



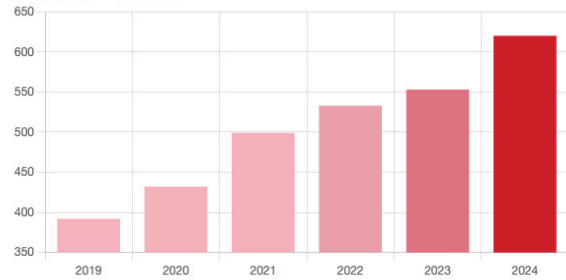
**CEO'S GREETINGS**

The past year has shown us that being safe, secure and stable is not the same as becoming stagnant. In a time where uncertainty has become the new normal and the global economy is yet to find its feet, FORCIT Group has been able to continue on a path of steady growth and profitability. Also, investments have been made to ensure our current customers will continue to find their partner of choice in us, as well as to allow us to cater to new opportunities with a growing portfolio and capacity.

**GROUP FINANCIALS AND ACTIVITIES**

In 2024, the financial development of the company was positive, driven by growth in the Defence business unit. The overall European economic development and the challenging Nordic construction market resulted in a demanding business environment for the Explosives and Consulting business units. Price of energy and key raw materials remained largely stable.

Employees (Forcit Group)



**BUSINESS UNIT DEVELOPMENT**

FORCIT Explosives' revenue declined slightly during 2024 with lower volumes to the mining segment.

FORCIT Defence continued to grow, and the order book remained at a high level.

FORCIT Consulting's revenue grew in 2024 despite challenging market conditions.

**FORECASTS AND PREDICTIONS**

In summary, the company expects an increase in sales in 2025 compared to 2024, driven mainly by an increased demand in Defence products. The company expects the growth to be profitable.







## CEO's Greetings



**JOAKIM  
WESTERLUND,  
CHIEF  
EXECUTIVE  
OFFICER,  
FORCIT  
GROUP**

## Resolute Growth in Challenging Times

A year-end review with Joakim Westerlund, CEO, FORCIT Group

The past year has shown us that being safe, secure and stable is not the same as becoming stagnant. In a time where uncertainty has become the new normal and the global economy is yet to find its feet, FORCIT Group has been able to continue on a path of steady growth and profitability. Also, investments have been made to ensure our current customers will continue to find their partner of choice in us, as well as to allow us to cater to new opportunities with a growing portfolio and capacity.

### **SUPPORTING EUROPEAN STRATEGIC AUTONOMY**

If anything, the uncertainty of the world around us has made our role and purpose clearer than ever before. Across Europe, and in the Nordics in particular, we recognise the role we have to play in helping secure European strategic autonomy. Operations close to home are needed to reduce our dependency on critical raw materials sourced from outside the EU. Also, securing our defensive capacity is increasingly in our own hands.

With climate change remaining one of the critical global threats, the green transition needs to stay at the top of the agenda for corporations and governments the world over. These megatrends will continue to play to our strategic advantage in the future.

### **INVESTMENTS IN DEFENCE AND TECHNOLOGICAL INNOVATION**

The major investment decisions announced this past year include the acquisition of DA-Group's underwater technology business and further investments into our production capabilities of Defence systems. Furthermore, the Group conducted extensive analysis and pre-planning work to prepare for decision-making in 2025 related to a new TNT-plant planned for start-up in 2028. These investments show the growing importance of the defence sector, not only nationally in Finland, but also on a greater European scale.

We have also continued on the path of technological advancement and digitalisation, as set in our strategy. The development work related to new offering in the civil explosives business was advanced with a strong sustainability angle. Our portfolio was also strengthened, especially in the field of wireless detonation, through the partial acquisition of Orica's business in Finland and Sweden. The acquisition reinforced cooperation related to Orica's technology offering, as well. Last but not least, to boost future innovation, we hosted the World Blasting Innovators event in Porto, Portugal. The event was organised by our colleagues at O-Pitblast, a joint venture company owned by us and Enaex.

## **STRENGTHENING CORE OFFERING AND OPERATIONS**

But as we look to the future, we are not just looking for new business opportunities. It's crucial for our continued success that we invest equally into maintaining and improving our offering and service towards existing customers and customer segments. This has meant record-breaking investments into upgrading our operations and capacity to serve our core clientele within the civil explosives operations. As a part of this process, 2024 saw the completion of the first stage of our upgrades to the facilities in Vihtavuori.

