STATE JOINT STOCK COMPANY “RIGA INTERNATIONAL AIRPORT"

Unaudited Condensed Interim Statement

for a period of 6 months until 30 June 2025

Prepared in accordance with International Accounting Standard No. 34 "Interim Financial Reporting" as adopted by the European Union

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General information

Name of the company	Riga International Airport
Legal status	State Joint Stock Company
Unified registration number, place and date of registration	40003028055 Riga, 30 September 1991
Place and date of re-registration with the Commercial Registry	Riga, 10 September 2004
Registered office	Mārupes novads, Lidosta „Rīga” 10/1 Latvia, LV-1053
Core business	Aircraft, passenger, and cargo servicing, aerodrome maintenance, and other services
Shareholder	Ministry of Transport of the Republic of Latvia (100%) 3 Emīlijas Benjamiņas Street, Riga, Latvia, LV-1743
Corporate governance	Shareholders' meeting, Supervisory Board and Board
Supervisory Board	Juris Kanels – Chairman of the Supervisory Board Elīna Salava – Member of the Supervisory Board
Board	Laila Odiņa – Chairperson of the Board Normunds Feierbergs – Member of the Board Artūrs Saveļjevs – Member of the Board
Financial period	1 January 2025 – 30 June 2025

Management Report

Service volumes

In the first quarter of 2025, SJSC “Riga International Airport” (hereinafter – the Airport or RIX Riga Airport) continued to experience a steady increase in passenger numbers compared to the same period in the previous year. In the first half of 2025, the Airport served 3.313 million passengers, which is a 5% increase compared to the corresponding period in 2024. The share of transit passengers during this period was 20%. The share of direct passengers served at the Airport was 80%, and their number in the first half of 2025 exceeded the pre-pandemic level of 2019.

The total number of flights reached 30 thousand, which is 3% more than in the first half of 2024, but less than initially planned. The number of flights was affected by the reduction in the summer flight programs of carriers airBaltic and Ryanair in 2025.

The volume of air cargo handled in the first half of 2025 was 9.2 thousand tons, which is a 9% increase compared to the first half of 2024. The overall growth in air cargo volume was driven by an increase in cargo transported on regular passenger flights, as well as an increase in the volume of regular cargo transport programs. Additional volumes were also provided by flights to the Airport operated by Uzbekistan’s airline “Fly Khiva”.

The war in Ukraine, military conflicts in the Middle East, and the related sanctions and airspace closures continue to have a significant impact on the volume of services provided, especially in terms of aviation cargo transport and the number of transit passengers.

At the beginning of 2025, the Airport’s largest client, AS “Air Baltic Corporation”, announced a planned reduction in the number of flights for the summer season of 2025. The Airport has conducted an impact assessment of the reduced volumes and plans to transport the same number of passengers in 2025 as in 2024.

Economic performance

In the first six months of 2025, Riga Airport's turnover was EUR 38.2 million, which is a 6.5% increase compared to the corresponding period in 2024. Revenue from aviation services amounted to EUR 22.2 million, exceeding the previous year's six-month result by 7.4%, while non-aviation services increased by 5.4%, reaching EUR 16 million.

In the first half of 2025, grants recognized as revenue totaled EUR 1.9 million, including State grant for aviation security EUR 38.6 thousand, Cohesion Fund grant EUR 1.814 million, ERDF funding and other grants EUR 62 thousand.

Operating expenses in the first half of 2025 were EUR 36 million, which is in line with the result for the first half of 2024.

The Airport’s EBITDA (earnings before interest, taxes, depreciation, and amortization) reached EUR 8 million, which is a 28% increase compared to the previous year. Riga Airport closed the first half of 2025 with a profit of EUR 3.2 million, compared to EUR 2.1 million in the first half of the previous year.

Investment projects

In the first half of 2025, work continued on the project “Reconstruction of the Technical Services Building”, with EUR 759 thousand invested.

The project “TP-011 Reconstruction” was completed, with EUR 255 thousand invested in 2025. A project for the purchase of furniture for terminal seating areas was implemented, amounting to EUR 227 thousand. Additionally, the project “Reconstruction of Boarding Sectors B8/B9 and B1” was carried out, with EUR 241 thousand invested in 2025.

