Business ID 0548785-8

# T-DRILL PLC

# CONSOLIDATED FINANCIAL STATEMENTS

## 1 JANUARY–31 DECEMBER 2025 AND 1 JANUARY–31 DECEMBER 2024

# CONSOLIDATED FINANCIAL STATEMENTS
# 1 JANUARY–31 DECEMBER 2025 AND
# 1 JANUARY–31 DECEMBER 2024


Consolidated

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**T-DRILL GROUP**

## CONSOLIDATED INCOME STATEMENT

| | | 1 Jan–31 Dec 2025 | | 1 Jan–31 Dec 2024 |
|---|---|---|---|---|
| **Net sales** | | 29 194 173,68 | | 23 041 269,74 |
| Change in inventories of finished goods and work in progress | | 1 419 036,80 | | -390 263,15 |
| Own work capitalised | | 25 333,83 | | 19 924,98 |
| Other operating income | | 13 499,43 | | 22 172,43 |
| Materials and services | | | | |
| Materials and consumables | | | | |
| Purchases during the financial year | -11 103 750,57 | | -5 508 022,49 | |
| Change in inventories | 541 718,84 | | -77 035,35 | |
| External services | -364 010,36 | -10 926 042,09 | -270 179,75 | -5 855 237,59 |
| Personnel expenses | | | | |
| Wages and salaries | -7 668 071,06 | | -6 236 316,43 | |
| Social security expenses | | | | |
| Pension expenses | -957 022,32 | | -850 583,12 | |
| Other social security expenses | -325 682,36 | -8 950 775,73 | -269 524,97 | -7 356 424,52 |
| Depreciation, amortisation and impairment losses | | | | |
| Depreciation and amortisation according to plan | | -475 930,26 | | -392 678,65 |
| Other operating expenses | | -5 732 566,86 | | -5 254 583,56 |
| **Operating profit** | | 4 566 728,80 | | 3 834 179,68 |
| Interest and financial income | 478 715,06 | | 107 728,05 | |
| Interest and other financial expenses | -446 073,68 | 32 641,38 | -368 532,88 | -260 804,83 |
| **Profit before appropriations and taxes** | | 4 599 370,18 | | 3 573 374,85 |
| Appropriations | | | | |
| Group contribution | -1 000 000,00 | -1 000 000,00 | -1 300 000,00 | -1 300 000,00 |
| Income taxes | | | | |
| For the financial year | -804 979,02 | | -597 393,00 | |
| For prior financial years | 26 122,18 | | 14 343,51 | |
| Deferred taxes | 60 234,74 | -718 622,10 | 77 328,73 | -505 720,76 |
| **Profit for the financial year** | | 2 880 748,08 | | 1 767 654,09 |

**T-DRILL GROUP**

**CONSOLIDATED BALANCE SHEET**

| | | 31 Dec 2025 | | 31 Dec 2024 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| **Non-current assets** | | | | |
| Intangible assets | | | | |
| Intangible rights | 618 088,45 | | 690 092,89 | |
| Other intangible assets | 203 963,51 | 822 051,96 | 240 526,96 | 930 619,85 |
| Tangible assets | | | | |
| Machinery and equipment | 1 124 818,65 | | 1 392 655,69 | |
| Other tangible assets | 79 687,86 | | 79 687,86 | |
| Advance payments and construction in progress | 316 532,75 | 1 521 039,26 | 216 356,05 | 1 688 699,60 |
| Investments | | | | |
| Shares and interests | | 32 160,46 | | 32 160,46 |
| **Current assets** | | | | |
| Inventories | | | | |
| Materials and supplies | 3 393 166,87 | | 3 213 214,95 | |
| Work in progress | 1 412 073,26 | | 676 639,32 | |
| Finished goods | 1 617 905,92 | | 1 354 819,27 | |
| Other inventories | 19 341,67 | 6 442 487,72 | 20 197,69 | 5 264 871,23 |
| Non-current receivables | | | | |
| Loan receivables | 751 704,76 | | 732 272,98 | |
| Current receivables | | | | |
| Trade receivables | 1 730 811,98 | | 642 018,09 | |
| Receivables from Group companies | 4 652 590,79 | | 0,00 | |
| Loan receivables | 114 659,11 | | 181 818,22 | |
| Other receivables | 522 318,21 | | 228 178,41 | |
| Deferred tax asset | 299 196,39 | | 256 947,78 | |
| Prepayments and accrued income | 655 898,22 | 8 727 179,45 | 282 005,56 | 2 323 241,04 |
| Cash at bank and in hand | | 1 316 173,93 | | 3 509 903,28 |
| **TOTAL ASSETS** | | 18 861 092,79 | | 13 749 495,46 |