In addition to boosting our production and capacity, we are continuously working to develop and bring new innovations to our services portfolio. As important as the products themselves are, the true value we create comes from the customer experience we are able to provide through our skilled experts. It is the more than 670 dedicated professionals that enable FORCIT to support our clients as we all together continue building a safe and sustainable future. I would personally like to extend my gratitude to each one of our employees for their work during the past year.

## **SAFETY AND SUSTAINABILITY REMAIN IN FOCUS**

But as the company continues to grow, it is important that safety and quality of work remain in focus. As we gain new colleagues through recruitment and acquisitions, we must hold tight to our principles of uncompromising safety. This means continuing to focus on providing excellent on-boarding and training for all employees – new and old. We should take great pride in the fact that we completed a full financial year with zero reported accidents requiring time off work (LTIF). Each day without safety incidents needs be earned through disciplined and dedicated work, and we will continue our committed work to ensure all employees and stakeholders will be able to return from work in good health every day.

FORCIT has also taken major steps in terms of corporate responsibility and sustainability in particular. Not only have we continued to improve the environmental performance of our own operations by improving energy efficiency, reducing process waste and increasing the share of carbon neutral energy in production, but we have also decisively pushed for CSRD compliant reporting ahead of required schedule. We believe that being proactive and transparent goes a long way when it comes to working towards sustainable growth.

## **BUILDING A BRIGHTER FUTURE TOGETHER**

The end of a financial year is often a time of looking back and reflecting on past performance, but as it is the start of a new year, it must also be a time for setting our sights firmly on the future. While in times of uncertainty, instability and economic challenges, achieving growth figures of approximately 30% can be called a resounding success, the true success and impact of our choices in 2024 remain to be seen in the years to come.

In 2025 we will continue to drive sustainable growth by building on our core business and taking a firm grasp of new opportunities. Safety, security and sustainability will remain at the heart of our strategy and day-to-day operations as we continue to grow and expand our business. We are grateful for the trust placed in us by our customers, partners, owners, and other stakeholders. Our mission is – and will remain – enabling safe and sustainable societies by being our customers' preferred partner for demanding operations.



## GENERAL

FORCIT Group comprises three business units: FORCIT Explosives operates the civil explosives business and includes software related to drill and blast; FORCIT Defence is oriented towards the armed forces and manufacturers of defence materials; and FORCIT Consulting provides measurement, monitoring, consulting and training services. FORCIT's goal is to continue developing its position as the Nordic market leader and preferred supplier of services, products and knowledge related to explosives, charging, and monitoring of environmental impacts. Within the Defence area, the goal is to be a preferred technology partner and leading system supplier in the global market for insensitive munitions.

FORCIT's quality system is certified according to the ISO 9001 standard, and its environmental system according to the ISO 14001 standard. The Defence business is certified to NATO's AQAP 2110 quality norms. Apart from the ISO and AQAP standards, the Defence business has also been accredited in compliance with the Finnish National Security Auditing Criteria (KATAKRI).

## FINANCIAL OVERVIEW

In 2024, the financial development of the company was positive, driven by growth in the Defence business unit. The overall European economic development and the challenging Nordic construction market resulted in a demanding business environment for the Explosives and Consulting business units. Price of energy and key raw materials remained largely stable.

The key figures below describe the development during the recent financial years. Group level operating profit improved in 2024 compared with 2023.

| THE GROUP                             | 2024  | 2023  | 2022  |
|---------------------------------------|-------|-------|-------|
| Net Sales, million Euro               | 275.6 | 214.3 | 228.3 |
| Operating profit, million Euro        | 47.0  | 26.6  | 26.9  |
| Operating profit as % of net sales    | 17.1  | 12.4  | 11.8  |
| Return on equity (%)                  | 39.7  | 30.5  | 41.3  |
| Solidity %                            | 39.1  | 55.1  | 48.0  |
| Average number of employees           | 620   | 553   | 533   |
| Salaries & remuneration, million Euro | 39.8  | 34.2  | 32.5  |

| THE PARENT COMPANY                    | 2024  | 2023  | 2022  |
|---------------------------------------|-------|-------|-------|
| Net Sales, million Euro               | 150.9 | 109.8 | 112.7 |
| Operating profit, million Euro        | 16.9  | 13.6  | 13.6  |
| Operating profit as % of net sales    | 11.2  | 12.3  | 12.1  |
| Return on equity (%)                  | 16.9  | 25.5  | 26.7  |
| Solidity %                            | 35.0  | 49.3  | 49.2  |
| Average number of employees           | 338   | 288   | 265   |
| Salaries & remuneration, million Euro | 22.6  | 18.6  | 16.4  |



## SUSTAINABILITY

During 2024, the company progressed on its plan to reach CO<sub>2</sub> neutrality in its operations by 2035. Furthermore, the company collected and analysed environmental and sustainability data in preparation for future CSRD reporting. The company made a Double Materiality Analysis and Gap analysis as a basis for CSRD and started the preliminary CSRD reporting work.

