



AS Silvano Fashion Group

Consolidated Interim Financial Report for Q1 of 2026 (unaudited)

(translation of the Estonian original) *

Beginning of the reporting period	1 January 2026
End of the reporting period	31 March 2026
Business name	AS Silvano Fashion Group
Registration number	10175491
Legal address	Tulika 17, 10613 Tallinn
Telephone	+372 684 5000
Fax	+372 684 5300
E-mail	info@silvanofashion.com
Website	www.silvanofashion.com
Core activities	Design, manufacturing and distribution of women's lingerie
Auditor	Treetiger OÜ

** This version of our report is a translation from the original, which was prepared in Estonian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.*

Contents

Management Report.....	3
Declaration of the Management Board	11
Consolidated Statement of Financial Position.....	12
Consolidated Income Statement.....	13
Consolidated Statement of Comprehensive Income	13
Consolidated Statement of Cash Flows.....	14
Consolidated Statement of Changes in Equity	15
Notes to the Interim Report.....	16
Note 1 Summary of significant accounting policies.....	16
Note 2 Cash and cash equivalents	16
Note 3 Trade and other receivables.....	17
Note 4 Inventories.....	17
Note 5 Property, plant and equipment.....	18
Note 6 Trade and other payables.....	19
Note 7 Equity	19
Note 8 Earnings per share	19
Note 9 Revenue from contracts with customers.....	19
Note 10 Transactions with related parties	20
Note 11 Operating segments	20

Management Report

General information about AS Silvano Fashion Group

AS Silvano Fashion Group (hereinafter “the Group”) is a holding company that controls group of entities involved in the design, manufacturing, wholesale, franchise and retail sales of Ladies lingerie. The Group’s revenue is generated by sales of Milavitsa, Alisee, Aveline, Lauma Lingerie, Laumelle and Hidalgo brand products through wholesale channels, franchised sales and own retail operated via Milavitsa and Lauma Lingerie retail stores. Key sales markets for the Group are Russia, Belarus, other CIS countries and the Baltics.

The parent company of the Group is AS Silvano Fashion Group (hereinafter “the Parent company”), which is domiciled in Estonia. AS Silvano Fashion Group registered address is Tulika 17, Tallinn, Estonia.

The shares of the Group are listed on the Nasdaq OMX Tallinn Stock Exchange and on the Warsaw Stock Exchange.

As of 31 March 2026, the Group employed 1 612 people (as of 31 December 2025: 1 639 people).

The Group comprises of the following entities:

	Location	Main activity	Ownership interest 31.03.2026	Ownership interest 31.12.2025
Parent company				
Silvano Fashion Group AS	Estonia	Holding		
Entities belonging to the Silvano Fashion Group:				
CJSC Silvano Fashion*	Russia	Retail and wholesale	100%	100%
LLC Silvano Fashion	Belarus	Retail and wholesale	100%	100%
LLC Silvano Fashion	Ukraine	Wholesale	100%	100%
Silvano Fashion SIA	Latvia	Retail	100%	100%
CJSC Milavitsa	Belarus	Manufacturing and wholesale	85.02%	85.02%
JSC Sewing firm Yunona	Belarus	Manufacturing and wholesale	58.33%	58.33%
LLC Gimil	Belarus	Manufacturing and wholesale	100%	100%
JSC Lauma Lingerie	Latvia	Manufacturing and wholesale	100%	100%
Alisee SARL	Monaco	Holding	99%	99%
JCS Metropolitan Trade Company Milavitsa **	Russia	Holding	100%	100%
LLC Baltsped logistik	Belarus	Logistics	50%	50%

* Silvano Fashion CJSC is 100% owned by Metropolitan Trade Company Milavitsa CJSC (same was effective as of 31.12.2025).

** Metropolitan Trade Company Milavitsa LLC is owned by AS Silvano Fashion Group and SIA Silvano Fashion, each holding 50% (same was effective as of 31.12.2025).

In addition, as of 31.03.2026 the subsidiary of AS Silvano Fashion Group, CJSC Milavitsa, had investment in associate LLC Trade house „Milavitsa “Novosibirsk with a 25% ownership interest (same was effective as of 31.12.2025).

Business environment and results

The Group's sales amounted to 11 816 thousand EUR during the Q1 of 2026, representing a 1.7% decrease as compared to the same period for the previous year. The Group's gross profit during the Q1 of 2026 amounted to 6 656 thousand EUR and increased by 13.9% compared to Q1 of 2025. The Gross margin during the Q1 of 2026 increased to 56.3% from 48.6% as compared to Q1 of 2025.

Consolidated operating profit for Q1 of 2026 increased by 20.6% to 1 691 thousand EUR, compared to 1 402 thousand EUR for Q1 of 2025. Consolidated EBITDA for Q1 of 2026 increased by 16.9% and was 2 530 thousand EUR, compared to 2 165 thousand EUR for Q1 of 2025.

Reported consolidated net profit for Q1 of 2026 amounted to 1 046 thousand EUR, as compared to net profit of 2 969 thousand EUR in the prior year's same period. Net profit attributable to equity holders of the Parent company for Q1 of 2026 amounted 913 thousand EUR.

Russia Economic Outlook

The Group's sales on the Russian market totalled 6 201 thousand EUR, decrease is 5.7% compared to Q1 of 2025. Local currency sales decreased by 12.1% during Q1 of 2026 compared to the same Q1 of 2025. Group will focus on improving profitability of its retail business, we will also continue to expand our store chain there depending on the availability of reasonably priced sales areas. At the end of the reporting period, there were a total of 69 stores operated by the Group itself (as of 31 December 2025: 69 stores).

Belarus Economic Outlook

The Group's sales in Belarus in the Q1 of 2026 were 3 890 thousand EUR and increased by 6.7% compared to the Q1 of 2025. Sales in local currency increased by 4.3% during the same period. At the end of the reporting period, there were a total of 65 stores operated by the Group itself (as of 31 December 2025: 65 stores).

