



SAF Tehnika JSC

Consolidated Interim Report for Q1 of financial year 2025/2026

July 1, 2025 – September 30, 2025

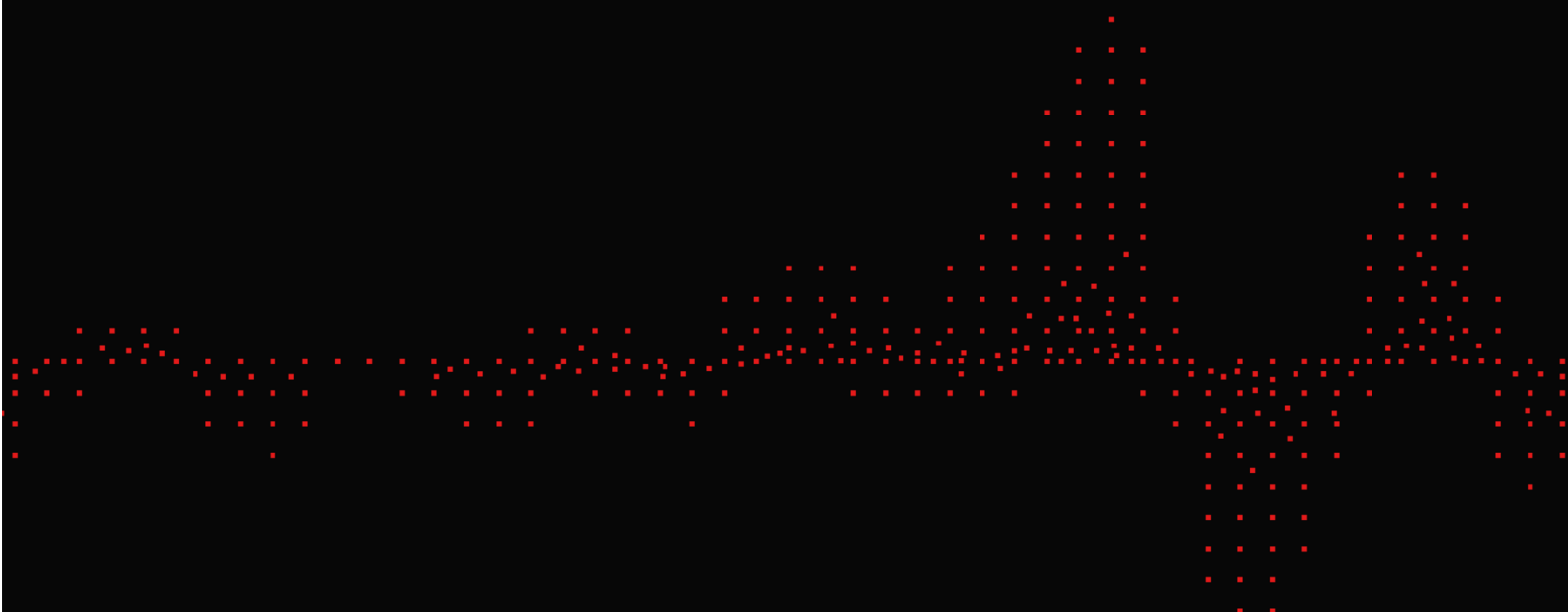


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Key data

SAF Tehnika (hereinafter – the Group) is a manufacturer of wireless data transmission equipment. The company's activities can be divided into three categories:

- Digital microwave radio equipment for voice and data transmission.
- Microwave spectrum analyzers and signal generators.
- Wireless sensor network solutions for environmental monitoring. (IoT – Internet of Things segments)

The company's 25 years of experience and knowledge have enabled it to develop a number of innovations, including the launch of the world's smallest microwave spectrum analyzers to the market – the Spectrum Compact series, as well as the introduction of wireless sensor network solutions – the Aranet brand.

SAF Tehnika products are found in more than 130 countries worldwide. The company has a total of 275 employees, most of them are considered to be leading experts in their field not only locally, but also globally.

The company's products are used by both the public and private sectors in areas such as mobile communications, internet service providing, industrial production, finance, horticulture, media and many others.

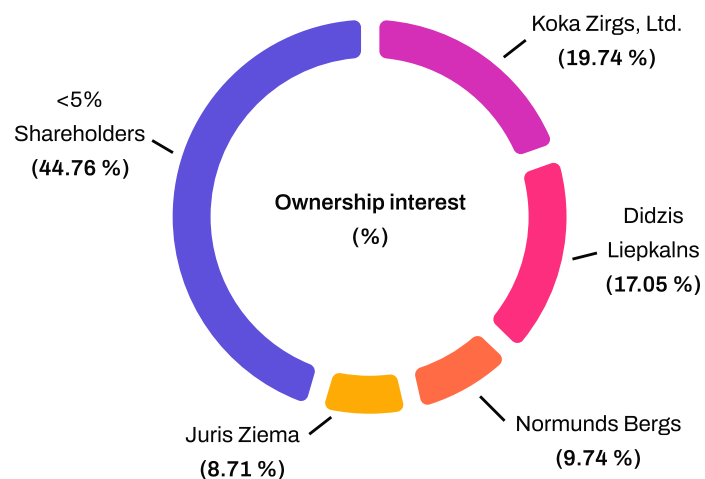
The company's activities are based on the concern for the highest quality, customer-focused business philosophy and openness.