R&D work connected to sustainability focused on the recycling of emulsion components, and the further development of a nitrogen-free product range with high focus on securing the occupational safety aspects of a new explosives product. During 2024 more sustainable raw materials were implemented and evaluated. ForcIt also engaged into a Business Finland coordinated project related to circular economy.

## Safety and security

Safety is always FORCIT's key priority. In 2024, the company continued to strengthen its safety culture, and the Lost Time Injury Frequency (LTIF) was zero (3.1 in 2023). Furthermore, positive progress was also made in Total Injury Frequency (TRIF), which was 6.5. The company continued developing its security policies and procedures, both related to cyber and physical security.

## PERSONNEL

FORCIT Group's personnel continued to increase along with growing operations. At the end of 2024, FORCIT had 661 employees, an increase of 15% versus 2023. The sick absence declined further to 3.1% in 2024.

During the year, a personnel survey was conducted throughout the Group to measure personnel engagement and satisfaction. The results further improved and showed that the personnel's engagement continues to be at a very good level with eNPS index at 50.

## ADMINISTRATION

At Oy ForcIt Ab's Annual General Meeting on April 9, 2024, the board of directors was re-elected, consisting of Hans Karlander, Lauri Stadigh, Alexander Tallberg, Pasi Tolppanen and Edoardo Santamaria. Jori Harju was appointed a sixth member of the board in an Extraordinary General Meeting on August 15, 2024. Lauri Stadigh has continued as the chairperson of the board and Joakim Westerlund has continued as FORCIT Group's CEO. The company's auditors have been KPMG Oy Ab, with Christian Hällström as the auditor in charge, CGR.

## THE BOARD OF DIRECTORS' PROPOSAL FOR THE ALLOCATION OF PROFITS

If the annual accounts are accepted, Oy ForcIt Ab's general meeting has at its disposal

|                                          |                          |
|------------------------------------------|--------------------------|
| Disposition fund                         | 52,183,720.62 EUR        |
| Reserve for invested unrestricted equity | 1,050,463.00 EUR         |
| Profit for the financial period          | 32,207,061.35 EUR        |
| <b>Total</b>                             | <b>85,441,244.97 EUR</b> |

The board of directors proposes that the funds be allocated as follows:

| PAID OUT TO THE SHAREHOLDERS AS A DIVIDEND: |                          |
|---------------------------------------------|--------------------------|
| 70 euro/share                               | 13,961,570.00 EUR        |
| Disposition fund                            | 70,429,211.97 EUR        |
| Reserve for invested unrestricted equity    | 1,050,463.00 EUR         |
| <b>Total</b>                                | <b>85,441,244.97 EUR</b> |

No significant changes have occurred in the company's financial position after the end of the financial year. The company's liquidity is good, and the proposed allocation of profit does not compromise the company's solvency.

## SHARES IN THE COMPANY

The company has only one series of shares. Each share carries one vote at shareholder meetings and confers identical dividend rights.

| NUMBER OF SHARES | 2024    | 2023    |
|------------------|---------|---------|
|                  | 201,160 | 201,360 |

The company still has a valid authorization to issue new shares. During the financial year, the parent company repurchased 1,955 of its own shares for a total of 1,973,493 euros, of which 540,667 euros were booked against the fund for invested unrestricted equity and 1,432,826 euros against retained earnings. 1,655 of the redeemed shares were owned by the company as of 31.12.2024.

## LOANS TO RELATED PARTIES

The company has granted loans to group companies. The total amount of the loans are 318,039.60 euros and the loan period is a maximum 5 years. The loans are repaid in even instalments, and the interest is paid in conjunction with the loan instalment. The interest on the loans is variable. The loans do not have collateral.



## EXPLOSIVES



FORCIT Explosives' revenue declined slightly during 2024 with lower volumes to the mining segment. The company continued a high investment pace, carrying out modernizations at production plants, to support future sustainable growth and to maintain the high technical standard of its bulk fleet and other technologies.

