-1,989	204
Total comprehensive income	1,283	-1,989	204
Allocation of total comprehensive income			
To equity holders of the parent	1,283	-1,989	204

Consolidated statement of financial position

EUR thousand	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Assets			
Non-current assets			
Intangible assets	1,431	1,753	1,574
Goodwill	3,225	3,225	3,225
Tangible assets	32,509	30,007	32,973
Receivables	360	450	360
Total non-current assets	37,525	35,435	38,132
Current assets			
Inventories	16,330	12,432	13,994
Trade and other receivables	5,407	4,620	2,584
Cash and cash equivalents	9,123	6,455	8,703
Total current assets	30,861	23,508	25,281
Total assets	68,386	58,943	63,412

EUR thousand	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	1,000	1,000	1,000
Other equity	26,213	22,588	24,831
Equity attributable to equity holders of the parent company	27,213	23,588	25,831
Shareholders' equity	27,213	23,588	25,831
Liabilities			
Non-current liabilities			
Interest-bearing liabilities	9,701	12,005	10,697
Non-interest bearing liabilities	1,242	584	946
Provisions	14	14	14
Total non-current liabilities	10,957	12,603	11,657
Current liabilities			
Interest bearing liabilities	3,492	3,326	3,478
Non-interest bearing liabilities	26,412	19,068	22,088
Provisions	313	357	358
Total current liabilities	30,216	22,751	25,924
Total liabilities	41,173	35,355	37,581
Total shareholders' equity and liabilities	68,386	58,943	63,412

Condensed consolidated cash flow statement

EUR thousand	Jan 1–Jun 30, 2025	Jan 1–Jun 30, 2024	Jan 1–Dec 31, 2024
Cash flow from operating activities			
Result after financial items	1,283	-1,989	204
Depreciation, amortization and write-downs	2,673	2,708	5,292
Net financial income and expenses	1,037	1,196	2,358
Other income and expenses, adjustments to cash flow	-24	15	-2,573*
Change in net working capital	-837	1,029	5,193
Cash flow from operations before financing and income taxes	4,132	2,959	10,474
Interest received and paid and dividends received	-1,008	-1,123	-2,242
Net cash flow from operating activities	3,124	1,836	8,232
Cash flow from investing activities			
Capital expenditure in tangible and intangible assets	-966	-728	-3,187
Sale of tangible and intangible assets	91	11	18
Net cash flow from investing activities	-875	-717	-3,168
Cash flow from financing activities			
Convertible bond issue	0	-97	-97
Repayment of lease liabilities	-1,229	-993	-2,090
Repayment of current loans	-600	-850	-1,450
Draw-down of non-current loans	0	2,000	2,000
Net cash flow from financing activities	-1,829	60	-1,637
Change in liquid assets	420	1,178	3,426
Cash and cash equivalents at the beginning of the period	8,703	5,277	5,277
Cash and cash equivalents at the period end	9,123	6,455	8,703

* Other income and expenses, adjustments to cash flow for the financial year 2024 consist mainly of income from the acquisition of the Kalajoki factory and Sepänkylä machining and service center businesses.

Statement of changes in consolidated shareholders' equity

EUR thousand	Share capital	Unrestricted equity reserve	Other reserves	Retained earnings	Shareholders' equity total
Shareholders' equity Jan 1, 2025	1,000	17,010	2,507	5,314	25,831
Net result				1,283	1,283
Total comprehensive income	0	0	0	1,283	1,283
Transaction with owners:					
Option and share-based compensation		40		59	99
Transactions with owners, total	0	40	0	59	99
Shareholders' equity Jun 30, 2025	1,000	17,050	2,507	6,656	27,213

EUR thousand	Share capital	Unrestricted equity reserve	Other reserves	Retained earnings	Shareholders' equity total
Shareholders' equity Jan 1, 2024	1,000	17,010	2,507	5,033	25,550
Net result				-1,989	-1,989
Total comprehensive income	0	0	0	-1,989	-1,989
Transaction with owners:					
Option and share-based compensation				28	28
Transactions with owners, total	0	0	0	28	28
Shareholders' equity Jun 30, 2024	1,000	17,010	2,507	3,072	23,588