Currently, the Group consists of the joint stock company registered in Latvia – AS SAF Tehnika (hereinafter – the Parent company), and subsidiaries “SAF North America” LLC and SAF TEHNIKA ASIA PTE.LTD wholly owned by the Parent company. AS SAF Tehnika is a public joint stock company established under applicable law of the Republic of Latvia. Shares of AS SAF Tehnika are listed on Nasdaq Riga Stock Exchange.

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Commercial Registry Nr.:	40003474109
VAT Registry Nr.:	LV40003474109
Beginning of financial year:	01.07.2025
End of financial year:	30.06.2026
Phone:	+371 67046840
E-mail:	info@saftehnika.com

Share and Shareholdings

SAF Tehnika shareholders (over 5%) as of 30.06.2025.



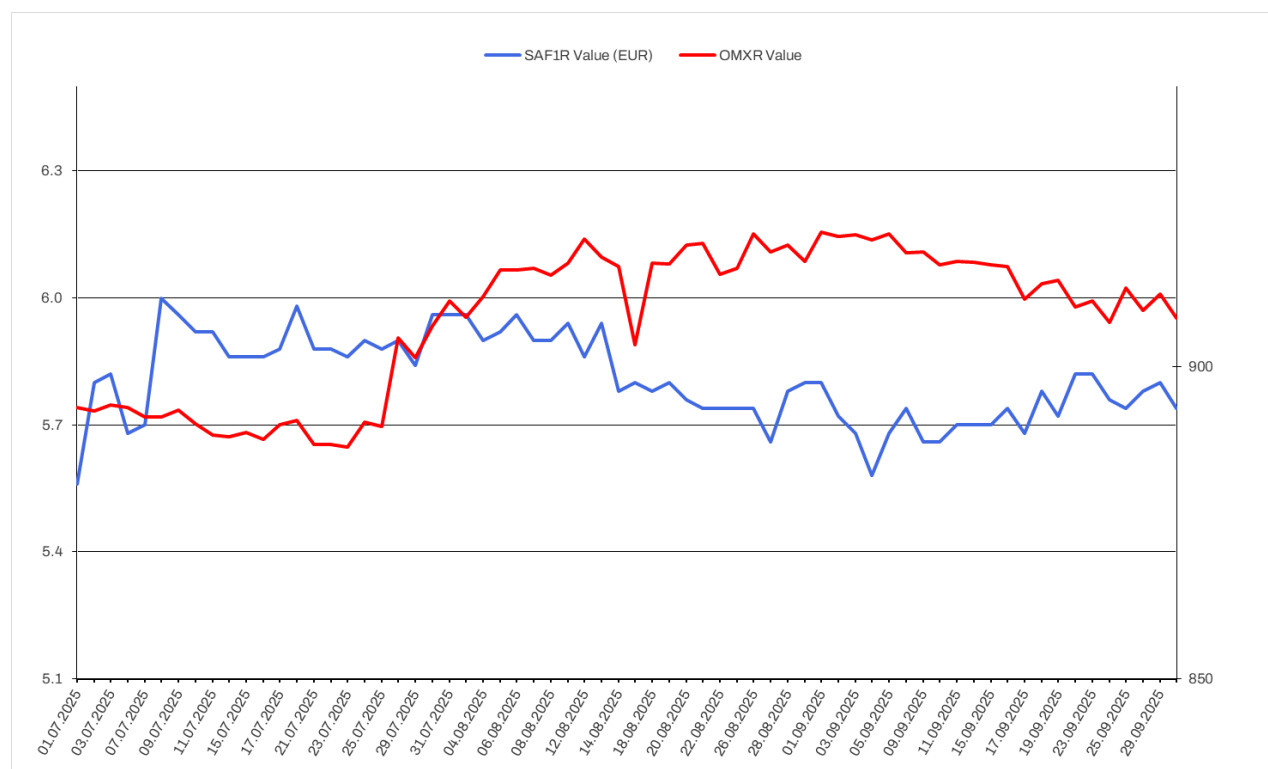
SAF Tehnika share price and OMX Riga index development for the reporting period

SAF Tehnika (SAF1R)

Period: July 1, 2025 – September 30, 2025

Currency: EUR

Marketplace: Nasdaq Riga



Information on Management and Supervisory Board members

SAF Tehnika Management Board

Name	Position	Ownership interest (%)
Normunds Bergs	Chairman	owns 9.74% of shares
Didzis Liepkalns	Member	owns 17.05% of shares
Zane Jozepa	Member	owns no shares
Jānis Bergs	Member	owns 387 shares

SAF Tehnika Supervisory Board:

Name	Position	Ownership interest (%)
Juris Ziema	Chairman	owns 8.71% of shares
Andrejs Grišāns	Vice-Chairman	owns 1.95% of shares
Ivars Šenbergs	Member	owns 2 shares
Aira Loite	Member	owns 8000 shares
Sanda Reiharde	Member	owns no shares

Information on professional and educational background of the management board members

Normunds Bergs, is Chairman of the Board and Chief Executive Officer of SAF Tehnika AS. Mr. Bergs is one of the founders of SIA Fortech (co-founding company of SAF Tehnika AS) where during the periods from 1990 to 1992 and 1999 to 2000 he acted as Managing Director and General Director, respectively. Following SIA Fortech's merger with AS Microlink in 2000, Mr. Bergs became Chief Executive Officer of SAF Tehnika AS and a member of the Management Board of AS Microlink. From 1992 to 1999, Mr. Bergs worked for World Trade Centre Riga, where he held the position of General Director and became a Member of the Board of Directors in 1998. Mr. Bergs graduated from the Riga Technical University with a degree in radio engineering in 1986.

Didzis Liepkalns, is Member of the Board and Technical Director of SAF Tehnika. Mr. Liepkalns founded a private enterprise SAF in 1995 and co-founded the company SAF Tehnika AS in 1999. From 1985 to 1990 he worked as an engineer at the Institute of Electronic Engineering and Computer Sciences. Mr. Liepkalns has graduated Riga Technical University with a degree in radio engineering in 1985.

Zane Jozepa, is Member of the Board and Chief Financial Officer. Prior to her employment with SAF Tehnika, Ms. Jozepa has been working in the leading IT and telecommunication services provider in Latvia – SIA Lattelecom, which is a subsidiary company of SIA Citrus Solutions that provides design, construction and maintenance of the engineering and technical systems and infrastructure. Ms. Jozepa has been working as a Business Controller for the first two years. She became Head of Finance in 2008, and a Board Member in 2012. Ms. Jozepa gained her professional experience in finance while working for SIA Coca Cola HBC Latvia during 2001-2006. She has graduated the BA School of Business and Finance (Banku Augstskola) and has a BA degree in finance management.

Jānis Bergs, is Member of the Board, Vice President of Sales and Marketing, and the President of "SAF North America". From 2000 till 2006 Mr. Bergs was a Member of the Board and later CEO of AS Microlink. When Microlink was sold to the TeliaSonera group in 2006, Jānis became a shareholder and CEO of SIA FMS, where he worked until January 2015. Mr. Bergs was a Member of AS SAF Tehnika Council from November 2006 till August 2010, and for more than 10 years he has been managing the Latvian IT and Telecommunications Association (LIKTA) and the ICT cluster, as well as giving lectures in business studies in Riga Business School. Mr. Bergs has graduated Riga Technical University as radio engineer and has an MBA degree from Riga Business School.

Information on professional and educational background of the supervisory council members

Juris Ziema, co-founder of the Company, is Chairman of the Supervisory Council and Production Department Director. From 1998 to 1999 he worked as an engineer at Mr. Liepkalns private enterprise SAF. From 1987 to 1999 Mr. Ziema worked as an engineer at the Institute of Electronic Engineering and Computer Sciences. Mr. Ziema has graduated Riga Technical University with a degree in radio engineering in 1987.

Andrejs Grišāns, co-founder of the Company, is Vice-Chairman of the Supervisory Council and Production Department Manager. Prior to joining the Company, he owned and managed a private company specializing in electronic equipment engineering, production and distribution. From 1992 to 1999 Mr. Grisans was involved in entrepreneurial activities in the field of radio engineering. He worked as an engineer-constructor at the Institute of Polymer Mechanics from 1984 to 1992 and in the constructing bureau Orbita from 1980 to 1984. Mr. Grisans has graduated Riga Technical University with a degree in radio engineering in 1980.

Ivars Šenbergs, Member of the Supervisory Council, also Chairman of the Board of SIA Juridiskais Audits, SIA Namipasumu parvalde, SIA Synergy Consulting, SIA IŠMU, SIA Dzirnau centrs and Member of the Supervisory Council of AS MFS bookkeeping. From 1999 until 2000 he worked as Finance and Administrative Director at SIA Fortech. Mr. Šenbergs has graduated Faculty of Law, University of Latvia in 1986.

Aira Loite, Member of the Supervisory Council, has resumed working in SAF Tehnika in a position of a Director of Digital Transformation in September 2021. She has extensive experience in management, finance, administration and IT, gained in companies operating in local and international markets. She worked as an Administrative Director (2019-2020) in a food production company "Forevers" Ltd.), metal processing company group "Torgy Mek" as Finance Director (2016-2019) and as a Director of Torgy Baltic SIA (2018-2019). Aira Loite has been a member of the Board of SAF Tehnika, Finance and Administrative Director (2007-2011), Managing Director (2011-2015). From 2006 to 2007, she worked as the director of the Business Information and Control Department of SIA Lattelecom. From 2000 to 2006, she was a member of the Board and Chief Financial Officer of SIA Microlink Latvia. A. Loite has graduated the University of Latvia in 1988 and holds Masters degree in Mathematics and MBA from Salford University, GB, obtained in 2009.