During the year FORCIT and Orica reached an agreement on a transaction concerning part of Orica's business in Finland and Sweden. With the agreement, part of Orica's operations in Finland and Sweden was transferred to FORCIT. The agreement covered personnel, storages and other service stations, and the equipment needed to produce the services. Furthermore, through the agreement FORCIT's existing product range was expanded with Orica's advanced technology products, including, e.g., wireless technology detonators (WebGen™).

## DEFENCE



FORCIT Defence continued to grow, and the order book remained at a high level. During 2024, focus areas included increasing production capacity and ensuring the availability of key raw materials, as well as a re-organising and launching a new operating model to enable further sustainable growth. Alex Lagerstedt took over the lead of the Defence Business unit from October 2024.

In 2024 FORCIT acquired the underwater technology business of DA-Group. The transaction complemented FORCIT Defence's position as a supplier of entire defence systems for area denial on land and at sea. Through the acquisition FORCIT Defence strengthened its position to cover advanced knowledge and technology related to insensitive munitions, mechanics, electronics, and software for FORCIT's relevant defence applications.



## CONSULTING



FORCIT Consulting's revenue grew in 2024 despite challenging market conditions. The profitability continued to increase as a result of a targeted operational excellence program launched in 2022. The integration of Bergwerk Oy into the Consulting business was completed during 2024

## RESEARCH AND DEVELOPMENT

In FORCIT Explosives, development work continued related to several key projects including nitrogen-free explosive products, a new green product line, a new wireless ignition system, and the further development of the O-Pitblast platform.

In FORCIT Defence, R&D work focused on the continued development of underwater systems and the FORCIT Sentry Area Denial System.

In FORCIT Consulting, development work continued related to the platform for handling, monitoring and utilising measurement data.

## INVESTMENTS

The Group's total investments during the financial period, including M&A, amounted to EUR 148.3 million (EUR 28.1 million), and if lease financing is included, they reached EUR 149.5 million (EUR 29.0 million). The parent company's investments in its own operations totalled EUR 140.0 million (EUR 19.3 million). The Group's<sup>2</sup> total investments including leasing financed investments was 54.3% of the annual revenue.

The most important investments, excluding M&A, were in expanding capacity in the Defence business, as well as modernising the production plant in Vihtavuori. Significant investments were also made in the digitalisation of the charging and delivery processes. In FORCIT Consulting investments were mainly made in equipment and software for vibration and noise measurements.



## **RISKS AND UNCERTAINTIES**

The European economic outlook is expected to slowly improve after several years of low economic growth. 2025 forecasts related to construction activity in all Nordic countries have become cautiously more positive than a year ago.

With the current significant portion of operations taking place in Sweden and Norway, there is a currency risk due to the fluctuations in the exchange rate between SEK and EUR and between NOK and EUR. The company has continued efforts to protect itself against currency risks in the contracts and agreements it has entered.

The war in Ukraine and related geopolitical tensions continue to impose risks related to cyber and hybrid threats. Consequently, the company has continued making significant investments and increased focus on cyber and physical security.

Availability of key raw materials and components within the Defence sector has become more scarce as a result of the increasing demand of Defence products and therefore sourcing remains a key focus area.

## **PROSPECTS FOR 2025**

The outlook for infrastructure construction is cautiously positive versus the past few years. The expectations in the mining segment are neutral versus 2024. Main concerns for 2025 are related to the expected rebound in the general European and Nordic economic outlook. Competition in the civil explosives market continues to be stiff. However, by sustaining its good level of competitiveness, and with continued focus on development and efficiency, the company expects FORCIT Explosives to be able to continue profitable operations in its main markets.

FORCIT Defence order book remained at a high level during 2024, and with investments made into increased production capacity and acquisitions to strengthen its position, the company is confident in its ability to continue growing its Defence business in 2025.

FORCIT Consulting has a strong market position and is well-positioned for further growth through geographical expansion and development of its service offering. Expectations are also that the Nordic construction activity will start to develop more positively in 2025 after several challenging years.

In summary, the company expects an increase in sales in 2025 compared to 2024, driven mainly by an increased demand in Defence products. The company expects the growth to be profitable.