## T-DRILL GROUP

## CONSOLIDATED BALANCE SHEET

| | | 31 Dec 2025 | | 31 Dec 2024 |
|---|---|---|---|---|
| **EQUITY AND LIABILITIES** | | | | |
| **Equity** | | | | |
| **Restricted equity** | | | | |
| Share capital | 333 200,00 | | 333 200,00 | |
| **Unrestricted equity** | | | | |
| Reserve for invested unrestricted equity | 1 034 091,20 | | 909 091,20 | |
| Translation difference | -136 043,91 | | 88 235,00 | |
| Retained earnings | 5 043 263,88 | | 4 775 616,04 | |
| Profit for the financial year | 2 880 748,08 | 9 155 259,25 | 1 767 654,09 | 7 873 796,33 |
| **LIABILITIES** | | | | |
| Non-current | | | | |
| Loans from financial institutions | 1 202 067,95 | 1 202 067,95 | 1 672 099,99 | 1 672 099,99 |
| Current | | | | |
| Loans from financial institutions | 456 722,67 | | 470 114,67 | |
| Advances received | 2 436 868,91 | | 434 871,46 | |
| Trade payables | 1 438 053,46 | | 639 472,40 | |
| Liabilities to Group companies | 1 033 630,80 | | 67 261,35 | |
| Deferred tax liabilities | 87 789,72 | | 104 107,74 | |
| Other current liabilities | 141 237,18 | | 105 564,87 | |
| Accruals and deferred income | 2 909 462,86 | 8 503 765,59 | 2 382 206,65 | 4 203 599,13 |
| **TOTAL EQUITY AND LIABILITIES** | | 18 861 092,79 | | 13 749 495,46 |

## Consolidated cash flow statement

| | 1 Jan–31 Dec 2025 | 1 Jan–31 Dec 2024 |
|---|---|---|
| **Cash flows from operating activities** | | |
| Profit before appropriations and taxes | 4 599 370,18 | 3 573 374,85 |
| Adjustments: | | |
| Depreciation, amortisation and impairment losses | 475 930,26 | 392 678,65 |
| Financial income and expenses | -32 641,38 | 260 804,83 |
| Other non-cash items | -222 610,75 | 121 417,07 |
| **Cash flow before changes in working capital** | **4 820 048,31** | **4 348 275,40** |
| Changes in working capital: | | |
| Change in current non-interest-bearing operating receivables | -1 521 551,73 | 1 669 427,30 |
| Change in Group cash pool receivable | -4 652 590,79 | 0.00 |
| Change in inventories | -1 177 616,49 | 406 096,62 |
| Change in current non-interest-bearing liabilities | 3 110 665,14 | -2 312 614,89 |
| Cash flow before financial items and taxes | **578 954,44** | **4 111 184,43** |
| Interest and other financial expenses paid from operating activities | -413 989,89 | -337 359,89 |
| Interest received from operating activities | 478 715,06 | 107 728,05 |
| Direct taxes paid | -695 185,71 | -423 228,86 |
| **Net cash from operating activities (A)** | **-51 506,10** | **3 458 323,73** |
| **Cash flows from investing activities** | | |
| Investments in tangible and intangible assets | -383 126,07 | -1 086 260,81 |
| **Net cash used in investing activities (B)** | **-383 126,07** | **-1 086 260,81** |
| **Cash flows from financing activities** | | |
| Proceeds from share issue | 90 909,12 | 0.00 |
| Proceeds from non-current loans | 0.00 | 500 000,00 |
| Repayments of non-current loans | -350 000,00 | -275 000,00 |
| Dividends paid | -1 500 006,30 | -1 000 000,00 |
| Group contribution | 0.00 | -1 300 000,00 |
| **Net cash used in financing activities (C)** | **-1 759 097,18** | **-2 075 000,00** |
| **Net change in cash and cash equivalents (A+B+C)** | **-2 193 729,35** | **297 062,92** |
| Cash at bank and in hand at the beginning of the financial year | 3 509 903,28 | 3 212 840,36 |
| **Cash at bank and in hand at the end of the financial year** | **1 316 173,93** | **3 509 903,28** |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**1. Accounting policies**