Net sales

Componenta Corporation is an international technology group and Finland's leading contract manufacturer in the engineering industry. Componenta and its predecessors have more than 200 years of experience in metal processing, method design, product development co-operation and various manufacturing methods, as well as their development. The Group's operational functions are located in Finland. Componenta's technology portfolio is extensive. The Group manufactures both cast and machined metal components as well as

forgings, pipe products, plate sections and welded structures. Componenta's business model is built on long-term customer relationships. The Group's customers are global machine and equipment manufacturers. Componenta's production is focused on serving the customer flexibly, especially in short and medium-sized production series. The wide range of production units covers sizes ranging from hundreds of grams to thousands of kilograms, volumes available from pieces to tens of thousands of series, and many different material options.

Net sales by market area

EUR thousand	Jan 1-Jun 30, 2025	Jan 1-Jun 30, 2024	Jan 1-Dec 31, 2024
Finland	48,599	41,028	81,090
Sweden	7,248	5,009	10,517
Germany	1,481	926	1,496
Other European countries	2,109	2,841	3,649
Other countries	235	226	417
Eliminations/adjustments	52	-22	-24
Total	59,724	50,007	97,145

Country-specific net sales reflect the destination where goods have been delivered.

Net sales by business area

%	Jan 1-Jun 30, 2025	Jan 1-Jun 30, 2024	Jan 1-Dec 31, 2024
Machine building	34	41	39
Energy industry	23	11	14
Agricultural machinery	19	23	20
Defence equipment industry	13	12	15
Forestry machinery	6	7	7
Other industries	5	6	5
Total	100	100	100

Net sales by customer

Componenta has three significant customers who account for more than 10% of the Group's net sales. The customers' share of the Group's net sales is 18.3% (23.4%), 17.1%, and 12.6% (11.0%).

Changes in tangible assets

EUR thousand	Jan 1–Jun 30, 2025	Jan 1–Jun 30, 2024	Jan 1–Dec 31, 2024
Acquisition cost at the beginning of the period	152,705	146,060	146,060
Additions	1,762	1,307	6,664*
Disposals and transfers between items	247	143	-18
Acquisition cost at the end of the period	154,714	147,510	152,705
Accumulated depreciation at the beginning of the period	-119,733	-115,086	-115,086
Depreciations, amortizations and write-downs during the period	-2,472	-2,417	-4,647
Accumulated depreciation at the end of the period	-122,205	-117,503	-119,733
Carrying amount at the end of the period	32,509	30,007	32,973

* Additions to tangible assets in 2024 include the businesses acquired in Kalajoki and Sepänkylä during the financial year.

Changes in intangible assets

EUR thousand	Jan 1–Jun 30, 2025	Jan 1–Jun 30, 2023	Jan 1–Dec 31, 2024
Acquisition cost at the beginning of the period	23,004	22,919	22,919
Additions	4	50	68
Disposals and transfers between items	18	-	17
Acquisition cost at the end of the period	23,026	22,968	23,004
Accumulated depreciation at the beginning of the period	-21,429	-20,924	-20,924
Depreciations, amortizations and write-downs during the period	-165	-291	-506
Accumulated depreciation at the end of the period	-21,594	-21,215	-21,429
Carrying amount at the end of the period	1,431	1,753	1,574

Goodwill

EUR thousand	Jan 1–Jun 30, 2025	Jan 1–Jun 30, 2023	Jan 1–Dec 31, 2024
Acquisition cost at the beginning of the period	3,225	3,225	3,225
Carrying amount at the end of the period	3,225	3,225	3,225

Changes in right-of-use assets

EUR thousand	Jan 1–Jun 30, 2025	Jan 1–Jun 30, 2024	Jan 1–Dec 31, 2024
Acquisition cost at the beginning of the period	9,228	10,100	10,063
Additions	800	628	1,165
Transfers between items	15	170	221
Depreciations	-1,193	-1,071	-2,222
Carrying amount at the end of the period	8,850	9,827	9,228