## CONSOLIDATED PROFIT AND LOSS STATEMENT

| 1000 €                                    | 2024            | 2023            |
|-------------------------------------------|-----------------|-----------------|
| <b>NET SALES</b>                          | <b>275 647</b>  | <b>214 340</b>  |
| Change in inventory of finished goods     | 2 427           | -2 596          |
| Work performed for own use                | 0               | 19              |
| Other operating income                    | 1 658           | 2 583           |
| Raw materials and services                |                 |                 |
| Raw materials and consumables             |                 |                 |
| Purchases during the financial year       | -124 338        | -109 524        |
| Change in stocks                          | 9 292           | 6 950           |
| <b>Total raw materials and services</b>   | <b>-115 046</b> | <b>-102 575</b> |
| Personnel expenses                        |                 |                 |
| Wages and salaries                        | -39 843         | -34 219         |
| Social security expenses                  |                 |                 |
| Pension expenses                          | -5 571          | -4 791          |
| Other social security expenses            | -2 969          | -3 589          |
| <b>Total personnel expenses</b>           | <b>-48 383</b>  | <b>-42 599</b>  |
| Depreciation, amortisation and writedowns |                 |                 |
| Depreciation according to plan            | -31 225         | -8 424          |
| Other operating expenses                  | -38 068         | -34 131         |
| <b>OPERATING PROFIT</b>                   | <b>47 009</b>   | <b>26 617</b>   |

**1000 €****2024****2023****Financial income and expenses**

|                                                  |               |               |
|--------------------------------------------------|---------------|---------------|
| Other interest income and other financial income | 348           | 710           |
| Interest and other financial expenses            | -1 993        | -933          |
| <b>Total financial income and expenses</b>       | <b>-1 646</b> | <b>-223</b>   |
| <b>PROFIT BEFORE TAXES</b>                       | <b>45 364</b> | <b>26 394</b> |
| Change in deferred tax liability                 | -1 883        | -48           |
| Income taxes                                     | -7 762        | -5 667        |
| Minority interest                                | -100          | -145          |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>             | <b>35 619</b> | <b>20 534</b> |



## CONSOLIDATED BALANCE SHEET

### Assets

#### Non-current assets

**1000 €** **2024** **2023**

#### Intangible assets

|                                |               |              |
|--------------------------------|---------------|--------------|
| Intangible rights              | 4 090         | 3 347        |
| Group Goodwill                 | 2 548         | 3 392        |
| Goodwill                       | 89 227        | 0            |
| <b>Total intangible assets</b> | <b>95 865</b> | <b>6 738</b> |

#### Tangible assets

|                                               |               |               |
|-----------------------------------------------|---------------|---------------|
| Land and water                                | 2 202         | 1 770         |
| Buildings and constructions                   | 35 808        | 23 243        |
| Machinery and equipment                       | 37 440        | 18 240        |
| Other tangible assets                         | 2 273         | 270           |
| Advance payments and construction in progress | 19 202        | 25 668        |
| <b>Total tangible assets</b>                  | <b>96 925</b> | <b>69 190</b> |

#### Investments

|                          |            |            |
|--------------------------|------------|------------|
| Shares                   | 290        | 290        |
| Associated companies     | 63         | 35         |
| Other investments        | 202        | 276        |
| <b>Total investments</b> | <b>555</b> | <b>602</b> |

**TOTAL NON-CURRENT ASSETS** **193 345** **76 530**

## Current assets

1000 €

2024

2023

### Stocks

|                               |               |               |
|-------------------------------|---------------|---------------|
| Raw materials and consumables | 23 738        | 18 278        |
| Finished products             | 4 481         | 2 054         |
| Other stocks                  | 13 435        | 9 957         |
| Advances paid                 | 12 559        | 12 542        |
| <b>Total stocks</b>           | <b>54 213</b> | <b>42 831</b> |

### Receivables

|                                |               |               |
|--------------------------------|---------------|---------------|
| Trade receivables              | 30 652        | 35 568        |
| Loans receivable               | 58            | 43            |
| Other receivables              | 1 638         | 4 340         |
| Accrued income and prepayments | 19 273        | 6 009         |
| <b>Total receivables</b>       | <b>51 621</b> | <b>45 960</b> |

### Financial securities

|                                |                |                |
|--------------------------------|----------------|----------------|
| Cash in hand and cash at banks | 17 455         | 31 792         |
| <b>TOTAL CURRENT ASSETS</b>    | <b>123 289</b> | <b>120 584</b> |
| <b>TOTAL ASSETS</b>            | <b>316 634</b> | <b>197 114</b> |