The airport’s vehicle fleet was expanded with several new units: firefighting vehicle – EUR 922 thousand, snow blower – EUR 863 thousand, two aircraft pushback tractors – EUR 396 thousand, four electric vehicles – EUR 175 thousand and other equipment.

The airport’s security screening equipment was upgraded with two automatic tray return lines, integrated with existing EDS CB C3 machines, with an investment of EUR 392 thousand.

The airport also acquired drone detection equipment worth EUR 42 thousand. The procurement process for the project “Implementation of a solution for drone detection, identification, tracking, and counteraction at Riga International Airport” has concluded, and a supplier was selected, with a contract signed on July 6, 2025.

As part of the construction procurement for Phase 6 of the terminal expansion, a decision was made on the most economically advantageous offer, and negotiations for the contract have been initiated. Following the announcement of the decision, a complaint was received from the unsuccessful bidder requesting a review of the procurement results, which is being carried out by the EBRD in accordance with procurement procedures.

In parallel with the procurement process, an informative report is being submitted to the Cabinet of Ministers to obtain conceptual support for concluding the loan transaction and the essential conditions arising from it, which fall under the Shareholder’s competence. A letter has also been sent to the State Chancellery, based on Section 26, Part Six of the Law on Governance of Capital Shares and Capital Companies of Public Persons, requesting an opinion on the planned financing transactions for the implementation of Phase 6 of the Riga Airport passenger terminal and related infrastructure expansion.

Sustainability and environmental aspects

In 2035, Riga Airport has committed to achieving climate neutrality and reaching Level 5 of the Airport Carbon Accreditation (ACA) program by the Airports Council International (in 2024, Riga Airport was certified at Level 3).

In the first half of 2025, Riga Airport:

- Conducted a procurement for greenhouse gas (GHG) emission offset credits to compensate for Scope 1 and 2 emissions from 2024, as well as emissions from employee business travel. Offsetting these emissions will enable Riga Airport to progress to ACA Level 3+.
- Co-organized a webinar titled *“Aviation on the Path to NetZero”* together with the Latvian Aviation Association, engaging stakeholders.

- Completed participation in the EU-funded project by the European Climate, Infrastructure and Environment Executive Agency (CINEA) titled *“Establishment of electricity supply and charging infrastructure at Baltic airports in the North Sea–Baltic CNC/TEN-T corridor for transition to environmentally friendly operations.”* With EU funding, the airport modernized airfield power supply systems, optimized the 10kV network and transitioned to a 20kV network, built a new, modern substation, iInstalled a solar panel park with a capacity of 348 kW, built 27 electric vehicle charging stations for fast and efficient charging of various types of vehicles and equipment and developed technical documentation and signed a contract to equip the employee parking lot with EV chargers, planned for installation by Q3 2025.

Achieving climate neutrality is closely linked to research and innovation, which is why Riga Airport participates in international research projects. Within the Interreg Baltic Sea Region transnational cooperation program project “BSR HyAirport”, Riga Airport in the first half of 2025:

- Organized an international conference on the legal aspects of green hydrogen use, focusing on preparing Baltic Sea region airports for hydrogen adoption.
- Tested a hydrogen-powered baggage tug, the *MULAG Comet 4FC*, and its refueling via a mobile hydrogen station. The results will help analyze the benefits of using such equipment under real airfield conditions.
- Completed a study on the legal framework for hydrogen use, its application in specialized airport equipment, and hydrogen safety requirements.

In the Horizon Europe project *“Integration and digital demonstration of low-emission aircraft technologies and airport operations”*, Riga Airport continued in the first half of 2025 to collect real-time data on aircraft movements along taxiways, as well as to prepare and provide information as requested by project partners.

Risk management

To ensure that the volume of services at Riga Airport returns to pre-pandemic levels and to achieve its strategic goals, the Airport continues to monitor the following risks:

- Geopolitical instability, including not only the war initiated by Russia in Ukraine and the related airspace closures and EU-imposed restrictive measures, but also the military conflict in the Gaza Strip, which has led to a reduction in flights to Israel and the Middle East, with both direct and indirect impacts.
- The possibility of a significant price increase (cost growth, inflation exceeding 2.5%).
- Air carriers, including cargo carriers, may terminate or significantly reduce cooperation with the Airport.
- It may become impossible to develop the Airport’s territory, including the terminal (e.g., attracting new investors and tenants).
- A cyberattack may occur targeting the Airport’s network, servers, or information systems.