The consolidated financial statements are prepared in accordance with the laws and regulations governing the preparation of financial statements in Finland (Finnish Accounting Standards, FAS).

The company's parent company is Oy Leinolat Ab. T-Drill Plc and its subsidiaries constitute a subgroup comprising T-Drill Holding Corporation and T-DRILL Industries Inc.

These consolidated financial statements for the financial years ended 31 December 2025 and 31 December 2024 have been prepared solely for the proposed listing of T-Drill Plc's shares on Nasdaq Helsinki Ltd's First North Growth Market Finland and for inclusion in a prospectus, and cannot be used for any other purposes. They are not the company's statutory financial statements, nor have they been approved by the General Meeting. Accordingly, they do not include the parent company financial statements or a report of the Board of Directors. Except for the matters described above, the consolidated financial statements have been prepared in accordance with the laws and regulations governing the preparation of financial statements in Finland.

Terminology, presentation and disclosure have been refined and a cash flow statement has been included; therefore, the 2025 and 2024 information presented and disclosed here differs from the statutory financial statements approved by the General Meeting.

**1.1 Scope and accounting policies for the consolidated financial statements**

The consolidated financial statements comprise the parent company and its US subsidiaries, T-Drill Holding Corporation and T-DRILL Industries Inc.

The consolidated financial statements are prepared using the purchase method. The costs of subsidiary shares are eliminated against the equity of the subsidiaries as reported in their balance sheets at the acquisition date.

Intra-group transactions and internal margins are eliminated in the consolidated financial statements.

The subsidiaries' financial statements are translated into Euro using the average exchange rate for the financial year and the closing rate. Related translation differences are disclosed under unrestricted equity.

Deferred tax liabilities or assets are calculated on temporary differences between taxation and the financial statements using the enacted tax rate at the balance sheet date applicable to subsequent years. The balance sheet includes the deferred tax liability recognised in full, and the deferred tax asset to the extent that its realisation is considered probable. Deferred tax liabilities or assets are presented under current balance sheet items.

The company uses foreign currency and interest rate derivatives. Positive fair values are disclosed in the notes; negative fair values are disclosed and recognised as an expense for the financial year.

**1.2 Foreign exchange differences and their accounting treatment**

Foreign currency receivables and liabilities are translated at the closing rate. Foreign currency income and expenses are translated at the average exchange rate for the financial year. Foreign exchange differences are recognised in profit or loss for the financial year. Foreign exchange differences on trade receivables outstanding at the balance sheet date are recorded as adjustments to sales. Foreign exchange differences arising from currency hedges on trade receivables are recognised within foreign exchange differences on sales. Foreign currency hedges outstanding at 31 December 2025 and 31 December 2024 are disclosed in the notes. Foreign exchange gains and losses from financing activities are disclosed under financial income and expenses within foreign exchange gains or losses.

**1.3 Valuation of non-current assets**

Intangible and tangible assets are capitalised at directly attributable cost. Depreciation and amortisation according to plan are calculated on a straight-line basis over the useful lives of the assets.

The depreciation and amortisation periods are as follows:

| | **Group years** |
|---|---|
| Machinery and equipment | 5–10 |
| Patents and licences | 5–10 |
| Other intangible assets | 3–10 |
| Other tangible assets (works of art) | Not depreciated |

**1.4 Valuation of inventories**

Inventories are stated using the FIFO method at the lower of cost and probable selling price.