Ukraine Economic Outlook

In the first quarter of 2026, the Group had no sales in Ukraine.

Sales structure

Sales by markets

Group sales in its 2 major markets – Russia and Belarus– were 85.4% of its total sales. Measured in local currencies sales increase was 4.3% in Belarus and in Russia local sales decrease by 12.1%.

	03m 2026	03m 2025	Change	Change, %
Russia, th RUB	563 903	641 750	-77 847	-12.1%
Belarus, th BYN	13 200	12 653	547	4.3%

Group's sales results by markets measured in EUR are presented below:

in thousands of EUR	03m 2026	03m 2025	Change, EUR	Change, %	03m 2026, % of sales	03m 2025, % of sales
Russia	6 201	6 578	-377	-5.7%	52.5%	54.8%
Belarus	3 890	3 645	245	6.7%	32.9%	30.3%
Ukraine	0	16	-16	-100.0%	0.0%	0.1%
Baltics	269	271	-2	-0.7%	2.3%	2.3%
Other markets	1 456	1 506	-50	-3.3%	12.3%	12.5%
Total	11 816	12 016	-200	-1.7%	100.0%	100.0%

The majority of lingerie sales revenue during Q1 of 2026 in the amount 6 201 thousand EUR was generated in Russia, accounting for 52.5% of total sales. The second largest market was Belarus, where sales were 3 890 thousand EUR, contributing 32.9% of lingerie sales (both retail and wholesale).

Sales by business segments

in thousands of EUR	03m 2026	03m 2025	Change, EUR	Change, %	03m 2026, % of sales	03m 2025, % of sales
Wholesale	5 985	6 930	-945	-13.6%	50.7%	57.7%
Retail	5 789	5 055	734	14.5%	49.0%	42.1%
Other operations	42	31	11	35.5%	0.3%	0.2%
Total	11 816	12 016	-200	-1.7%	100.0%	100.0%

During Q1 of 2026 wholesale revenue amounted to 5 985 thousand EUR, representing 50.7% of the Group's total revenue (Q1 of 2025: 57.7%). The main wholesale regions were Russia and Belarus.

Our retail revenue increased by 14.5% and amounted 5 789 thousand EUR, this represents 49.0% of the Group's total revenue (Q1 of 2025: 42.1%).

Own & franchise store locations, geography

	Own	Franchise	Total
Russia	69	307	376
Belarus	65	0	65
Baltics	3	17	20
Other regions	0	92	92
Total	137	416	553

At the end of the reporting period the Group and its franchising partners operated 531 Milavitsa and 22 Lauma Lingerie brand stores, including 137 stores operated directly by the Group (as of 31 December 2025: 137 stores).

Selected Financial Indicators

Summarized selected financial indicators of the Group for Q1 of 2026 compared to Q1 of 2025 and 31.03.2026 compared to 31.12.2025 were as follows:

in thousands of EUR	03m 2026	03m 2025	Change
Revenue	11 816	12 016	-1.7%
Gross Profit	6 656	5 844	13.9%
Operating profit	1 691	1 402	20.6%
EBITDA	2 530	2 165	16.9%
Net profit for the period	1 046	2 969	-64.8%
Net profit attributable equity holders of the Parent company	913	2 752	-66.8%
Earnings per share (EUR)	0,03	0,08	-62.5%
Operating cash flow for the period	1 822	-2 618	N/A

in thousands of EUR	31.03.2026	31.12.2025	Change
Total assets	94 878	93 847	1.1%
Total current assets	80 952	79 659	1.6%
Total equity attributable to equity holders of the Parent company	77 932	76 768	1.5%
Cash and cash equivalents	7 735	6 639	16.5%
Short-term deposits over 3 months	38 387	38 311	0.2%

Margin analysis, %	03m 2026	03m 2025	Change
Gross profit	56.3	48.6	15.8%
Operating profit	14.3	11.7	22.2%
EBITDA	21.4	18.0	18.9%
Net profit	8.9	24.7	-64.0%
Net profit attributable to equity holders of the Parent company	7.7	22.9	-66.4%

Financial ratios, %	31.03.2026	31.12.2025	Change
ROA	7.9	10.0	-21.0%
ROE	9.8	12.5	-21.6%
Price to earnings ratio (P/E)	5.8	4.9	18.4%
Current ratio	9.4	8.6	9.3%
Quick ratio	5.8	5.2	11.5%

Underlying formulas:

EBITDA = net profit for the period + depreciation and amortisation + net finance income + income tax expense

Gross profit margin = gross profit / revenue

EBITDA margin = EBITDA / revenue

Net profit margin = net profit / revenue

Net profit margin attributable to equity holders of the Parent company = net profit attributable to equity holders of the Parent company / revenue

ROA (return on assets) = net profit attributable to owners of the Company for the last 4 quarters/ average total assets

ROE (return on equity) = net profit attributable to owners of the Company for the last 4 quarters/ average equity attributable to equity holders of the Company

EPS (earnings per share) = net profit attributable to owners of the Company/ weighted average number of ordinary shares

Price to earnings ratio = Share price at the end of reporting period/earnings per share, calculated based on the net profit attributable to owners of the Company for the last 4 quarters

Current ratio = current assets / current liabilities

Quick ratio = (current assets – inventories) / current liabilities

Financial performance

The Group's sales amounted 11 816 thousand EUR during Q1 of 2026, representing a 1.7% decrease as compared to the same period of previous year. Overall, wholesale decreased by 13.6%, measured in EUR.

The Group's gross profit during Q1 of 2026 amounted to 6 656 thousand EUR and increase by 13.9% compared to previous year. The gross margin during Q1 of 2026 increased by 15.8% compared to Q1 of 2025. The cost of sold goods decreased by 16.4%.