- Riga Airport’s regional competitiveness may decline due to external factors, such as increased aviation-related fees, which could hinder the ability to secure new destinations or attract additional airlines or cargo carriers.

Following an incident on January 13, 2025, when unidentified drones were detected near Riga Airport, resulting in a temporary runway closure for safety reasons, the Airport, in cooperation with state services and other responsible institutions, developed procurement documentation (technical specifications) for a comprehensive solution. This led to the organization of the procurement process titled “Implementation of a solution for drone detection, identification, tracking, and counteraction at Riga International Airport”. The procurement process has concluded, and a supplier was selected, with a contract signed on July 6, 2025. The estimated investment required for the solution is EUR 3.5 million.

Subsequent events

No other significant events have occurred after the end of the reporting period that could affect the financial statements.

Key financial and performance indicators

Performance indicators	2025 6 months	2024 6 months
Number of passengers	3 312 696	3 158 816
Cargo handled, tonnes	9 201	8 424
Departure punctuality, %	98,76%	98,85%
Revenue, EUR	38 232 369	35 888 586
EBITDA*, EUR	7 963 364	6 220 262
Profit (loss), EUR	3 191 090	2 110 980
Equity, EUR	90 229 889	88 117 373
Net operating cash flow, EUR	534 701	10 928 988
Investments, EUR	5 808 856	4 400 314
Total liquidity ratio**	1,8	1,0
Equity in the balance sheet, %	47,3%	49,4%
Liabilities to equity**, %	59%	54%
* EBITDA – earnings before interest, tax, depreciation and amortisation		
** Liabilities are adjusted for deferred income		

Statement of management responsibility

The Airport management is responsible for the preparation of the Airport's financial statements.

The unaudited financial statements of the Airport for the period until 30 June 2025, which contain the management report, have been prepared on the basis of the accounting records and supporting documents and give a true and fair view of the financial performance of the Airport as of 30 June 2025, its results of operations and cash flows in 2025.

The above financial statements have been prepared in accordance with International Accounting Standard No. 34 "Interim Financial Reporting" as adopted by the European Union, on a going concern basis. Appropriate accounting methods have been consistently used during the reporting period. The decisions and estimates made by management during the preparation of the financial statements have been prudent and justified.

The management of the Airport is responsible for ensuring an adequate accounting system, the preservation of assets, and the detection and prevention of fraud and other irregularities committed at the Airport. The management is responsible for fulfilling the legislative requirements of the Republic of Latvia.

Laila Odiņa	**Normunds Feierbergs**	**Artūrs Saveļjevs**
Chairperson of the Board	Member of the Board	Member of the Board

29 August 2025

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Statement of comprehensive income

EUR

	Annex	2025 6 months	2024 6 months
Revenue	1	38 232 369	35 888 586
Government and EU grants		1 914 340	2 608 124
Staff costs		(20 843 152)	(20 446 858)
Depreciation and amortisation		(5 764 159)	(6 368 329)
Operating expenses	2	(9 425 853)	(9 221 466)
Operating income	3	390 705	343 664
Other expenses	4	(305 862)	(440 644)
Operating profit/(loss) before financial items		**4 198 387**	**2 363 077**
Financial income	5	73 027	47 731
Financial costs	6	(478 088)	(299 828)
Profit before corporate income tax		**3 793 327**	**2 110 980**
Corporate income tax		602 237	-
Net profit for the reporting period		**3 191 090**	**2 110 980**
Total comprehensive income for the reporting period		**3 191 090**	**2 110 980**

Statement of financial position

Assets, EUR

	Annex	30.06.2025	31.12.2024
Non-current assets			
Intangible assets	7	1 417 473	1 581 517
Fixed assets	8	151 341 256	150 691 300
Right of use assets	9	57 566	18 644
Investment properties		1 286 823	1 286 823
Other receivables	10	1 271 345	1 696 497
Total non-current assets		**155 374 463**	**155 274 781**
Current assets			
Inventories		1 689 406	2 390 946
Trade receivables		11 895 118	8 370 811
Other receivables	10	358 794	1 512 344
Prepaid expenses	11	637 915	698 046
Cash and cash equivalents	12	20 840 422	21 263 090
Total current assets		**35 421 655**	**34 235 237**
Total assets		**190 796 118**	**189 510 018**