Sanda Reiharde, Member of the Supervisory Council, currently leading Microsoft Azure business in Small and Medium segment in CEE (Central and Eastern Europe) 30+ countries. Almost 15 years spent in the information technology industry in various business development and sales leader roles in the Baltic and European markets. Previous experience in banking (Parex Bank, 2006-2008) and sales account management in a Danish and Swedish owned logistics company Baltic Transshipment Center (2000-2006). She graduated from Salford University in 2009 with MBA, as well as Riga Stradins University in 2021, and holds a Master degree in Clinical Psychology.

Statement of Board's Responsibilities

The Board of SAF Tehnika JSC (hereinafter – the Parent) is responsible for preparing the consolidated financial statements of the Parent and its subsidiaries (hereinafter - the Group).

The consolidated financial statements are prepared in accordance with the source documents and present fairly the consolidated financial position of the Group as of 30 September, 2025 and the consolidated results of its financial performance and cash flows for the quarter then ended.

The above mentioned financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the European Union, and are prepared on a going concern basis. Appropriate accounting policies have been applied on a consistent basis. The consolidated interim financial statements have been prepared based on the same accounting principles applied in the Consolidated Financial Statements for the year ended on June 30, 2025.

Prudent and reasonable judgments and estimates have been made by the management in the preparation of the financial statements.

The Board of SAF Tehnika JSC is responsible for the maintenance of proper accounting records, the safeguarding of the Group's assets and the prevention and detection of fraud and other irregularities in the Group. The Board is responsible for compliance with the requirements of normative acts of the countries the Group operates in (Latvia, United States of America and Singapore).

The interim financial statements have been prepared in Euro.



Zane Jozepa
CFO, Member of the Management Board

Management Report

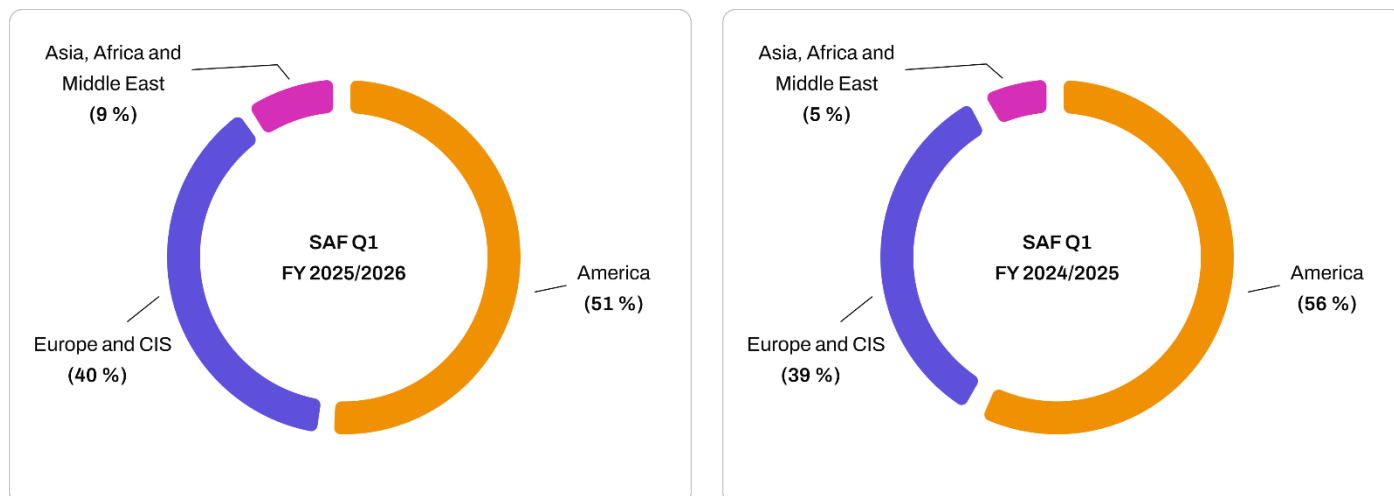
The Group's unaudited consolidated net turnover for the first quarter (Q1) of fiscal year (FY) 2025/2026 was EUR 7.83 million, representing an 8% decrease compared to the first quarter of FY 2024/2025. Despite the decrease in turnover compared to the first quarter of the previous year, the sales volume was 50% higher than in both the third and fourth quarters of the previous year.

The turnover of the North and Latin American region amounted to EUR 4 million, representing 51% of total turnover. Compared to the same quarter of the previous fiscal year, turnover decreased by 15%.

The turnover of the European region amounted to EUR 3.1 million, representing 40% of total turnover. This is 6% lower than in the first quarter of the previous fiscal year. The turnover of the Asia, Africa, and Middle East region increased by 50% compared to the corresponding quarter of the previous fiscal year, accounting for 9% of total quarterly turnover (or EUR 676 thousand).

As noted in previous reports, fluctuations in quarterly turnover are influenced by the completion of individual projects. These projects vary in size and complexity, and their execution is affected by both the duration of the production process and the lead times for material procurement. Consequently, product shipments and revenue recognition often occur in subsequent quarters.