Consolidated operating profit for Q1 of 2026 amounted to 1 691 thousand EUR, compared to 1 402 thousand EUR for Q1 of 2025, increase by 20.6%. The consolidated operating profit margin was 14.3% for Q1 of 2026 (11.7% for Q1 of 2025). Consolidated EBITDA for Q1 of 2026 increased by 16.9% and amounted to 2 530 thousand EUR, which is 21.4% in margin terms (2 165 thousand EUR and 18.0% for Q1 of 2025).

Reported consolidated net profit attributable to equity holders of the Parent company for Q1 of 2026 amounted 913 thousand EUR, compared to net profit of 2 752 thousand EUR for Q1 of 2025, net profit margin attributable to equity holders of the Parent company for Q1 of 2026 was 7.7% against net profit margin 22.9% for Q1 of 2025.

Financial position

As of 31 March 2026, consolidated assets amounted to 94 878 thousand EUR representing increase by 1.1% as compared to the position as of 31 December 2025.

Trade and other receivables increased by 450 thousand EUR as compared to 31 December 2025 and amounted to 1 779 thousand EUR as of 31 March 2026. Inventory balance decreased by 291 thousand EUR and amounted to 30 946 thousand EUR as of 31 March 2026.

Equity attributable to equity holders of the Parent company increased by 1 164 thousand EUR and amounted to 77 932 thousand EUR as of 31 March 2026. Current liabilities decreased by 704 thousand EUR during Q1 of 2026.

Investments

During Q1 of 2026 the Group's investments into property, plant and equipment totalled 45 thousand EUR, in previous year same 90 thousand EUR. Investments were made mainly into opening and renovating own stores, as well into equipment and facilities to maintain effective production for future periods.

Personnel

As of 31 March 2026, the Group employed 1 612 employees, including 553 people in retail operations. The rest were employed in production, wholesale, administration and support operations. In 31.12.2025 there were 1 639 employees, including 552 people in retail operations.

Total salaries and related taxes during Q1 of 2026 amounted 4 305 thousand EUR (3 929 thousand EUR in Q1 2025). The remuneration of key management of the Group, including the key executives of all subsidiaries, totalled 347 thousand EUR.

Decisions made by governing bodies during Q1 2026

On the 21st of January 2026, the AS Silvano Fashion Group proposed to the shareholders to adopt the resolution of the extraordinary general meeting of shareholders stated below without convening the meeting.

The notice of the general meeting was published on January 21, 2026, in the information system NASDAQ OMX Tallinn <https://nasdaqbaltic.com/statistics/en/instrument/EE3100001751/news?date> and Warsaw Stock Exchange, on the website of SFG <https://www.silvanofashion.com/investors/company-announcements/> and in the newspaper Eesti Ekspress.

On February 12, 2026 Silvano Fashion Group Extraordinary Meeting of Shareholders adopted the following decisions:

1.1. To appoint the auditing company Treetiger OÜ (registry code 17235612, address Harju country, Saue municipality, Laagri town, Samblajuure str 11, 76401) as the auditor of AS Silvano Fashion Group;

1.2. To authorize the Management Board of AS Silvano Fashion Group to enter into an audit service agreement with the auditing company Treetiger OÜ for auditing the economic activities of AS Silvano Fashion Group 2025 and 2026.

The decisions of the general meeting were published in the information system NASDAQ OMX Tallinn <https://nasdaqbaltic.com/statistics/en/instrument/EE3100001751/news?date> and on the website of AS Silvano Fashion Group <https://www.silvanofashion.com/investors/company-announcements/>.

Shares of AS Silvano Fashion Group

As of 31 March 2026 registered share capital of AS Silvano Fashion Group amounted to 3 600 thousand EUR divided into 36 000 000 ordinary shares with a nominal value of 0.10 EUR each. The share register is electronic and maintained at the Estonian Central Register of Securities. The Company has been listed on Nasdaq OMX Tallinn Stock Exchange main list (since 21.11.2006) and on Warsaw Stock Exchange (since 23.07.2007).

As of 31 March 2026 AS Silvano Fashion Group had 2 446 shareholders (as of 31 December 2025: 2 485 shareholders).

As of 31 March 2026 shareholders, whose interest in AS Silvano Fashion Group exceeded 5% included:

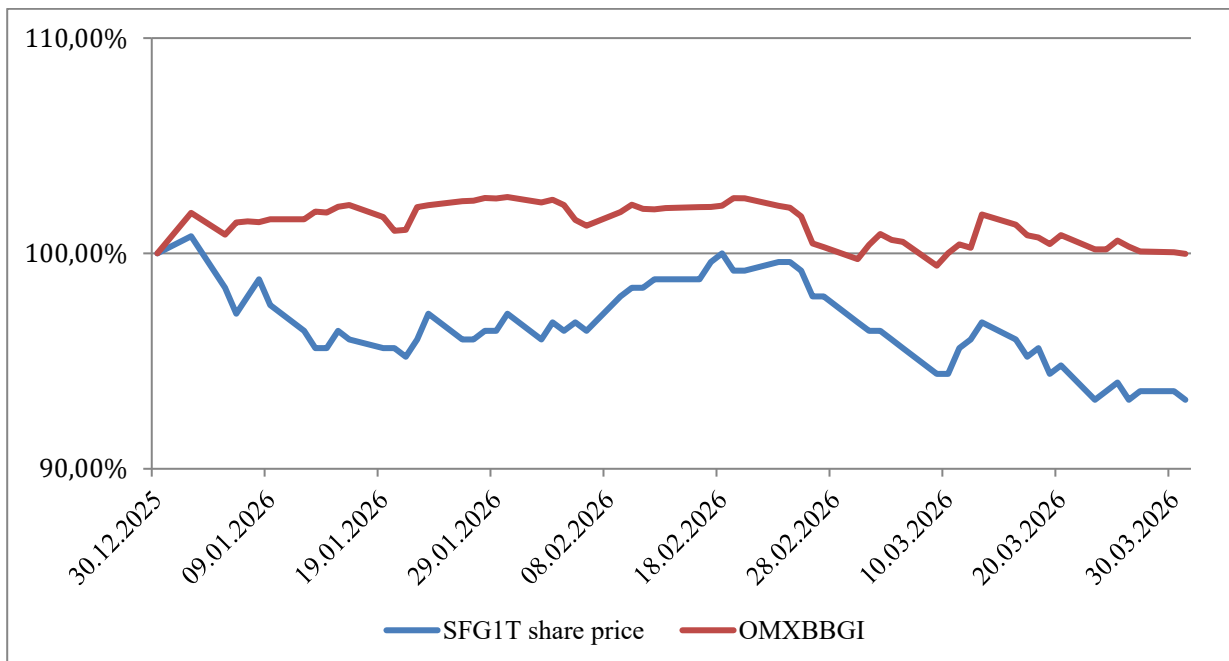
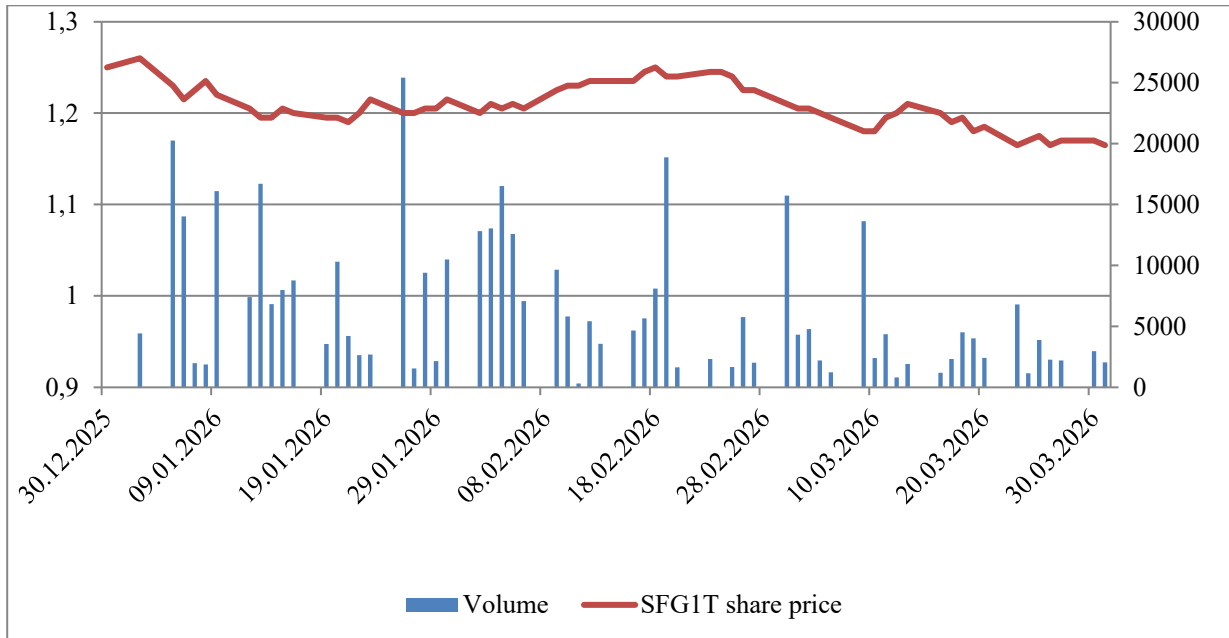
Name	Number of shares	Shareholding
Major shareholders	21 910 995	60.86%
BALTPLAST AS	8 007 208	22.24%
AS SEB PANK CLIENTS	8 000 000	22.22%
BREM AVARII OSAÜHING	2 000 000	5.56%
UNICREDIT BANK AUSTRIA AG	1 975 910	5.49%
SWEDBANK AB CLIENTS	1 927 877	5.35%
Other shareholders	14 089 005	39.14%
Total number of shares	36 000 000	100.00%

As of 31 December 2025 shareholders, whose interest in AS Silvano Fashion Group exceeded 5% included:

Name	Number of shares	Shareholding
Major shareholders	21 871 296	60.75%
BALTPLAST AS	8 007 208	22.24%
AS SEB PANK CLIENTS	8 000 000	22.22%
BREM AVARII OSAÜHING	2 000 000	5.56%
UNICREDIT BANK AUSTRIA AG	1 975 910	5.49%
SWEDBANK AB CLIENTS	1 888 178	5.24%
Other shareholders	14 128 704	39.25%
Total number of shares	36 000 000	100.00%