**1.5 Information on shares**

In 2024 and 2025, share issues directed at employees were arranged, in which a total of 90 shares were subscribed for as follows:
In 2024, a total of 80 Series J shares were subscribed for. Following the subscriptions, the company's share capital consisted of 1,960 Series A shares, carrying a total of 1,960 votes, and 100 Series J shares. The company held 1,036 Series A shares and 20 Series J shares.
In 2025, a total of 10 Series J shares were subscribed for. Following the subscriptions, the company's share capital continued to consist of 1,960 Series A shares, carrying 1,960 votes, and 100 Series J shares. The company held 1,036 Series A shares and 10 Series J shares.

Following the completed share issues, the company's share capital is divided into 1,960 Series A shares, carrying a total of 1,960 votes, and a total of 100 Series J shares with restricted voting rights. Of the shares, the company holds 1,036 Series A shares and 10 Series J shares at 31 December 2025. The shares carry equal rights to dividends and to the company's assets. In accordance with the Articles of Association, the Series J shares are subject to a redemption clause.

**2. Net sales by market area** **Group**

| | 2025<br>EUR | 2024<br>EUR |
|---|---|---|
| Europe | 7 423 065 | 7 230 795 |
| North America | 20 160 837 | 9 063 177 |
| Far East | 768 175 | 2 546 179 |
| Middle East | 232 097 | 84 960 |
| Other | 610 000 | 4 116 159 |
| Total | 29 194 174 | 23 041 270 |

**3. Other operating income** **Group**

| | 2025<br>EUR | 2024<br>EUR |
|---|---|---|
| Gains on disposal of non-current assets | 3 586 | 0 |
| Insurance compensation received | 772 | 0 |
| Other income | 9 142 | 22 172 |
| Total | 13 499 | 22 172 |

**4. Notes concerning employees and members of administrative bodies**

**4.1 Average number of personnel employed by the Group during the financial year**

| | Group<br>2025 | 2024 |
|---|---|---|
| Salaried employees | 79 | 68 |
| Blue-collar employees | 38 | 32 |
| Total | 117 | 100 |

**4.2 Remuneration paid to members of the Board of Directors**

| | Group<br>2025<br>EUR | 2024<br>EUR |
|---|---|---|
| Remuneration paid | 90 000 | 85 235 |

Management remuneration is not disaggregated as it relates to one person.

**5. Other operating expenses**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Rents and lease expenses | 651 909 | 670 867 |
| Selling expenses | 996 096 | 941 336 |
| Operating and maintenance expenses | 567 476 | 494 060 |
| Travel expenses | 651 814 | 673 774 |
| Advertising and marketing | 979 278 | 879 934 |
| Professional fees | 574 364 | 539 681 |
| Voluntary personnel expenses | 145 894 | 164 551 |
| Other operative expenses | 1 165 737 | 890 381 |
| | 5 732 566 | 5 254 584 |

**6. Auditor's fees**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Audit | 63 421 | 65 630 |
| Tax advisory services | 15 861 | 0 |
| Other services | 4 545 | 26 261 |

**7. Financial income and expenses**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Interest income | 65 377 | 21 623 |
| Realised gains on foreign currency derivatives | 413 338 | 86 106 |
| Total financial income | 478 715 | 107 728 |
| | | |
| Interest expenses | -107 252 | -160 686 |
| Realised losses on foreign currency derivatives | -332 869 | -182 515 |
| Other financial expenses | **-5 953** | **-25 333** |
| Total financial expenses | -446 074 | -368 533 |
| Total financial income and expenses | 32 641 | -260 805 |