## Equity and liabilities

### Equity

**1000 €** **2024** **2023**

|                                          |               |               |
|------------------------------------------|---------------|---------------|
| Share capital                            | 3 149         | 3 149         |
| Reserve for invested unrestricted equity | 1 050         | 1 501         |
| Disposition fund                         | 61 923        | 50 236        |
| Result for the reporting period          | 35 619        | 20 534        |
| <b>TOTAL EQUITY</b>                      | <b>01 742</b> | <b>75 419</b> |
| <b>MINORITY INTEREST</b>                 | <b>1 354</b>  | <b>1 254</b>  |

### Liabilities

**1000 €** **2024** **2023**

#### Non-current liabilities

|                                      |               |               |
|--------------------------------------|---------------|---------------|
| Deferred tax liability               | 5 221         | 3 338         |
| Loans from credit institutions       | 12 568        | 14 917        |
| Other long-term liabilities          | 63 376        | 2 242         |
| <b>Total non-current liabilities</b> | <b>75 944</b> | <b>17 159</b> |

#### Current liabilities

|                                  |                |               |
|----------------------------------|----------------|---------------|
| Loans from credit institutions   | 22 365         | 4 611         |
| Advances received                | 52 869         | 57 839        |
| Trade payables                   | 22 005         | 21 300        |
| Other payables                   | 14 239         | 3 479         |
| Accrued expenses                 | 20 896         | 12 716        |
| <b>Total current liabilities</b> | <b>132 374</b> | <b>99 945</b> |

**TOTAL LIABILITIES** **213 538** **120 441**

**TOTAL EQUITY AND LIABILITIES** **316 634** **197 114**

## CONSOLIDATED STATEMENT OF CASH FLOWS

| 1000 €                                                                          | 2024           | 2023           |
|---------------------------------------------------------------------------------|----------------|----------------|
| <b>Cash flow from operating activities</b>                                      |                |                |
| Operating profit                                                                | 47 009         | 26 617         |
| Adjustments to operating profit                                                 | 32 658         | 7 742          |
| Changes in working capital                                                      | -5 645         | 27 147         |
| Interest paid                                                                   | -2 003         | -980           |
| Interest received                                                               | 273            | 681            |
| Income taxes paid                                                               | -5 342         | -5 515         |
| <b>Net cash generated from operating activities</b>                             | <b>66 950</b>  | <b>55 692</b>  |
| <b>Cash flow from investing activities</b>                                      |                |                |
| Investments in tangible and intangible assets                                   | -87 409        | -25 068        |
| Proceeds from sale of tangible and intangible assets                            | 105            | 272            |
| Proceeds from the sale of subsidiary shares                                     | 0              | 2 897          |
| Acquisition of subsidiaries minus the company's cash at the time of acquisition | -45            | 0              |
| Other investments                                                               | 73             | 0              |
| <b>Net cash used in investing activities</b>                                    | <b>-87 275</b> | <b>-21 899</b> |



**1000 €****2024****2023****Cash flow from financing activities**

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|                                 |        |      |
|---------------------------------|--------|------|
| Change in short-term borrowings | 17 754 | -800 |
|---------------------------------|--------|------|

|                                    |   |       |
|------------------------------------|---|-------|
| Proceeds from long-term borrowings | 0 | 1 044 |
|------------------------------------|---|-------|

|                                   |        |        |
|-----------------------------------|--------|--------|
| Repayment of long-term borrowings | -2 843 | -2 270 |
|-----------------------------------|--------|--------|

|                                     |        |        |
|-------------------------------------|--------|--------|
| Dividends paid and change in equity | -8 924 | -5 034 |
|-------------------------------------|--------|--------|

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|                                              |              |               |
|----------------------------------------------|--------------|---------------|
| <b>Net cash used in financing activities</b> | <b>5 988</b> | <b>-7 059</b> |
|----------------------------------------------|--------------|---------------|

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|                                                |                |               |
|------------------------------------------------|----------------|---------------|
| <b>CHANGE IN CASH AND CASH<br/>EQUIVALENTS</b> | <b>-14 337</b> | <b>26 733</b> |
|------------------------------------------------|----------------|---------------|

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|                                                             |        |       |
|-------------------------------------------------------------|--------|-------|
| Cash and cash equivalents at the<br>beginning of the period | 31 792 | 5 059 |
|-------------------------------------------------------------|--------|-------|

|                          |         |        |
|--------------------------|---------|--------|
| Change during the period | -14 337 | 26 733 |
|--------------------------|---------|--------|