Values of financial assets and liabilities

Jun 30, 2025, EUR thousand	Financial assets and liabilities measured at fair value through profit and loss	Financial assets and liabilities measured at amortised cost	Financial assets and liabilities measured at fair value through other comprehensive income	Lease liabilities	Total
Non-current assets					
Other receivables		90			90
Current assets					
Cash and cash equivalents		9,123			9,123
Accounts receivables		4,019			4,019
Total financial assets		13,232			13,232
Non-current liabilities					
Loans from financial institutions		2,282			2,282
Lease liabilities				7,417	7,417
Other loans		2			2
Trade payables and advances received		119			119
Current liabilities					
Loans from financial institutions		1,191			1,191
Lease liabilities				2,299	2,299
Other loans		2			2
Trade payables and advances received		12,984			12,984
Total financial liabilities		16,579		9,715	26,295

Jun 30, 2024, EUR thousand	Financial assets and liabilities measured at fair value through profit and loss	Financial assets and liabilities measured at amortised cost	Financial assets and liabilities measured at fair value through other comprehensive income	Lease liabilities	Total
Non-current assets					
Other receivables		181			181
Current assets					
Cash and cash equivalents		6,455			6,455
Accounts receivables		3,554			3,554
Total financial assets		10,190			10,190
Non-current liabilities					
Loans from financial institutions		3,465			3,465
Lease liabilities				8,540	8,540
Other loans		0			0
Trade payables and advances received		175			175
Current liabilities					
Loans from financial institutions		1,188			1,188
Lease liabilities				2,138	2,138
Other loans		0			0
Trade payables and advances received		8,732			8,732
Total financial liabilities		13,559		10,679	24,238

The fair values of financial assets and liabilities are materially similar to their carrying amounts.

The Group's financial assets are initially classified in the following categories: assets measured at amortised cost, at fair value through profit and loss or at fair value through other comprehensive income. When assessing the expected impairment for financial assets measured at amortised cost, the expected credit losses are measured and recognised based on aging classification. Financial liabilities are classified in the following categories: financial liabilities at fair value through profit and loss, lease liabilities and financial liabilities at amortised cost.

Componenta has also assessed the impact of the Russian war of aggression, the intensified geopolitical situation and trade political tensions regarding the

most significant financial risks. From Componenta's point of view the greatest impact has been on the financing risk and liquidity risk.

Loans are initially recognised at fair value and valued thereafter at amortised cost using the effective interest rate method. Substantial transaction costs are taken into account when calculating the acquisition cost.

Cash and cash equivalents include cash in hand and cash in bank accounts as well as short-term bank deposits.

The Group does not have derivative financial instruments on which hedge accounting would be applied.

Contingent liabilities

EUR thousand	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Business mortgages			
For own debts	13,800	11,500	11,500
Real-estate mortgages			
For own debts	2,000	0	0
Other leasing commitments	368	438	347
Other commitments	68	68	68
Total	16,236	12,006	11,915

Secured liabilities

EUR thousand	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Liabilities secured with pledges, real estate or business mortgages			
Loans from financial institutions	3,473	4,653	4,064

Related party transactions

Componenta Group's related parties include the parent company, subsidiaries, company management, Board of Directors and management's and Board of Directors' related parties. The company management consists of the CEO and Executive Board. Management's and Board of Directors' related parties consist of their immediate family and closely associated parties.

Componenta did not have any abnormal transactions with related parties during the review period in 2025 nor during the reference period in 2024. Intra-group transactions have been eliminated from the Group's financial figures. Salaries and remunerations paid to the management are presented annually in the consolidated financial statements.

Group development

Group development by quarter

EUR thousand	Q2/25	Q1/25	Q4/24	Q3/24	Q2/24	Q1/24
Net sales	30,877	28,847	26,886	20,252	26,441	23,566
EBITDA	2,615	2,377	4,716	1,223	2,066	-152
Adjusted EBITDA	2,615	2,377	1,792	1,223	2,066	-152
Operating result	1,263	1,057	3,450	-94	735	-1,529
Net financial items	-500	-537	-592	-570	-647	-548
Result after financial items	764	520	2,857	-664	88	-2,077

Order book at period end

EUR thousand	Q2/25	Q1/25	Q4/24	Q3/24	Q2/24	Q1/24
Order book	14,196	17,438	16,682	13,918	10,807	15,768