Comparative charts of Q1 sales volumes by region:



In the reporting quarter, the Group's products were sold in 69 countries.

During the reporting quarter, an investment was made in SIA "PLUFF". The company's line of business is the production of plastic injection-moulded products and the provision of milling services. In accordance with the signed share capital agreement, SAF Tehnika acquired 300 shares, representing 30% of the company's share capital. The total investment amounted to EUR 300 thousand.

The Group's expenses did not exceed the amounts planned in the budget. The Group continues to invest in the development of new products and product modifications, as well as in sales promotion across existing and new market segments.

The Group closed the first quarter of fiscal year 2025/2026 with an unaudited profit of EUR 693 thousand. In the first quarter of the previous fiscal year, the Group reported a profit of EUR 814 thousand.

The Group's operations have long been affected by the global shortage of various electronic components. During previous periods, the company accumulated material reserves to ensure the ability to fulfil most orders and maintain short – customer-expected – delivery times. In recent periods, a continued improvement in delivery lead times has been observed. The total amount of slow-moving inventory decreased during the reporting quarter by EUR 489 thousand.

The Group's net cash flow for the first three months of fiscal year was negative, amounting to EUR 1.6 million. The Group's cash balance in the statement of financial position at the end of the period was EUR 3.2 million.

To ensure liquidity, the Parent Company has a Credit Line Agreement in place with Luminor Bank AS for a total amount of EUR 4.95 million. As at the end of the reporting period, the utilized amount of the credit line was EUR 298 thousand.

In the first quarter of fiscal year 2025/2026, EUR 386 thousand were invested in the acquisition of fixed assets, primarily to support production and testing processes, as well as to purchase office equipment.

Market Overview

During the quarter, there were no significant changes in the microwave radio market. In our view, no major or rapid developments in this market are expected in the near future. SAF Tehnika continues to work closely with its customers and partners with the aim of identifying and mitigating potential risks in a timely manner, as well as evaluating new development opportunities. The Group also continuously monitors changes in the global trade environment, including tariff adjustments in the United States.

Guidelines

SAF Tehnika is a company with extensive experience and expertise in the development and production of microwave links.

During the reporting period, the Group continued developing its microwave wireless data transmission product lines, focusing on identifying and implementing solutions to enhance product functionality and quality while reducing production costs. It also advanced the development and functionality of its Internet of Things (IoT) environmental monitoring solution, Aranet, along with the Aranet Cloud service. Aranet is an industrial-grade wireless solution that enables the measurement of a range of environmental parameters, including temperature, humidity, radon, and CO₂.

Although the direct impact of Russia's military actions in Ukraine on the Group's operations has been relatively limited, overall uncertainty in the business environment persists. The Group continues to monitor potential cost increases and assess the associated risks. It regularly reviews procurement volumes and delivery schedules and maintains material reserves to ensure that most orders can be fulfilled within standard lead times. This applies to all SAF product families – microwave links, Spectrum Compact, and Aranet.

The company's goal is to stabilize its turnover to ensure a positive net result over the long term. The Group continues to advance innovative data transmission solutions, combining high quality with the ability to meet specific customer requirements. The Board of SAF Tehnika remains cautious and refrains from providing specific sales and operational performance forecasts.

As of September 30, 2025, the Group employed 277 people, compared to 260 as of September 30, 2024.

KEY indicators

	Q1 2025/26 EUR	Q1 2024/25 EUR	Q1 2023/23 EUR
Net Sales	7 826 685	8 529 370	5 385 244
Earnings before interest, taxes and depreciation (EBITDA)	1 093 774	1 302 902	(1 107 392)
<i>(EBITDA %)</i>	14%	15%	-20.6%
Profit/loss before interest and taxes (EBIT)	753 951	900 338	(1 472 285)
<i>(EBIT %)</i>	10%	11%	-27%
Net Profit	692 555	813 903	(1 473 477)
<i>Share of the turnover %</i>	9%	10%	-27%
Total assets	28 320 931	24 245 624	26 005 758
Total Owners equity	16 448 946	17 229 029	16 403 075
<i>Return on assets (ROA) %</i>	2.55%	3.45%	-5.42%
<i>Return on equity (ROE) %</i>	4.32%	4.84%	-8.39%
Liquidity ratio			
<i>Quick ratio %</i>	31%	79%	35%
<i>Current ratio %</i>	68%	131%	49%
Earnings per share	0.23	0.27	(0.50)
Last share price at the end of period	5.74	5.52	10.90
P/E	(17.94)	(184.00)	(49.55)
Number of employees at the end of reporting period	277	260	267