**8. Non-current assets**

**8.1 Movements in intangible and tangible assets**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Intangible rights | | |
| Cost at 1 January | 1 272 047 | 552 002 |
| Additions | 0 | 720 045 |
| Disposals | | |
| Cost at 31 December | 1 272 047 | 1 272 047 |
| Accumulated amortisation according to plan at 31 December | -581 954 | -552 002 |
| Amortisation for the financial year | -72 004 | -29 952 |
| Carrying amount at 31 December | 618 089 | 690 093 |
| | | |
| Other intangible assets | | |
| Cost at 1 January | 1 418 670 | 1 367 303 |
| Additions | 60 240 | 51 367 |
| Disposals | | |
| Cost at 31 December | 1 478 909 | 1 418 670 |
| Accumulated amortisation according to plan at 1 January | -1 172 127 | -1 088 506 |
| Accumulated amortisation on disposals | | |
| Amortisation for the financial year | -89 929 | -83 621 |
| Exchange rate differences | -8 676 | -6 016 |
| Carrying amount at 31 December | 208 177 | 240 528 |

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Machinery and equipment | | |
| Cost at 1 January | 7 019 794 | 6 325 202 |
| Additions | 54 883 | 694 592 |
| Disposals | -3 586 | 0 |
| Cost at 31 December | 7 071 091 | 7 019 794 |
| Accumulated depreciation according to plan at 1 January | -5 661 124 | -5 381 653 |
| Accumulated depreciation on disposals | 3 586 | 0 |
| Depreciation for the financial year | -316 022 | -279 471 |
| Exchange rate differences | 28 971 | 33 985 |
| Carrying amount at 31 December | 1 126 502 | 1 392 656 |
| | | |
| Other tangible assets | | |
| Cost at 1 January | 79 688 | 79 688 |
| Additions | | |
| Disposals | | |
| Cost at 31 December | 79 688 | 79 688 |
| Accumulated depreciation according to plan at 1 January | | |
| Depreciation for the financial year | 0 | 0 |
| Carrying amount at 31 December | 79 688 | 79 688 |
| | | |
| Other tangible assets comprise works of art. | | |
| | | |
| Construction in progress | | |
| Opening balance at 1 January | 216 356 | 210 108 |
| Change during the financial year | 100 177 | 6 248 |
| Closing balance at 31 December | 316 533 | 216 356 |

| **8.2 Shares** | **Ownership interest** |
|---|---|
| | **Group** |
| | % |
| T-Drill Holding Corporation, Atlanta, USA | 100 |
| T-DRILL Industries Inc, Atlanta, USA | 100 |

**9. Receivables**

| **9.1 Prepayments and accrued income** | **Group** | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Grants | 7 800 | 0 |
| Software maintenance | 47 413 | 26 889 |
| Insurance | 7 871 | 22 817 |
| Interest income | 12 159 | 0 |
| Tax receivables | 274 237 | 114 465 |
| Other | 306 419 | 117 834 |
| | 655 898 | 282 005 |

**10. Equity**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| **Restricted equity** | | |
| Share capital at 1 January | 333 200 | 333 200 |
| Share capital at 31 December | 333 200 | 333 200 |
| | | |
| **Unrestricted equity** | | |
| | | |
| Reserve for invested unrestricted equity at 1 January | 909 091 | 0 |
| *Employee share issue | 125 000 | 909 091 |
| Reserve for invested unrestricted equity at 31 December | 1 034 091 | 909 091 |
| | | |
| Translation difference at 1 January | 88 235 | -2 537 |
| Change during the financial year | -224 279 | 90 772 |
| Translation difference at 31 December | -136 044 | 88 235 |
| | | |
| Retained earnings at 1 January | 6 543 270 | 5 775 616 |
| Dividend distribution | -1 500 006 | -1 000 000 |
| Profit for the financial year | 2 880 748 | 1 767 654 |
| Retained earnings at 31 December | 7 924 012 | 6 543 270 |
| | | |
| Total equity | 9 155 259 | 7 873 796 |
| Total unrestricted equity | 8 822 059 | 7 540 596 |

(*) The employee share issues in 2025 and 2024 comprised the loan-financed component and cash component. The company granted loans to finance the subscription of the shares. The full issue was recognised in the reserve for invested unrestricted equity when the shares were issued, and the unpaid portion of the cash component was recognised as a receivable by the company. The subscription receivables totalled EUR 12,500.00 at 31 December 2025 (31 December 2024: EUR 90,909.12). At 31 December 2025, the company had loan receivables amounting to EUR 848,863.87 in respect of the loan granted for share subscription (31 December 2024: EUR 818,182.08). The shares serve as collateral for the loan receivables. The subscription receivables and the loan receivables related to the 2025 and 2024 employee share issues were settled after the reporting period.