Statement of financial position

Equity and liabilities, EUR

	Annex	30.06.2025	31.12.2024
Equity			
Share capital		68 347 231	68 347 231
Reserves		26 216 334	25 183 928
Retained earnings:		(4 333 676)	(4 083 414)
Total equity capital		**90 229 889**	**89 447 745**
Liabilities			
Non-current liabilities			
Loans from credit institutions and other loans	13	33 447 411	26 897 156
Deferred income	14	40 624 125	41 935 856
Accrued liabilities		403 198	403 198
Total non-current liabilities		**74 474 734**	**69 236 210**
Current liabilities			
Loans from credit institutions and other loans	13	5 482 416	4 589 762
Trade payables		3 478 704	6 381 809
Other liabilities		6 718 261	3 188 866
Deferred income	14	6 464 069	6 436 015
Accrued liabilities		3 948 045	10 229 611
Total current liabilities		**26 091 495**	**30 826 063**
Total liabilities		**100 566 229**	**100 062 273**
Total equity and liabilities		**190 796 118**	**189 510 018**

Statement of cash flows

EUR

	Annex	2025 6 months	2024 6 months
Cash flow from economic activity			
Profit before corporate income tax		3 793 327	2 110 980
Adjustments:			
Depreciation and amortization	7, 8	5 764 279	6 368 431
Amount included in the reporting year's revenue from national and EU-funded projects		(1 953 810)	(2 645 657)
Increase/(reduction) in accrued liabilities		(3 104 822)	(37 639)
Interest expenses, net	6	405 060	252 097
(Increase)/reduction in inventories		701 540	25 617
(Increase)/reduction of trade receivables		(2 310 626)	(2 931 203)
CINEA advance payment received		-	6 884 655
(Reduction) in payables		(2 760 247)	1 177 151
Net operating cash flow		**534 701**	**11 204 432**
Interest paid	6	(537 271)	(323 175)
Interest received	5	73 027	47 731
Corporate income tax paid		(602 237)	-
Net cash flow from economic activity		**(531 779)**	**10 928 988**
Purchase of fixed assets	7,8	(5 807 856)	(4 404 325)
EU Cohesion funding received		-	3 321 338
State grant for aviation security received		445 652	502 283
Net cash flow from investing activities		**(5 362 204)**	**(580 705)**
Repayment of borrowings	13	(1 386 551)	(4 744 766)
Loan received	13	9 800 000	-
Payment of finance lease liabilities		(533 188)	(61 438)
Dividends paid		(2 408 946)	-
Net cash flow from financing activities		**5 471 315**	**(4 806 204)**
Net cash and cash equivalents (reduction)		**(422 668)**	**(5 542 079)**
Cash and cash equivalents at the beginning of the year		**21 263 090**	**8 340 061**
Cash and cash equivalents at the end of the year		**20 840 422**	**13 882 140**

Statement of changes in equity capital

EUR

	Share capital	Other reserves	Retained profit/(losses)	Total
31 December 2023	**68 347 231**	**25 183 928**	**(7 524 766)**	**86 006 394**
Total comprehensive income (loss) for the reporting period	-	-	2 110 980	(539 561)
30 June 2024	**68 347 231**	**25 183 928**	**(5 413 786)**	**88 117 373**
Total comprehensive income for the reporting year	-	-	1 330 372	3 980 913
31 December 2024	**68 347 231**	**25 183 928**	**(4 083 414)**	**89 447 745**
Total comprehensive income for the reporting period	-	-	3 191 090	3 191 090
Transferred to reserves	-	1 032 406	(1 032 406)	-
Dividend paid	-	-	(2 408 946)	(2 408 946)
30 June 2025	**68 347 231**	**26 216 334**	**(4 333 676)**	**90 229 889**

Notes to the Financial Statement

Corporate Information

The state-owned joint stock company Starptautiskā lidosta Rīga (Riga International Airport) (hereinafter - the Company) was established in 1997 by transforming the State Airports Company Riga, registered with the Enterprise Register of the Republic of Latvia in 1991. The Company is registered in the Commercial Register of the Republic of Latvia as a state-owned joint stock company. The registered office of the Company is “Lidosta Rīga 10/1", Riga Airport, Mārupe pagasts, Mārupe municipality, LV-1053, Latvia. Its sole shareholder is the Republic of Latvia.