Consolidated Statement of Financial Position

	Note	30.09.2025	30.09.2024
CURRENT ASSETS		EUR	EUR
Cash and bank		3 154 582	3 966 142
Customer receivables	1		
Accounts receivable		3 098 108	2 450 146
Allowance for uncollectible receivables		(17 612)	(1 962)
Total		3 080 496	2 448 184
Other current receivables	2	587 911	118 089
Total		587 911	118 089
Prepaid expenses			
Prepaid taxes		184 274	161 533
Other prepaid expenses		325 598	303 372
Total		509 872	464 905
Inventories	3		
Raw materials		3 536 726	2 230 498
Work-in-progress		3 985 134	2 933 062
Finished goods		8 058 280	6 668 916
Prepayments to suppliers		97 003	47 486
Total		15 677 143	11 879 962
TOTAL CURRENT ASSETS		23 010 004	18 877 282
NON-CURRENT ASSETS			
Long-term financial assets			
Investments in other companies	4	499 666	209 183
Deferred income tax		163 121	157 591
Long-term loans		6 120	7 488
Total		668 907	374 262
NON-CURRENT physical assets	5		
Plant and equipment		6 178 685	5 720 214
Other equipment and fixtures		3 967 150	3 721 021
Accumulated depreciation		(7 564 098)	(6 575 034)
Prepayments for noncurrent physical assets		11 723	16 720
Unfinished renovation works		104 752	32 212
Long-term investment - lease		1 373 952	1 490 259
Total		4 072 165	4 405 392
Intangible assets	5		
Purchased licenses, trademarks etc.		519 660	546 542
Other long-term intangible assets		50 196	42 146
Total		569 856	588 688
TOTAL NON-CURRENT ASSETS		5 310 928	5 368 343
TOTAL ASSETS		28 320 931	24 245 625

LIABILITIES AND OWNERS' EQUITY	Note	30.09.2025	30.09.2024
CURRENT LIABILITIES		EUR	EUR
Debt obligations			
Short-term loans from financial institutions	6	323 236	22 750
Customer prepayments for goods and services		4 572 644	584 057
Accounts payable		2 090 816	881 300
Accrued short-term operating lease liabilities	7	372 026	364 213
Tax liabilities		507 495	476 703
Salary-related accrued expenses	8	1 582 738	2 121 202
Provisions for guarantees		46 123	55 658
Deferred income		536 309	492 480
TOTAL CURRENT LIABILITIES		10 031 387	4 998 363
NON-CURRENT LIABILITIES			
Long-term liabilities			
Long-term deferred income		660 526	762 812
Accrue long-term operating lease liabilities	7	1 180 072	1 255 422
TOTAL LONG-TERM LIABILITIES		1 840 598	2 018 234
TOTAL LIABILITIES		11 871 985	7 016 597
OWNERS' EQUITY			
Share capital		4 158 252	4 158 252
Paid in capital over par		2 851 726	2 851 726
Other reserves		8 530	8 530
Retained earnings		8 736 234	9 378 876
Net profit for the financial year		692 555	813 903
Currency translation reserve		1 649	17 742
TOTAL OWNERS' EQUITY		16 448 946	17 229 029
TOTAL LIABILITIES AND OWNERS' EQUITY		28 320 931	24 245 625

Consolidated Statement of Profit or Loss for Q1 of the financial year 2025/2026

	Note	30.09.2025	30.09.2024
		EUR	EUR
Net sales	9	7 826 685	8 529 370
Other operating income		257 920	45 093
Total income		8 084 606	8 574 463
Direct cost of goods sold or services rendered		(3 175 867)	(2 995 349)
Marketing, advertising and public relations expenses		(311 350)	(339 766)
Bad receivables	10	2 640	13 613
Operating expenses		(479 310)	(512 594)
Salaries and social expenses	11	(2 621 716)	(2 430 465)
Bonuses and social expenses	11	(306 689)	(986 610)
Depreciation expense		(317 651)	(305 539)
Amortization of operating lease		(98 540)	(97 024)
Other expenses		(12 655)	(20 390)
Operating expenses		(7 321 138)	(7 674 124)
EBIT		763 468	900 339
Financial income (except ForEx rate difference)		3 442	4 652
Financial costs (except ForEx rate difference)		(18 791)	(16 851)
Foreign exchange +gain/(loss)		(1 406)	(74 238)
Financial items		(16 755)	(86 436)
Share of profit/(loss) of equity-accounted investees		(9 517)	0
EBT		737 196	813 903
Corporate income tax		(44 641)	0
Profit after taxes		692 555	813 903
Net profit/(loss)		692 555	813 903

**Earnings per share*

EPS 30.09.2025. 0.23 EUR

EPS 30.09.2024. 0.27 EUR

Consolidated cash flow statement for 12 months of the financial year 2025/2026

	30.09.2025	30.09.2024
	EUR	EUR
CASH GENERATED FROM OPERATIONS (of which)	(1 233 108)	1 606 836
Cash received from customers	7 302 640	7 449 635
Cash paid to suppliers and employees	(8 660 722)	(5 960 642)
Paid/Received VAT	124 974	117 843
NET CASH USED IN INVESTING ACTIVITIES (of which)	(805 933)	(288 871)
Cash paid for purchasing shares in subsidiary	(300 000)	145
Cash paid for purchasing non-current physical assets	(509 136)	(293 237)
Interest received	3 203	4 221
NET CASH USED IN FINANCING ACTIVITIES (of which)	370 408	445 481
Repayment of short-term loans	323 236	(3 189)
Paid interest	(1 960)	(1 368)
Cash received from EU funds	49 132	450 038
Effects of exchange rate changes	11 014	(10 501)
TOTAL CASH FLOW:	(1 657 619)	1 752 945
Cash and cash equivalents as at the beginning of period	4 812 202	2 213 197
Cash and cash equivalents as at the end of period	3 154 582	3 966 142
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS	(1 657 620)	1 752 945