Key figures

	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Equity ratio, %	40.5	40.3	41.3
Equity per share, EUR	2.80	2.43	2.66
Invested capital at period end, EUR thousand	40,405	38,919	40,006
Return on investment, %	11.6	-4.0	6.6
Return on equity, %	9.7	-16.2	0.8
Net interest-bearing debt, EUR thousand	4,069	8,876	5,472
Net gearing, %	15.0	37.6	21.2
Order book, EUR thousand	14,196	10,807	16,682
Capital expenditure excl. lease liabilities, EUR thousand	966	728	5,567
Capital expenditure incl. lease liabilities, EUR thousand	1,766	1,356	6,732
Capital expenditure incl. lease liabilities, % of net sales	3.0	2.7	6.9
Average number of personnel during the period	670	589	614
Average number of personnel during the period, incl. leased personnel	676	622	639
Number of personnel at period end	666	593	681
Number of personnel at period end, incl. leased personnel	676	627	689
Share of export and foreign activities in net sales, %	18.6	18.0	16.5
Contingent liabilities, EUR thousand	16,236	12,006	11,915

Per Share Data	Jun 30, 2025	Jun 30, 2024	Dec 31, 2024
Basic earnings per share, EUR	0.13	-0.20	0.02
Diluted earnings per share, EUR	0.13	-0.20	0.02
Cash flow per share, EUR	0.32	0.19	0.85

Calculation of key financial ratios

Effective dividend yield, %	= $\frac{\text{Dividend per share} \times 100}{\text{Market share price at period end}}$
P/E multiple	= $\frac{\text{Market share price at period end}}{\text{Basic earnings per share}}$
Net interest bearing debt, EUR	= Interest bearing liabilities + preferred capital notes - cash and bank accounts
EBITDA, EUR	= Operating profit + Depreciation, amortization and write-downs +/- Share of the associated companies' result
Net gearing, %	= $\frac{\text{Net interest bearing liabilities} \times 100}{\text{Shareholders' equity, preferred capital notes excluded} + \text{non-controlling interest}}$
Adjusted EBITDA, EUR	= Operating profit + Depreciation, amortization and write-downs +/- Share of the associated companies' result +/- items affecting comparability
Return on equity, % (ROE)	= $\frac{\text{Profit (Group) after financial items} - \text{income taxes} \times 100}{\text{Shareholders' equity without preferred capital notes} + \text{non-controlling interest (starting \& closing balance average)}}$
Equity per share, EUR	= $\frac{\text{Shareholders' equity, preferred capital notes excluded}}{\text{Number of shares at period end}}$
Equity ratio, %	= $\frac{\text{Shareholders' equity, preferred capital notes excluded} + \text{non-controlling interest} \times 100}{\text{Balance sheet total} - \text{advances received}}$
Market capitalization, EUR	= Number of shares x market share price at period end
Average trading price, EUR	= $\frac{\text{Trading volume}}{\text{Number of shares traded during the financial period}}$
Dividend per share, EUR	= $\frac{\text{Dividend}}{\text{Number of shares at period end}}$
Payout ratio, %	= $\frac{\text{Dividend} \times 100}{\text{Earnings (as in Basic earnings per share)}}$
Cash flow per share, EUR (CEPS)	= $\frac{\text{Net cash flow from operating activities}}{\text{Average number of shares during the financial period}}$
Return on investment, % (ROI)	= $\frac{\text{Profit (Group) after financial items} + \text{interest and other financial expenses} \times 100}{\text{Shareholders' equity} + \text{interest bearing liabilities (starting \& closing balance average)}}$
Basic earnings per share, EUR (EPS)	= $\frac{\text{Profit after financial items} - \text{income taxes} +/- \text{non-controlling interest}}{\text{Average number of shares during the financial period}}$
Earnings per share with dilution, EUR	= As above, the number of shares has been increased with the possible warrants outstanding. When calculating the dilution effect of warrants, the number of shares has been adjusted with the number of own shares which the company could have acquired, if it would have used the funds generated from the warrants to buy back of own shares at market price (= average trading price). After tax interest expense of the possible convertible loan has been added to the profit of the period. Number of shares that can be subscribed by the loan has been added to the number of total shares.



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