The key lines of business are:

- Aviation operations, including:
  - handling aircraft, passengers and cargo;
  - airport terminal services;
  - aircraft technical maintenance, airfield technical operation;
- Non-aviation operations, including:
  - lease of real estate;
  - providing of public utility services;
  - car park services;
  - concession services;
  - handling business passengers;
  - advertising services.
- Ensuring civil aviation safety, rescue and medical assistance at Riga International Airport.

Guidelines for preparation of financial statements and application of IFRS

The financial statements of SJSC “Riga International Airport” (hereinafter – the Company) are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU) and effective at the reporting date.

The unaudited interim financial statement has been drawn up for the 6 month period that ended on 30 June 2025 based on the going concern assumption.

The same accounting and valuation policies have been applied in the preparation of the unaudited interim financial statements as have been applied in the preparation of the Company's accounts for the full financial year.

Profit or loss account items are classified based on the period cost method.

The cash flow statement is prepared using the indirect method of measuring cash flows from operating activities.

The monetary unit used in the financial statements is the euro (EUR), the monetary unit of the Republic of Latvia.

Components of asset and liability items are evaluated separately. Compared to the previous reporting year, the accounting and evaluation methods used by the Company have not changed.

1. Revenue

EUR

	2025 6 months	2024 6 months
Revenue from contracts with customers recognized over time (in accordance with IFRS 15)	**28 472 037**	**26 674 825**
Aviation revenue	22 205 610	20 679 778
Non-aviation revenue	6 266 427	5 995 047
Other revenue (IFRS 16)	**9 760 332**	**9 213 761**
Renting premises in the terminal	7 836 350	7 440 172
Renting in the rest of the airport area***	1 789 556	1 639 723
Income from the right to refuel aviation aircraft	134 426	133 866
Total	**38 232 369**	**35 888 586**

EUR

	2025 6 months	2024 6 months
Aviation revenue, total	**22 205 610**	**20 679 778**
Security and rescue fee	8 037 255	7 200 717
Take-off/landing charges	3 400 758	2 645 198
Ground handling	4 856 426	4 683 668
Passenger service fee	4 106 454	3 893 261
Other aviation services	1 263 580	1 563 451
Including charges for providing services for disabled passengers **	*627 093*	*597 836*
Centralized infrastructure services	541 137	693 483
Non-aviation revenue, total	**16 026 759**	**15 208 808**
Lease of premises in the terminal	7 836 350	7 440 172
Car parking services	2 956 846	2 811 931
Other lease in the airport territory	1 789 556	1 639 723
Public utilities	1 694 687	1 749 187
Services for business passenger services	611 186	624 773
Advertising services	264 348	304 309
Fee for the right to refuel aircraft	134 426	133 866
Revenue from other non-aviation services	739 360	504 847
Total	**38 232 369**	**35 888 586**

EUR

	2025 6 months	2024 6 months
EU statistical classification of economic activities according to NACE codes:		
Aviation revenue (52.23)	22 205 610	20 679 778
Non-aviation revenue (68.20)	14 888 625	14 265 786
Non-aviation revenue (73.12)	264 348	304 309
Non-aviation revenue (79.90)	873 786	638 713
Total	**38 232 369**	**35 888 586**

2. Operating expenses

EUR

	2025 6 months	2024 6 months
Materials and low-value inventory	1 359 149	937 089
Insurance of movable and immovable property	213 344	210 652
Maintenance of territory	108 976	101 613
Ongoing infrastructure repairs	857 667	1 197 794
Public utilities	3 229 827	3 287 542
Business trips	91 305	91 782
Communications	752 484	678 652
Transport costs	714 712	778 559
Management fee	368 883	423 810
Lease expense	404 824	338 108
Personnel training	278 121	202 852
Marketing and advertising	181 711	173 715
Security	344 709	287 680
Other external costs	520 141	511 618
Total	**9 425 853**	**9 221 466**

3. Operating income

EUR

	2025 3 months	2024 3 months
Penalties	160 184	182 480
Previous years' revenue and recovered debts	50 188	14 445
Government and EU grants	50 374	16 902
Other operating income	129 959	129 837
Total	**390 705**	**343 664**