Statement of changes in consolidated equity for the 3 month period ended September 30, 2025

	Share capital EUR	Share premium EUR	Other reserves EUR	Currency translation reserve EUR	Retained earnings EUR	Total EUR
As at 30 June 2024	4 158 252	2 851 726	8 530	38 567	9 378 876	16 435 951
Currency translation difference	-	-	-	(35 429)	-	(35 429)
Loss for the year	-	-	-	-	(642 642)	(642 642)
As at 30 June 2025	4 158 252	2 851 726	8 530	3 138	8 736 234	15 757 880
Currency translation difference	-	-	-	(1 489)	-	(1 489)
Profit for the year	-	-	-	-	692 555	692 555
As at 30 September 2025	4 158 252	2 851 726	8 530	1 649	9 428 789	16 448 946

Notes for interim report

Note 1: Customer receivables

	30.09.2025 EUR	30.09.2024 EUR
Accounts receivable	3 098 108	2 450 146
Provisions for bad and doubtful accounts receivable	(17 612)	(1 962)
Total receivables	3 080 496	2 448 184

As compared to the same balance sheet date of the previous financial year the total receivables have increased.

Note 2: Other current receivables

	30.09.2025 EUR	30.09.2024 EUR
Other current receivables	587 911	118 089

Other current receivables include the amounts of calculated co-financing from EU funds for ongoing product development projects. Co-financing is assigned via competence center "LEO pētījumu centrs" (LEO) and will be received when project documentation and results are reviewed and accepted by project sponsor.

Note 3: Inventories

	30.09.2025 EUR	30.09.2024 EUR
Raw materials	6 909 757	3 922 883
Allowance for slow-moving items	(3 373 031)	(1 017 180)
Work-in-progress	3 985 134	2 933 062
Finished goods	8 058 280	6 668 916
Prepayments to suppliers	97 003	47 486
Total Inventories	15 677 143	11 879 962

Compared to September 30, 2024, total inventory volumes increased by 31%.

The Group maintains a certain level of raw materials and consumables in order to be able to deliver all products that are currently included in the Group's product portfolio within competitive deadlines.

The Group's inventory must include components of previously manufactured and sold equipment in order to be able to provide them with repair services.

Following the precautionary principle and the Group's policy on slow-moving stocks – the stocks that over the period of 12, 9 or 6 months, respectively, have moved by less than 30% of their amount at the beginning of the period are recognized as slow-moving inventory.

Note 4: Investments in other companies

	30.09.2025 EUR	30.09.2024 EUR
Investments in other companies	499 666	209 183

During the reporting quarter, an investment was made in SIA "PLUFF". The company's line of business is the production of plastic injection-moulded products and the provision of milling services. In accordance with the signed share capital agreement, SAF Tehnika acquired 300 shares, representing 30% of the company's share capital. The total investment amounted to EUR 300 thousand.

Note 5: Non-current, intangible assets

	30.09.2025 EUR	30.09.2024 EUR
Plant and equipment	6 178 685	5 720 214
Other equipment and fixtures	3 967 150	3 721 021
Accumulated depreciation	(7 564 098)	(6 575 034)
Prepayments for noncurrent physical assets	11 723	16 720
Unfinished renovation works	104 752	32 212
Long-term investment lease*	1 373 952	1 490 259
Total	4 072 165	4 405 392
Purchased licenses, trademarks etc.	519 660	546 542
Other long-term intangible assets	50 196	42 146
Total	569 856	588 688
Total non-current, intangible assets	4 642 021	4 994 080

*See Note 7 Operating lease liabilities

During Q1, the Group acquired fixed assets and intangible assets in the amount of 386 thousand euros – mainly, in order to ensure production and testing processes, as well as to acquire office equipment.

Note 6: Short-term loans from financial institutions

	30.09.2025	30.09.2024
	EUR	EUR
Short-term loans from financial institutions	323 236	22 750

To ensure liquidity, the Parent Company has an active credit line agreement with Luminor Bank AS for the total amount of EUR 4.95 million. As at the end of the reporting period, the utilized amount of the credit line was EUR 298 thousand.

Note 7: Operating lease liabilities

	30.09.2025	30.09.2024
	EUR	EUR
Accrued short-term operating lease liabilities	372 026	364 213
Accrued long-term operating lease liabilities	1 180 072	1 255 422
	1 552 099	1 619 635

As a result of the introduction of IFRS 16 “Leases”, the Group has made estimates in respect of concluded operating leases, assuming that over the next 5 (five) years, it will continue to lease premises in accordance with the concluded lease agreements. In addition, the volume of leased premises has also increased.