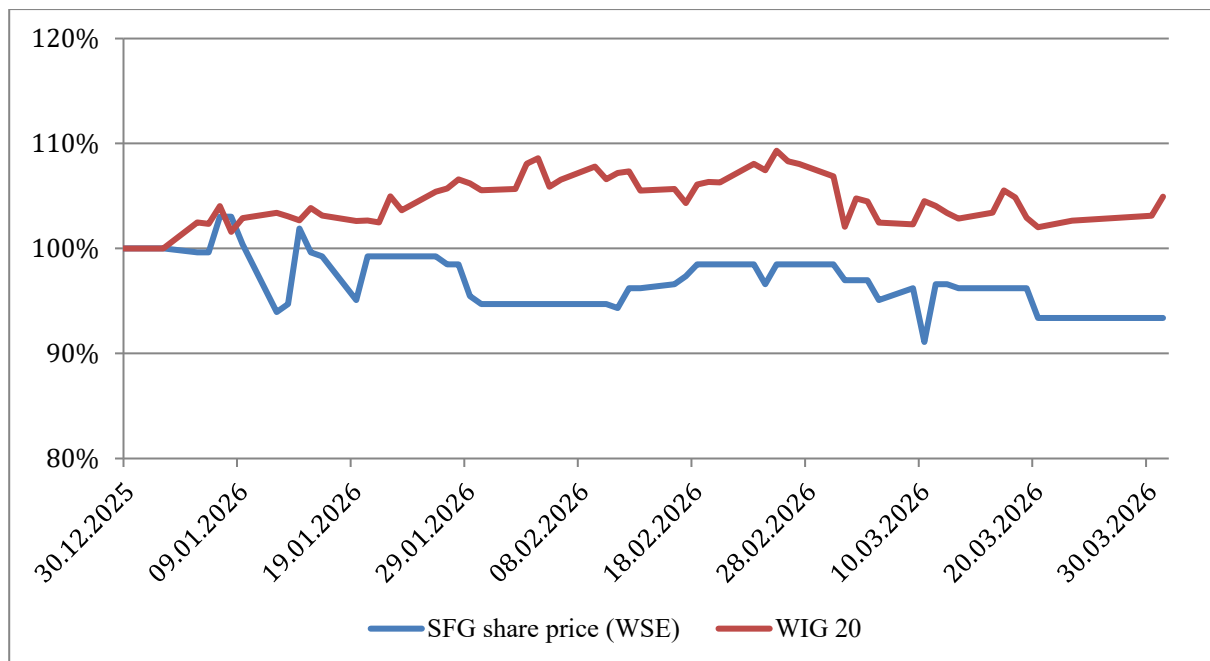
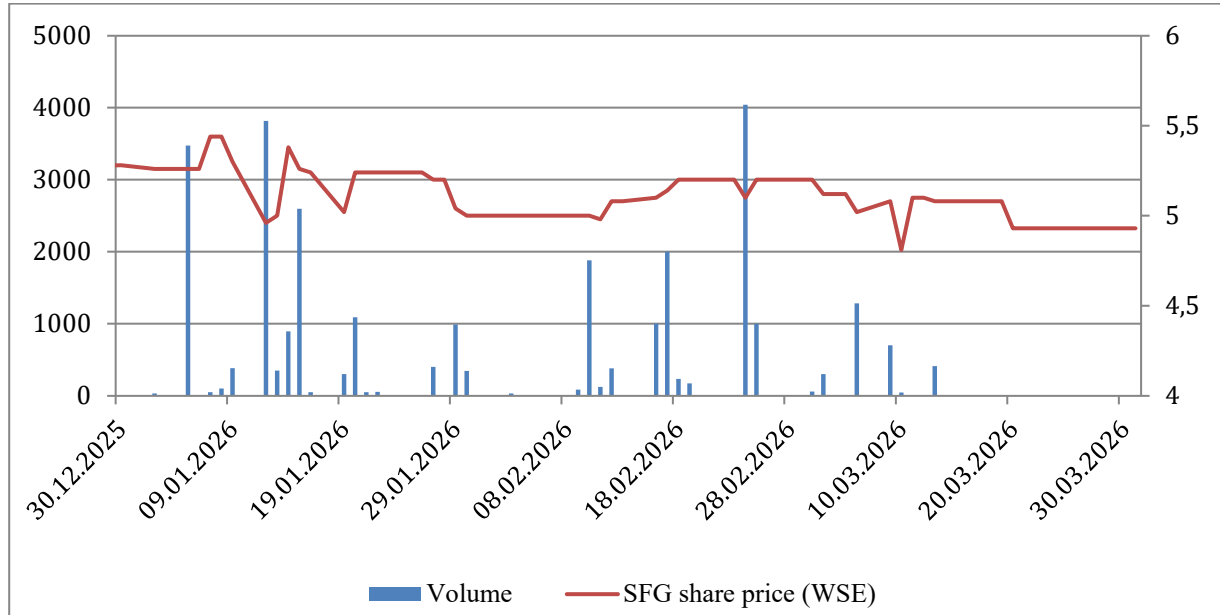
Share price development and turnover on the Tallinn Stock Exchange during Q1 of 2026 (EUR)

During Q1 of 2026 the highest and lowest prices of the AS Silvano Fashion Group' share on the Tallinn Stock Exchange were 1.265 EUR and 1.155 EUR, respectively.



Share price development on the Warsaw Stock Exchange during Q1 of 2026(PLN)

During Q1 of 2026, the highest and lowest prices of the AS Silvano Fashion Group` share on the Warsaw Stock Exchange were 5.44 PLN and 4.81 PLN respectively.



Declaration of the Management Board

The Management Board of AS Silvano Fashion Group has reviewed and approved Consolidated Interim Financial Report for Q1 of 2026 (hereinafter “the Interim Report”).

Member of the Management Board confirms that according to his best knowledge the Interim Report gives a true and fair view of financial position of the Group, its financial performance and its cash flows in accordance with International Financial Reporting Standards, as adopted by EU, and IAS 34 “Interim Financial Reporting”.

Furthermore, Member of the Management Board confirms that in his opinion the Interim Report provides a fair review of significant developments in the Group's activities that occurred during the reporting period and their impact and describes significant risks and uncertainties that may affect the Group during future reporting periods.

The Interim Report has not been audited or otherwise reviewed by the auditors.



Jarek Särgava
Member of the Management Board
May 29, 2026

Consolidated Statement of Financial Position

in thousands of EUR	Note	31.03.2026	31.12.2025
		Unaudited	Audited
ASSETS			
Current assets			
Cash and cash equivalents	2	7 735	6 639
Short-term deposits over 3 months	2	38 387	38 311
Trade and other receivables	3	1 779	1 329
Prepayments and other tax receivables	3	2 046	2 106
Other assets		59	37
Inventories	4	30 946	31 237
Total current assets		80 952	79 659
Non-current assets			
Non-current receivables		315	313
Investments in associates		93	97
Investments in other shares		222	221
Deferred tax asset		3 642	3 656
Intangible assets		649	658
Investment property		858	859
Property, plant and equipment	5	8 147	8 384
Total non-current assets		13 926	14 188
TOTAL ASSETS		94 878	93 847
LIABILITIES AND EQUITY			
Current liabilities			
Current lease liabilities		1 939	2 519
Trade and other payables	6	4 822	5 506
Tax liabilities		1 827	1 267
Total current liabilities		8 588	9 292
Non-current liabilities			
Non-current lease liabilities		3 793	3 389
Non-current provisions		46	45
Total non-current liabilities		3 839	3 434
Total liabilities		12 427	12 726
Equity			
Share capital	7	3 600	3 600
Share premium		4 967	4 967
Statutory reserve capital		1 306	1 306
Unrealised exchange rate differences		-18 698	-18 949
Retained earnings		86 757	85 844
Total equity attributable to equity holders of the Parent company		77 932	76 768
Non-controlling interest		4 519	4 353
Total equity		82 451	81 121
TOTAL EQUITY AND LIABILITIES		94 878	93 847