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|                                                               |               |               |
|---------------------------------------------------------------|---------------|---------------|
| <b>Cash and cash equivalents at the end<br/>of the period</b> | <b>17 455</b> | <b>31 792</b> |
|---------------------------------------------------------------|---------------|---------------|

## PARENT COMPANY'S PROFIT AND LOSS ACCOUNT

| 1000 €                                    | 2024           | 2023           |
|-------------------------------------------|----------------|----------------|
| <b>NET SALES</b>                          | <b>150 950</b> | <b>109 841</b> |
| Change in inventory of finished goods     | 8 260          | -2 728         |
| Work performed for own use                | 0              | 19             |
| Other operating income                    | 5 073          | 4 095          |
| Raw materials and services                |                |                |
| Raw materials and consumables             |                |                |
| Purchases during the financial year       | -72 785        | -56 887        |
| Change in stocks                          | 2 439          | 6 566          |
| <b>Total raw materials and services</b>   | <b>-70 346</b> | <b>-50 321</b> |
| Personnel expenses                        |                |                |
| Wages and salaries                        | -22 606        | -18 568        |
| Social security expenses                  |                |                |
| Pension expenses                          | -3 901         | -3 379         |
| Other social security expenses            | -656           | -809           |
| <b>Total personnel expenses</b>           | <b>-27 163</b> | <b>-22 755</b> |
| Depreciation, amortisation and writedowns |                |                |
| Depreciation according to plan            | -25 720        | -3 471         |
| Other operating expenses                  | -24 155        | -21 129        |
| <b>OPERATING PROFIT</b>                   | <b>16 899</b>  | <b>13 551</b>  |



**1000 €****2024****2023****Financial income and expenses**

Other interest income and other financial income

Group company

6 219

7 122

Others

218

373

**Total financial income****6 437****7 495**

Other interest income and other financial expenses

Group company

-177

-137

Others

-1 906

-812

**Total financial expenses****-2 082****-950****PROFIT BEFORE APPROPRIATIONS AND TAXES****21 253****20 096****Appropriations**

Change in accumulated depreciation difference

-8 490

-83

Group contribution

25 940

7 110

**Total appropriations****17 450****7 027**

Income taxes

-6 496

-4 054

**PROFIT FOR THE FINANCIAL YEAR****32 207****23 069**

## PARENT COMPANY'S BALANCE SHEET

### Assets

#### Non-current assets

**1000 €** **2024** **2023**

#### Intangible assets

|                   |        |       |
|-------------------|--------|-------|
| Intangible rights | 93 219 | 3 217 |
|-------------------|--------|-------|

|                                |               |              |
|--------------------------------|---------------|--------------|
| <b>Total intangible assets</b> | <b>93 219</b> | <b>3 217</b> |
|--------------------------------|---------------|--------------|

#### Tangible assets

|                |       |       |
|----------------|-------|-------|
| Land and water | 1 706 | 1 393 |
|----------------|-------|-------|

|                             |        |        |
|-----------------------------|--------|--------|
| Buildings and constructions | 27 552 | 15 145 |
|-----------------------------|--------|--------|

|                         |        |       |
|-------------------------|--------|-------|
| Machinery and equipment | 21 070 | 6 391 |
|-------------------------|--------|-------|

|                       |       |     |
|-----------------------|-------|-----|
| Other tangible assets | 2 166 | 151 |
|-----------------------|-------|-----|

|                                               |        |        |
|-----------------------------------------------|--------|--------|
| Advance payments and construction in progress | 15 775 | 20 966 |
|-----------------------------------------------|--------|--------|

|                              |               |               |
|------------------------------|---------------|---------------|
| <b>Total tangible assets</b> | <b>68 269</b> | <b>44 046</b> |
|------------------------------|---------------|---------------|

#### Investments

|                             |        |        |
|-----------------------------|--------|--------|
| Holdings in group companies | 28 993 | 24 780 |
|-----------------------------|--------|--------|

|                               |     |     |
|-------------------------------|-----|-----|
| Loans owed by group companies | 243 | 243 |
|-------------------------------|-----|-----|

|                        |    |    |
|------------------------|----|----|
| Other loans receivable | 69 | 72 |
|------------------------|----|----|

|        |     |     |
|--------|-----|-----|
| Shares | 287 | 287 |
|--------|-----|-----|

|                          |               |               |
|--------------------------|---------------|---------------|
| <b>Total investments</b> | <b>29 591</b> | <b>25 381</b> |
|--------------------------|---------------|---------------|

|                                 |                |               |
|---------------------------------|----------------|---------------|
| <b>TOTAL NON-CURRENT ASSETS</b> | <b>191 079</b> | <b>72 644</b> |
|---------------------------------|----------------|---------------|