Note 8: Salary-related accrued expenses

	30.09.2025	30.09.2024
	EUR	EUR
Salary-related accrued expenses	1 582 738	2 121 202

The decrease in the balance sheet is due to fluctuations in the amounts of vacation accruals and bonuses between periods.

Note 9: Segment information

a) The Group's (Parent company's) operations are divided into two major structural units:

- SAF branded equipment designed and produced in-house - as one of the structural units containing
 - point-to-point microwave radio communication devices, measurement tools for radio engineers and environmental monitoring solutions.
 - a. Integra – an indoor radio system that uses the latest signal processing components and radio technologies across various frequency ranges from 4 to 86 GHz, with data transmission speeds of up to 10 Gbps.
 - b. Phoenix - Indoor and split-installation microwave systems with Gigabit Ethernet and E1 or ASI modules.
 - c. FreeMile - A compact 60 GHz microwave system with data transmission speeds of up to 2.3 Gbps
 - d. Sprint series low latency microwave radio systems.
 - e. Spectrum Compact, Spectrum Core and Signal Generator – measurement tools that help radio communication engineers operate and maintain radio networks in telecommunications, TV/Radio, and other industries. This product line consists of several devices with different frequency ranges and functionalities.
 - f. Aranet - SAF product line for environmental monitoring, consisting of various wireless sensors, base stations and Aranet cloud solution for data collection, aggregation and analysis.
- Operations related to sales of products purchased from other suppliers, like antennas, cables, SAF renamed (OEMed) products and different accessories - as the second unit.

b) This note provides information about division of the Group's turnover and balance items by structural units by product type for 3 month of the financial year 2025/26 and financial year 2024/25.

	CFIP, Integra, Spectrum, Compact, Aranet		Other		Total	
	2025/26 EUR	2024/25 EUR	2025/26 EUR	2024/25 EUR	2025/26 EUR	2024/25 EUR
Segment assets	18 742 450	13 696 768	1 257 055	1 871 339	19 999 505	15 568 107
Undivided assets					8 321 426	8 677 518
Total assets					28 320 931	24 245 625
Segment liabilities	7 098 588	1 971 963	108 546	73 774	7 207 134	2 045 737
Undivided liabilities					4 664 851	4 970 860
Total liabilities					11 871 985	7 016 597
Net sales	7 200 007	7 409 148	626 678	1 120 222	7 826 685	8 529 370
Segment results	2 662 665	2 895 694	939 394	1 224 641	3 602 059	4 120 335
Undivided expenses					(3 096 511)	(3 265 091)
Profit from operations					505 548	855 244
Other income					257 920	45 093
Financial income (except ForEx rate difference)					3 442	4 652
Financial costs (except ForEx rate difference)					(18 791)	(16 851)
Foreign exchange +gain/(loss)					(1 406)	(74 238)
Financial items					(16 755)	(86 436)
Share of profit/(loss) of equity-accounted investees					(9 517)	0
Profit before taxes					737 196	813 903
Corporate income tax					(44 641)	0
Profit after taxes					692 555	813 903
Net profit					692 555	813 903
Other information						
Additions of property plant and equipment and intangible assets	54 097	41 001	-	-	54 097	41 001
Undivided additions					332 458	190 710
Total additions of property plant and equipment and intangible assets					386 555	231 711
Depreciation and amortization	226 926	189 500	-	-	226 926	189 500
Undivided depreciation					90 725	116 039
Total depreciation and amortization					317 651	305 539

c) This note provides information about division of the Group's turnover and assets by geographical regions (customer location) for 3 month of the financial year 2025/26 compared to the same period of financial year 2024/25.

	Net Sales		Assets	
	2025/2026 EUR	2024/2025 EUR	30.09.2025 EUR	30.09.2024 EUR
Americas	4 025 038	4 761 828	1 302 583	1 791 813
Europe, CIS	3 125 350	3 320 407	1 443 054	450 307
Asia, Africa, Middle East	676 296	447 136	334 857	206 063
Subtotal	7 826 685	8 529 370	3 080 495	2 448 183
Unallocatted assets	-	-	25 240 436	21 497 489
Total	7 826 685	8 529 371	28 320 931	24 245 625

Note 10: Bad receivables

	30.09.2025 EUR	30.09.2024 EUR
Bad receivables	2 640	13 613

Provisions for doubtful and bad accounts receivable were calculated according to Group's provision calculation policy. The Group starts to calculate provisions for customers who delays payment terms more than 3 months. Additional provisions were calculated for debts were probability not to receive payment is high, although agreed payment term has not come yet. Assessing the risks of receivables, additional provision for insecure debts has been made.

Note 11: Salaries, bonuses and social expenses

	30.09.2025 EUR	30.09.2024 EUR
Salaries and social expenses	(2 621 716)	(2 430 465)
Bonuses and social expenses	(306 689)	(986 610)
Total	(2 928 404)	(3 417 075)

Compared to the three months of the previous 2024/2025 financial year, the amount of wages and related social costs has increased by 8%.