4. Other expense

EUR

	2025 6 months	2024 6 months
Non-operating expense, primarily trade union events	25 957	162 488
Real estate tax	184 894	173 304
Other operating expense	95 011	104 852
Total	**305 862**	**440 644**

5. Finance income

EUR

	2025 6 months	2024 6 months
Interest received	**73 027**	**47 731**

6. Finance expense

EUR

	2025 6 months	2024 6 months
Interest on non-current loans	400 622	291 252
Interest on finance lease	77 466	8 576
Total	**478 088**	**299 828**

7. Intangible assets

EUR

	Software licenses
Cost as at 31.12.2023	**3 523 133**
Additions	275 301
Reclassified	299 062
Disposals	(135 337)
Cost as at 31.12.2024	**3 962 159**
Accumulated amortisation as at 31.12.2023	**2 038 421**
Amortisation	477 558
Amortisation of disposed assets	(135 337)
Accumulated amortisation as at 31.12.2024	**2 380 642**
Carrying amount as at 31.12.2023	**1 484 712**
Carrying amount as at 31.12.2024	**1 581 517**
Initial value on 31.12.2024	**3 962 159**
Additions	56 338
Disposals	8 861
Cost as at 30.06.2025	(42 916)
Accumulated amortisation as at 31.12.2024	**3 984 442**
Amortisation	**2 380 642**
Amortisation of disposed assets	228 244
Accumulated amortisation as at 30.06.2025	(41 917)
Carrying amount as at 31.12.2024	**2 566 969**
Carrying amount as at 30.06.2025	**1 581 517**

8. Property, plant and equipment

EUR

	Land, buildings and constructions	Equipment and machinery	Other PPE and inventory	Construction in progress	Total
Cost as at 31.12.2023	**221 274 743**	**69 733 128**	**32 176 751**	**12 095 559**	**335 280 181**
Additions	265 876	3 126 278	5 878 143	7 819 282	**17 089 579**
Reclassified	2 505 978	3 786 016		(6 291 994)	-
Reclassified from right-to-use assets	-	-	163 380	-	**163 380**
Reclassified from/to investment properties	(173 282)	-	-	-	**(173 282)**
Disposals	(310 117)	(1 138 437)	(263 660)	(209 003)	**(1 921 217)**
Disposals due to sale	-	(51 394)	(56 021)	-	**(107 415**)
Replaceable part of fixed assets	-	(14 280)	-	-	**(14 280)**
Cost as at 31.12.2024	**223 563 198**	**75 441 311**	**37 898 593**	**13 413 844**	**350 316 946**
Accumulated depreciation as at 31.12.2023	**120 500 100**	**47 664 280**	**21 235 724**	**-**	**189 400 104**
Depreciation	6 815 302	3 431 555	1 591 457	-	**11 838 314**
Depreciation of disposed assets	(310 119)	(1 138 437)	(263 630)	-	**(1 712 186)**
Depreciation of sold assets	-	(51 394)	(56 021)	-	**(107 415)**
Reclassified from right-to-use assets	-	-	134 017	-	**134 017**
Reclassified from investment properties	87 092	-		-	**87 092**
Replaceable part of fixed assets		(14 280)			**(14 280)**
Accumulated depreciation as at 31.12.2024	**127 092 375**	**49 891 724**	**22 641 547**		**199 625 646**
Carrying amount as at 31.12.2023	**100 774 643**	**22 068 848**	**10 941 027**	**12 095 559**	**145 880 077**
Carrying amount as at 31.12.2024	**96 470 823**	**25 549 587**	**15 257 046**	**13 413 844**	**150 691 300**

Cost as at 31.12.2024	**223 563 198**	**75 441 311**	**37 898 593**	**13 413 844**	**350 316 946**
Additions	17 892	1 040 989	3 015 524	1 456 564	**5 530 969**
Reclassified	1 102 570	2 616 903	371 443	(3 479 763)	**611 153**
Disposals	(29 112)	(232 503)	(57 303)	-	**(318 918)**
Disposals due to sale	-	-	(22 540)	-	**(22 540**)
Replaceable part of fixed assets	-	16 971	9 715	-	**26 686**
Cost as at 30.06.2025	**224 654 548**	**78 883 671**	**41 215 432**	**11 390 645**	**356 144 298**
Accumulated depreciation as at 31.12.2024	**127 092 375**	**49 891 724**	**22 641 547**	**-**	**199 625 646**
Depreciation	2 929 099	1 633 122	956 633	-	**5 518 854**
Depreciation of disposed assets	(29 112)	(215 532)	(47 588)	-	**(292 232)**
Depreciation of sold assets	-	-	(22 540)	-	**(22 540)**
Replaceable part of fixed assets	-	(16 971)	(9 715)	-	**(26 686)**
Accumulated depreciation as at 30.06.2025	**129 992 362**	**51 292 343**	**23 518 337**	**-**	**204 803 042**
Carrying amount as at 31.12.2024	**96 470 823**	**25 549 587**	**15 257 046**	**13 413 844**	**150 691 300**
Carrying amount as at 30.06.2025	**94 662 186**	**27 591 328**	**17 697 095**	**11 390 645**	**151 341 256**