Consolidated Income Statement

in thousands of EUR	Note	1Q 2026	1Q 2025
		Unaudited	Unaudited
Revenue from contracts with customers	9	11 816	12 016
Cost of goods sold		-5 160	-6 172
Gross Profit		6 656	5 844
Distribution expenses		-3 346	-3 020
Administrative expenses		-1 542	-1 283
Other operating income		102	63
Other operating expenses		-179	-202
Operating profit		1 691	1 402
Currency exchange income/(expense)		-259	1 833
Other finance income/(expenses)		121	112
Net finance income		-138	1 945
Profit (loss) from associates using equity method		-4	-7
Profit before tax		1 549	3 340
Income tax expense		-503	-371
Profit for the period		1 046	2 969
Attributable to :			
Equity holders of the Parent company		913	2 752
Non-controlling interest		133	217
Earnings per share from profit attributable to equity holders of the Parent company, both basic and diluted (EUR)	8	0,03	0,08

Consolidated Statement of Comprehensive Income

in thousands of EUR	Note	1Q 2026	1Q 2025
		Unaudited	Unaudited
Profit for the period		1 046	2 969
Other comprehensive income (loss) that will be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		284	1 914
Total other comprehensive income for the period		284	1 914
Total comprehensive income (loss) for the period		1 330	4 883
Attributable to:			
Equity holders of the Parent company		1 164	4 396
Non-controlling interest		166	487

Consolidated Statement of Cash Flows

in thousands of EUR	Note	03m 2026	03m 2025
Cash flow from operating activities		Unaudited	Unaudited
Profit for the period		1 046	2 969
Adjustments for:			
Depreciation and amortization of non-current assets		839	763
Share of profit of equity accounted investees		4	7
Gains/Losses on the sale of property, plant and equipment		6	0
Net finance income / costs		138	-1 945
Provision for impairment losses on trade receivables		0	4
Provision for inventories		1	1
Income tax expense		503	371
Change in inventories		291	-3 835
Change in trade and other receivables		-465	-501
Change in trade and other payables		-347	-188
Interest paid		0	-4
Income tax paid		-194	-260
Net cash flow from operating activities		1 822	-2 618
Cash flow from investing activities			
Interest received		368	249
Dividends received		0	12
Purchase of other financial investments		-18 240	-16 400
Proceeds from other financial investments		18 140	11 500
Proceeds from disposal of property, plant and equipment		2	1
Loans granted		0	-11
Acquisition of property, plant and equipment		-45	-90
Acquisition of intangible assets		-5	-20
Net cash flow from investing activities		220	-4 759
Cash flow from financing activities			
Proceeds from borrowings		0	500
Repayment of borrowings		0	-500
Payment of principal portion of lease liabilities		-741	-566
Interest paid on lease liabilities		-217	-208
Dividends paid		0	0
Net cash flow from financing activities		-958	-774
Net increase/decrease in cash and cash equivalents		1 084	-8 151
Cash and cash equivalents at the beginning of period	2	6 639	7 683
Effect of translation to presentation currency		84	2 919
Effect of exchange rate fluctuations on cash held		-72	-103
Cash and cash equivalents at the end of period	2	7 735	2 348

Consolidated Statement of Changes in Equity

in thousands of EUR	Share Capital	Share Premium	Statutory reserve capital	Unrealised exchange rate differences	Retained earnings	Total equity attributable to equity holders of the Parent company	Non- controlling interest	Total equity
Balance as at 31 December 2024 (Audited)	3 600	4 967	1 306	-20 495	76 615	65 993	3 338	69 331
Profit for the period	0	0	0	0	2 752	2 752	217	2 969
Other comprehensive income for the period	0	0	0	1 644	0	1 644	270	1 914
Total comprehensive income for the period	0	0	0	1 644	2 752	4 396	487	4 883
Transactions with owners, recognised directly in equity								
Dividends declared	0	0	0	0	0	0	0	0
Total transactions with owners, recognised directly in equity	0	0	0	0	0	0	0	0
Balance as at 31 March 2025 (Unaudited)	3 600	4 967	1 306	-18 851	79 367	70 389	3 825	74 214
Balance as at 31 December 2025 (Audited)	3 600	4 967	1 306	-18 949	85 844	76 768	4 353	81 121
Profit for the period	0	0	0	0	913	913	133	1 046
Other comprehensive income for the period	0	0	0	251	0	251	33	284
Total comprehensive income for the period	0	0	0	251	913	1 164	166	1 330
Transactions with owners, recognised directly in equity								
Dividends declared	0	0	0	0	0	0	0	0
Total transactions with owners, recognised directly in equity	0	0	0	0	0	0	0	0
Balance as at 31 March 2026 (Unaudited)	3 600	4 967	1 306	-18 698	86 757	77 932	4 519	82 451

Notes to the Interim Report

Note 1 Summary of significant accounting policies

AS Silvano Fashion Group is a company registered in Estonia. This Interim Report of the Group is prepared for the reporting period ended 31 March 2026 and comprises parent company and its subsidiaries.

The principal accounting policies applied in the preparation of this Interim Report are set out below. The policies have been consistently applied to all the years presented unless otherwise stated.

The Interim Report has not been audited or reviewed by external auditors.