**11. Deferred tax liabilities and assets**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| **Deferred tax asset** | | |
| Arising from timing and temporary differences | 299 196 | 256 948 |
| | | |
| **Deferred tax liability** | | |
| Arising from appropriations | 87 790 | 104 108 |

**12. Liabilities**

**12.1 Accrued expenses and deferred income**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Accrued holiday pay liability | 751 739 | 661 486 |
| Other payroll liabilities | 700 823 | 544 293 |
| Commission liabilities | 385 859 | 366 691 |
| Personnel insurance liabilities | 29 658 | 33 971 |
| Tax liability | 336 685 | 202 522 |
| Other accrued expenses and deferred income | 704 699 | 573 244 |
| Total | 2 909 463 | 2 382 207 |

**13. Collaterals given, commitments and other obligations**

Secured obligations consist of non-current loans, hire purchase liabilities, an overdraft facility and a bank guarantee facility.

**13.1 Liabilities secured by floating charges**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Loans | 1 312 500 | 1 437 500 |
| Overdraft facilities | 500 000 | 1 500 000 |
| of which utilised | 0 | 0 |
| Floating charges granted | 4 400 067 | 4 400 067 |

The floating charges granted (EUR 4,400,067) constitute general security for the company's liabilities to its financial institution.

The company's bank guarantee facility totalled EUR 1.5 million both at 31 December 2025 and 31 December 2024. The amount utilised under the facility was EUR 252 thousand at 31 December 2025 (31 December 2024: EUR 254 thousand). The bank guarantees relate to guarantees issued to customers under delivery contracts, mainly comprising advance payment guarantees and warranty period guarantees. The outstanding bank guarantees are secured by the floating charges referred to above.

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Hire-purchase liabilities | 346 291 | 479 715 |

Hire-purchase agreements have been used to finance purchases of non-current assets. The terms of the agreements are standard hire-purchase terms. The acquired equipment serves as collateral and title transfers to the company when the liability has been paid. The hire-purchase liabilities are included in loans from financial institutions in the balance sheet.

**14. Rental and lease obligations**

**14.1 Rental obligations**

| | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Payable in the following financial year | 693 120 | 579 808 |
| Payable in subsequent financial years | 1 741 377 | 1 893 937 |

**14.2 Lease obligations**

| **Amounts payable under lease agreements** | Group | |
|---|---|---|
| | **2025** | **2024** |
| | **EUR** | **EUR** |
| Payable in the following financial year | 41 412 | 44 401 |
| Payable in subsequent financial years | 30 859 | 36 900 |
| Total | 72 271 | 81 301 |

The lease agreements have terms of 3–4 years. The amounts exclude value-added tax.

**15. Related party transactions**

In 2025, sales to related party companies totalled EUR 2.6 thousand (2024: EUR 84 thousand), and purchases from related party companies totalled EUR 551 thousand (2024: EUR 461 thousand). Sales comprised spare parts and maintenance services; purchases comprised administrative service charges and, in 2024, minor material purchases.

During 2025, the company joined Leinolat Group's cash pool arrangement. At 31 December 2025, the cash pool receivable amounted to approximately EUR 4.7 million and is included in the receivables from Group companies. The company did not participate in the arrangement in 2024.

In connection with the employee share issues, the company granted loans to subscribers to finance the subscription price. The subscribed shares are pledged as security. As at 31 December 2025, the loans granted to an individual who is a related party totalled EUR 165,681.97 (31 December 2024: EUR 184,090.97), which were repaid after the end of the financial year.