9. Right to use assets

EUR

	Right-of-use assets	Right-of-use assets, equipment and machinery	Right-of-use assets, other PPE and inventory	Total
Cost as at 31.12.2023	**61 016**	**-**	**163 380**	**224 396**
Reclassified to fixed assets	-	-	(163 380)	**(163 380)**
Cost as at 31.12.2024	**61 016**	**-**	**-**	**61 016**
Accumulated depreciation as at 31.12.2023	**22 034**	**-**	**132 385**	**154 419**
Depreciation	20 339	-	1 632	**21 970**
Reclassified to fixed assets	-	-	(134 017)	**(134 017)**
Accumulated depreciation as at 31.12.2024	**42 372**	**-**	**-**	**42 372**
Carrying amount as at 31.12.2023	**38 982**	**-**	**30 995**	**69 977**
Carrying amount as at 31.12.2024	**18 644**	-	-	**18 644**
Cost as at 31.12.2024	**61 016**	**-**	**-**	**61 016**
Acquisition	-	56 105	-	**56 105**
Cost as at 30.06.2025	**61 016**	**56 105**	**-**	**117 121**
Accumulated depreciation as at 31.12.2024	**42 372**	**-**	**-**	**42 372**
Depreciation	17 183		-	**17 183**
Reclassified to fixed assets	-	-	-	**-**
Accumulated depreciation as at 30.06.2025	**59 555**	**-**	**-**	**59 555**
Carrying amount as at 31.12.2024	**18 644**	-	-	**18 644**
Carrying amount as at 30.06.2025	**1 461**	**56 105**	**-**	**57 566**

10. Other receivables

EUR

	30.06.2025	31.12.2024
Other receivables	1 271 345	1 696 497
Other receivables, long-term part total	**1 271 345**	**1 696 497**
Other receivables	358 794	1 504 090
Advance payments for services	-	8 254
Other receivables, short-term part total	**358 794**	**1 512 344**

11. Prepaid expenses

EUR

	30.06.2025	31.12.2024
Insurance policies	289 009	256 076
Other prepaid expenses	348 906	441 970
Total	**637 915**	**698 046**

12. Cash and cash equivalents

EUR

	30.06.2025	31.12.2024
Cash at bank	20 786 952	21 221 284
Cash in exchange machine and cash in transit	51 677	39 557
Cash on hand	1793	2 249
Total	**20 840 422**	**21 263 090**

13. Loans from credit institutions and lease liabilities

EUR

	30.06.2025	31.12.2024
Non-current loans from credit institutions	**33 447 411**	**26 897 156**
Loan from Swedbank AS	30 277 507	22 886 667
Long-term lease liabilities	3 169 904	4 010 489
Current loans from credit institutions	**5 482 416**	**4 589 762**
Loan from Swedbank AS	3 625 275	2 660 328
Lease liabilities	1 857 140	1 929 434
Total	**38 929 826**	**31 486 918**

As of 30 June 2025, and 31 December 2024, the Company held all its loans in EUR. The purpose of the loans is refinancing and to implement long-term projects.

On 5 December 2024, the Company signed a loan agreement with AS Swedbank for EUR 35 000 000. The loan is intended to refinance obligations to the State Treasury and Swedbank AS, as well as to finance long-term projects. The loan repayment term is until 5 December 2034. By 31 December 2024, the Company had used EUR 25 200 000 of the loan, and in the first half of 2025, the remaining EUR 9 800 000 was also utilized.