Basis for preparation

This Interim Report of AS Silvano Fashion Group for Q1 ended on 31 March 2026 has been prepared in accordance with IAS 34 “Interim financial reporting” as adopted by the European Union. The Interim Report should be read in conjunction with the Annual Report for the financial year ended on 31 December 2025, which have been prepared in accordance with IFRS as adopted by the European Union.

This Interim Report is comprised in thousands of Euros (EUR).

The Group’s performance is not significantly affected by any seasonal or cyclical factors. Nevertheless, revenue during vacation periods and holidays in CIS countries is usually higher compared to other periods.

New standards and interpretations

In additions to disclosures already made in the Annual Report for the financial year ended on 31 December 2025 there are no new IFRSs or IFRIC interpretations that are effective for the financial year beginning on or after 1 January 2026 and that would be expected to have a material impact on the Group.

Note 2 Cash and cash equivalents

in thousands of EUR	31.03.26	31.12.25
Cash on hand	65	136
Current bank accounts in EUR	2 637	2 027
Current bank accounts in other currencies than EUR	742	532
Short-term bank deposits in EUR	500	340
Short-term bank deposits in other currencies than EUR	3 727	3 434
Cash in transit	64	170
Total	7 735	6 639

in thousands of EUR	31.03.26	31.12.25
Estonia	550	427
Latvia	53	402
Russia	4 793	4 387
Belarus	1 842	964
Ukraine	110	125
Monaco	387	334
Total	7 735	6 639

Short-term deposits over Q1

in thousands of EUR	31.03.26	31.12.25
Estonia	38 387	38 311
Total	38 387	38 311

Note 3 Trade receivables and other assets

in thousands of EUR	31.03.26	31.12.25
Trade accounts receivable from third parties	1 681	1 233
Trade accounts receivable from related parties	0	0
Receivables on services rendered	32	35
Other receivables	184	179
	1 897	1 447
Allowance for expected credit losses	-118	-118
Total trade and other receivables	1 779	1 329

Prepayments and other tax receivables

in thousands of EUR	31.03.26	31.12.25
Prepayments issued to suppliers	1 346	1 412
VAT recoverable	658	508
Other tax prepayments	42	186
Total prepayments and other tax receivables	2 046	2 106

The fair values of trade and other receivables are not materially different from the carrying values based on the expected discounted cash flows.

Note 4 Inventories

in thousands of EUR	31.03.26	31.12.25
Raw and other materials	3 419	4 814
Work in progress	1 221	1 211
Finished goods	24 938	23 748
Other inventories	1 368	1 464
Total	30 946	31 237

Note 5 Property, plant and equipment

in thousands of EUR						
	Land and buildings	Plant and equipment	Other equipment and fixtures	Right-of-use asset	Assets under construction	Total
31.12.2024						
Cost	3 183	12 574	4 379	14 494	75	34 705
Accumulated depreciation	-1 959	-11 321	-3 579	-9 632	0	-26 491
Net book amount	1 224	1 253	800	4 862	75	8 214
Movements during 03m 2025						
Additions	0	0	7	86	83	176
Modification	0	0	0	4	0	4
Disposals	0	0	-1	-219	0	-220
Reclassifications	34	28	64	0	-126	0
Depreciation	-16	-69	-93	-557	0	-735
Unrealised exchange rate differences	97	94	86	608	5	890
Closing net book amount	1 339	1 306	863	4 784	37	8 329
31.03.2025						
Cost	3 461	13 363	4 793	16 225	37	37 879
Accumulated depreciation	-2 122	-12 057	-3 930	-11 441	0	-29 550
Net book amount	1 339	1 306	863	4 784	37	8 329
31.12.2025						
Cost	3 439	13 144	5 278	16 529	22	38 412
Accumulated depreciation	-2 140	-11 990	-4 113	-11 785	0	-30 028
Net book amount	1 299	1 154	1 165	4 744	22	8 384
Movements during 03m 2026						
Additions	0	0	10	499	35	544
Modifications	0	0	0	121	0	121
Disposals	0	0	-8	-50	0	-58
Transfers and reclassification	0	2	33	0	-35	0
Depreciation	-16	-68	-120	-609	0	-813
Unrealised exchange rate differences	10	9	-58	8	0	-31
Closing net book amount	1 293	1 097	1 022	4 713	22	8 147
31.03.2026						
Cost	3 463	13 155	5 314	17 059	22	39 013
Accumulated depreciation	-2 170	-12 058	-4 292	-12 346	0	-30 866
Net book amount	1 293	1 097	1 022	4 713	22	8 147

The Group didn't have any significant binding commitments to purchase property plant and equipment as of 31 March 2026.

Note 6 Trade and other payables

in thousands of EUR	31.03.26	31.12.25
Trade accounts payable to third parties	2 188	3 272
Prepayments received from customers	958	812
Accrued expenses	726	776
Accounts payables to employees	701	459
Other payables	249	187
Total trade and other payables	4 822	5 506

Fair values of trade and other payables are not materially different from book values due to short maturities.

Note 7 Equity Shares

As of 31 March 2026 registered share capital of AS Silvano Fashion Group amounted to 3 600 thousand EUR divided into 36 000 000 shares with a nominal value of 0.10 EUR each (as of 31 December 2025, 3 600 thousand EUR 36 000 000 shares and 0.10 EUR nominal value, respectively). All shares of AS Silvano Fashion Group are ordinary shares and all are registered. Each ordinary share gives a shareholder one vote in General Meeting of Shareholders. No share certificates are issued for registered shares. The share register is electronic and maintained at the Estonian Central Depository for Securities. All shares are fully paid shares.

As of 31 March 2026 AS Silvano Fashion Group had 2 446 shareholders (as of 31 December 2025: 2 485 shareholders).