Related party transactions, including loans, are conducted on terms equivalent to those prevailing in arm's length transactions.

| 16. Derivatives | 2025 | 2024 |
|---|---|---|
| **Foreign currency forwards** | **EUR** | **EUR** |
| Notional amount | 3 306 144 | 2 270 128 |
| Fair value | 3 282 | -115 295 |
| | | |
| **Interest rate swap** | | |
| Notional amount | 625 000 | 791 667 |
| Fair value | -7 985 | -17 091 |

**17. Material events during and after the financial year**

After the end of the financial year, the Company established a wholly owned subsidiary, T-Drill GmbH, in Germany to strengthen the Group's commercial presence in Europe.

After the end of the financial year, the company has continued to implement its growth strategy and strengthen its production capacity by acquiring two multi-function lathes during 2026.

On 25 March 2026, the company's Annual General Meeting decided to distribute a total dividend of EUR 2.5 million for the financial year 1 January–31 December 2025. The Company paid the dividend for the financial year ended 31 December 2025 in April 2026.

On 26 June 2026, the company's Extraordinary General Meeting decided to distribute an additional dividend totalling EUR 5.0 million for the financial year ended 31 December 2025. The company paid the dividend for the financial year ended 31 December 2025 in June 2026.

On 18 September 2026, the company's Extraordinary General Meeting decided to distribute a total dividend of EUR 5.0 million for the interim financial period 1 January–30 June 2026. The company paid the dividend for the interim financial period ended 30 June 2026 in September 2026.

After the end of the financial year, individuals who subscribed for Series J shares during 2025 and in previous years, repaid to the company the loans granted in connection with the share subscriptions, amounting to EUR 848,863.87 in total. Accordingly, the company has no outstanding receivables related to the 2025 and 2024 employee share issues.

During the first half of 2026, the company arranged a share issue directed to employees, in which a total of 10 Series J shares held by the company were subscribed for. A shareholder of the company, being an entity controlled by a member of the Company's management, owed the Company EUR 49,742.06 for the subscription price of the shares at 30 September 2026. The Company holds a pledge over the shares as security for the debt.

On 14 September 2026, the company's Board of Directors decided to cancel 1,036 Series A shares held by the company. Following the cancellation, the company has 924 Series A shares and 100 Series J shares. At the date of signing the financial statements, the company no longer holds any treasury shares.

The company has also begun preparations for a potential listing on the Nasdaq First North Growth Market Finland marketplace. In connection with the listing preparations, the company's governance, internal control and financial reporting have been developed to meet the practices required of listed companies.

In connection with the listing preparations, the company's shareholders resolved to convert the company into a public limited liability company and change the company's business name to T-Drill Plc, conditional upon the completion of the listing; to combine the company's Series A shares and Series J shares into a single share class; and to carry out a share split through a bonus issue. As a result of the combination of the share series, all shares in the company will carry equal voting and economic rights. Following the bonus issue, the company will have a total of 25,600,000 shares. The arrangement will not change the amount of the company's share capital.

The company's shareholders have decided, conditional upon the completion of the listing, to remove the redemption and consent clauses concerning shares from the company's Articles of Association. Following the registration of the amendment, the company's shares will be freely transferable.

Mark Sanders was appointed in October 2026 as a member of the Company's management team and as interim Chief Executive Officer of T-Drill Industries Inc.

**18. Copies of the consolidated financial statements**

The company's parent company is Oy Leinolat Ab, domiciled in Vaasa, Finland. Copies of the Leinolat Group consolidated financial statements are available at Tapionkatu 7, FI-65230 Vaasa. Copies of the T-Drill Group consolidated financial statements are available at T-Drill Plc's head office, Ampujantie 32, FI-66400 Laihia.

**Signatures to the consolidated financial statements**

Laihia, 15 November 2026

Lars-Erik Schöring
Chairman of the Board of Directors

Keimo Kalliosaari
Member of the Board of Directors

Joanna Leinola
Member of the Board of Directors

Juha Kytölä
Member of the Board of Directors

Tomas Hedenborg
Member of the Board of Directors

Steven Greenfield
Member of the Board of Directors

Jouni Matikainen
Chief Executive Officer