On 31 May 2022, the Company signed a financial leasing agreement with Swedbank Līzings SIA with an available limit of EUR 2 253 711. The lease term is 5 years. In 2022, a full-service lease agreement was signed for 3 passenger vehicles for a 3-year period.

On 24 July 2024, the Company signed a financial leasing agreement with SEB līzings SIA with an available limit of EUR 4 665 210. The lease term is 5 years.

On 13 May 2024, the Company signed a rental agreement for a technical hangar. The lease term is 2 years, with a total rental cost of EUR 1 872 000. On 15 May 2024, the Company signed a sublease agreement for the hangar for a 2-year period.

On 16 May 2025, the Company signed a credit line agreement with AS Swedbank for EUR 10 000 000 to finance working capital for a 2-year period until 17 May 2027. As of 30 June 2025, the credit line had not been used (EUR 0).

Distribution of borrowings from credit institutions by repayment terms, EUR

	30.06.2025	31.12.2024
Non-current and current loans with a floating interest rates		
Maturing in less than1 year (current portion of long-term loans)	3 625 275	2 660 328
Maturing between one and five years	30 277 507	22 886 667
Total	**33 902 782**	**25 546 995**

Statement of loan movements, EUR

	30.06.2025	31.12.2024
Balance at the beginning of the reporting period	**31 486 918**	**28 779 600**
Loans received	9 800 000	25 200 000
New lease liabilities (IFRS 16)	-	1 747 026
Finance lease (sales and leaseback)	-	4 665 215
Loans repaid	(1 386 551)	(28 015 462)
Lease payments made	(533 188)	(882 312)
Interest charged	99 918	641 222
Interest paid	(537 271)	(648 371)
Balance at the end of the reporting period	**38 929 826**	**31 486 918**

14. Deferred income

EUR

	30.06.2025	31.12.2024
Deferred income, non-current portion	**40 624 125**	**41 935 856**
EU grants	30 190 338	31 936 183
Advance from CINEA *	6 884 655	6 884 655
Government grants	1 370 472	1 399 908
Other deferred income	2 178 660	1 715 110
Deferred income, non-current portion	**6 464 069**	**6 436 015**
EU grants	3 554 169	5 797 322
Government grants	175 578	124 104
Other deferred income	2 734 322	514 589
Total	**47 088 194**	**48 371 871**

15. Related party disclosures

The largest transactions are with JSC "Air Baltic Corporation" and SJSC "Latvijas gaisa satiksme", State Agency "Civil Aviation Agency", SJSC "Latvijas pasts". Mutual transactions are related to the main activities of the respective parties.

EUR

	30.06.2025	31.12.2024
Balances due to related parties		
Payables to SA "Civil Aviation Agency", security and rescue charges	678 959	919 558
Balances due from related parties		
SJSC "Latvijas gaisa satiksme" for lease and public utility services	113 322	64 424
SJSC "Latvijas pasts" for lease and public utility services	16 887	9 127
JSC "Air Baltic Corporation" for the provided aviation and lease services	4 654 000	3 372 263

	2025 6 months	2024 6 months
Services provided to related parties		
SJSC "Latvijas gaisa satiksme" for lease and public utility services	398 401	391 618
SJSC "Latvijas pasts" for lease and public utility services	91 888	98 290
JSC "Air Baltic Corporation" for lease and public utility services	13 557 677	12 266 884
Purchase of goods and services from related parties		
Services received from SJSC "Latvijas gaisa satiksme"	39 198	25 843
Services received from JSC "Latvijas pasts"	935	659
Services received from JSC "Air Baltic Corporation"	32 784	21 141

16. Remuneration of the Board and Supervisory Board

The remuneration of the members of the Supervisory Board and the Board is calculated in accordance with Cabinet Regulation No. 63 of 4 February 2020 "Regulations on the Number of Members of the Management Board of State or Local Government Capital Companies, Remuneration of a Member of the Supervisory Board, a Member of the Management Board, a Representative of a Local Government Shareholder and a Responsible Employee".

EUR

	2025 6 months	2024 6 months
Remuneration of Board Members	170 865	168 672
Mandatory state social insurance contributions (employer contributions)	39 300	38 796
Remuneration of Supervisory Board Members	34 337	47 116
Mandatory state social insurance contributions (employer contributions)	7 590	10 605

17. Subsequent events

After the end of the reporting period, no significant events have occurred that could affect the financial statement.