Note 8 Earnings per share

The calculation of basic earnings per share for Q1 of 2026 (Q1 of 2025) is based on profit attributable to owners and a weighted average number of ordinary shares.

in thousands of shares	Q1 2026	Q1 2025
Number of ordinary shares at the beginning of the period	36 000	36 000
Effect of own shares held at the beginning of the period	0	0
Number of ordinary shares at the end of the period	36 000	36 000
Effect of own shares held at the end of the period	0	0
Weighted average number of ordinary shares for the Period	36 000	36 000
in thousands of EUR	Q1 2026	Q1 2025
Profit (loss) for the period attributable to equity holders of the Parent company	913	2 752
Basic earnings per share (EUR)	0.03	0.08
Diluted earnings per share (EUR)	0.03	0.08

Diluted earnings per share do not differ from basic earnings per share as the Group has no financial instruments issued that could potentially dilute the earnings per share.

Note 9 Revenue from contracts with customers

in thousands of EUR	03m 2026	03m 2025
Revenue from wholesale	5 985	6 930
Revenue from retail	5 789	5 055
Subcontracting and services	42	28
Other sales	0	3
Total	11 816	12 016

Note 10 Transactions with related parties

The following parties are considered to be related;

- a) Shareholders owning, directly or indirectly, a voting power in the parent company or its significant subsidiaries that gives them significant influence over the parent company or its significant subsidiaries and companies under their control.
- b) Associates - enterprises in which parent company or its subsidiaries have significant influence;
- c) Members of the Management Board and Supervisory Boards of parent company and its significant subsidiaries and their immediate family members and companies under their control or significant influence.

The Group's owners are legal and physical persons and no sole shareholder has control over the Group's activities. According to management's assessment, the prices applied in transactions with related parties did not differ significantly from the market terms.

Sales of goods and services		
in thousands of EUR	Q1 2026	Q1 2025
Associates	39	69
Total	39	69

Balances with related parties		
in thousands of EUR	31.03.2026	31.12.2025
Trade receivables from associates	0	0
Total	0	0

Benefits to key management of the group		
in thousands of EUR	Q1 2026	Q1 2025
Remunerations and benefits	347	208
Total	347	208

Note 11 Operating segments

The Group's operating segments have been determined based on regular reports being monitored and analysed by Management and Supervisory Boards of the parent company on an on-going basis.

The Management and Supervisory Board consider the business primarily from the activity perspective, monitoring separately wholesale and retail activities.

- The wholesale segment includes purchasing and production of women's lingerie, and distribution to external wholesale customers and the retail segment. The Group's manufacturing facilities are located in Latvia and Belarus.
- The retail segment sells the lingerie through own retail network in Latvia, Belarus and Russia.

There is a strong integration between wholesale and retail segments. The accounting policies of reportable segments are the same. Management estimates that intersegment transactions have been done on arm's length basis.

Primary measures monitored by the Supervisory Board are segment revenues, segment EBITDA (which is defined as profit before depreciation, amortisation, net financial income, income tax expense and gain on net monetary position) and segment net profit. These measures are included in the internal management reports that are reviewed by the Management Board and the Supervisory Board. Segment EBITDA is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segment relative to other entities that operate within the industry.

Interest income and interest expenses are not core activities of operating segments and are not provided to management and are not evaluated by management as performance assessment criteria of segments' performance. Therefore, interest income and interest expenses are presented on net basis.

Unallocated revenues include revenues from services, commissions and rental income. Unallocated assets include cash and bank deposits not used in daily operations of either of the segments.

AS Silvano Fashion Group Consolidated Interim Financial Report for Q1 of 2026

Operating segments <i>in thousands of EUR</i>	03m 2026		and as of 31.03.2026			
	Lingerie retail	Lingerie wholesale	Total segments	Unallocated	Eliminations	Total
Revenue from external customers	5 789	5 985	11 774	42		11 816
Intersegment revenues	0	-6 400	-6 400	-718	7 118	0
EBITDA	1 856	797	2 653	-123		2 530
Amortization and depreciation	-584	-163	-747	-92		-839
Operating income, EBIT	1 272	634	1 906	-215	0	1 691
Profit from associates using equity method	0	-4	-4	0		-4
Net financial income	-192	-139	-331	193		-138
Income tax	-94	-250	-344	-159		-503
Net profit	986	241	1 227	-181	0	1 046
Investments in associates	0	93	93	0		93
Other operating segments assets	13 122	35 737	48 859	45 926		94 785
Reportable segments liabilities	2 688	7 971	10 659	1 768		12 427
Capital expenditures	531	10	541	8		549
Number of employees as of reporting date	553	961	1 514	98		1 612
Operating segments <i>in thousands of EUR</i>	03m 2025		and as of 31.03.2025			
	Lingerie retail	Lingerie wholesale	Total segments	Unallocated	Eliminations	Total
Revenue from external customers	5 055	6 930	11 985	31		12 016
Intersegment revenues	0	-7 473	-7 473	-892	8 365	0
EBITDA	1 405	784	2 189	-24		2 165
Amortization and depreciation	-537	-143	-680	-83		-763
Operating income, EBIT	868	641	1 509	-107	0	1 402
Profit from associates using equity method	0	-7	-7	0		-7
Net financial income	-27	296	269	1 676		1 945
Income tax	-174	-136	-310	-61		-371
Net profit	667	794	1 461	1 508	0	2 969
Investments in associates	0	101	101	0		101
Other operating segments assets	12 091	37 971	50 062	39 286		89 348
Reportable segments liabilities	4 562	8 704	13 266	1 969		15 235
Capital expenditures	145	42	187	9		196
Number of employees as of reporting date	517	1 022	1 539	103		1 642

Revenue and non-current assets breakdown by geographical areas

Revenues in the table below are based on the geographical location of customers; segment assets are based on the geographical location of the assets.

Geographical segments

in thousands of EUR	Revenue Q1 2026	Revenue Q1 2025	Non-current assets 31.03.2026	Non-current assets 31.12.2025
Russia	6 201	6 578	4 037	4 417
Belarus	3 890	3 645	9 519	9 366
Ukraine	0	16	0	0
Baltics	269	271	343	378
Other countries	1 456	1 506	27	27
Total	11 816	12 016	13 926	14 188