## Current assets

1000 €

2024

2023

### Stocks

|                               |               |               |
|-------------------------------|---------------|---------------|
| Raw materials and consumables | 22 433        | 16 973        |
| Finished products             | 2 860         | 421           |
| Other stocks                  | 6 596         | 3 795         |
| Advances paid                 | 12 558        | 12 541        |
| <b>Total stocks</b>           | <b>44 446</b> | <b>33 731</b> |

### Receivables

|                                 |               |               |
|---------------------------------|---------------|---------------|
| Trade receivables               | 10 543        | 10 150        |
| Amounts owed by group companies | 45 556        | 22 456        |
| Loans receivable                | 59            | 44            |
| Other receivables               | 12 067        | 4 436         |
| Accrued income and prepayments  | 586           | 285           |
| <b>Total receivables</b>        | <b>68 811</b> | <b>37 370</b> |

### Financial securities

|                                |                |                |
|--------------------------------|----------------|----------------|
| Cash in hand and cash at banks | 16 080         | 30 751         |
| <b>TOTAL CURRENT ASSETS</b>    | <b>129 337</b> | <b>101 852</b> |
| <b>TOTAL ASSETS</b>            | <b>320 416</b> | <b>174 496</b> |



## Equity and liabilities

### Equity

**1000 €** **2024** **2023**

|                                          |               |               |
|------------------------------------------|---------------|---------------|
| Share capital                            | 3 149         | 3 149         |
| Reserve for invested unrestricted equity | 1 050         | 1 501         |
| Disposition fund                         | 52 184        | 37 588        |
| Result for the reporting period          | 32 207        | 23 069        |
| <b>TOTAL EQUITY</b>                      | <b>88 590</b> | <b>65 307</b> |
| <b>ACCUMULATED DEPRECIATION</b>          | <b>16 922</b> | <b>8 432</b>  |

### Liabilities

**1000 €** **2024** **2023**

#### Non-current liabilities

|                                      |               |               |
|--------------------------------------|---------------|---------------|
| Loans from credit institutions       | 12 314        | 14 650        |
| Other long-term liabilities          | 63 236        | 2 242         |
| <b>Total non-current liabilities</b> | <b>75 550</b> | <b>16 892</b> |

#### Current liabilities

|                                    |                |               |
|------------------------------------|----------------|---------------|
| Loans from credit institutions     | 22 369         | 4 607         |
| Advances received                  | 28 667         | 28 348        |
| Trade payables                     | 12 754         | 11 501        |
| Amounts owed to group undertakings | 49 484         | 31 947        |
| Other payables                     | 11 616         | 1 124         |
| Accrued expenses                   | 14 463         | 6 339         |
| <b>Total current liabilities</b>   | <b>139 354</b> | <b>83 866</b> |

**TOTAL LIABILITIES** **214 904** **100 758**

**TOTAL EQUITY AND LIABILITIES** **320 416** **174 496**

## PARENT COMPANY'S STATEMENT OF CASH FLOWS

| 1000 €                                               | 2024           | 2023           |
|------------------------------------------------------|----------------|----------------|
| <b>Cash flow from operating activities</b>           |                |                |
| Operating profit                                     | 16 899         | 13 551         |
| Adjustments to operating profit                      | 25 788         | 2 787          |
| Changes in working capital                           | -9 532         | 10 597         |
| Interest paid                                        | -2 082         | -961           |
| Interest received                                    | 341            | 576            |
| Dividends received                                   | 2              | 24             |
| Other financial items                                | 0              | -3             |
| Income taxes paid                                    | -3 591         | -4 558         |
| <b>Net cash generated from operating activities</b>  | <b>27 824</b>  | <b>22 013</b>  |
| <b>Cash flow from investing activities</b>           |                |                |
| Investments in tangible and intangible assets        | -75 602        | -17 458        |
| Proceeds from sale of tangible and intangible assets | 105            | 0              |
| Sale of shares in subsidiaries                       | 0              | 2 961          |
| Change in loan receivables                           | -12            | 5              |
| <b>Net cash used in investing activities</b>         | <b>-75 510</b> | <b>-14 492</b> |

**1000 €****2024****2023****Cash flow from financing activities**

|                                                                 |                |               |
|-----------------------------------------------------------------|----------------|---------------|
| Proceeds from short-term borrowings                             |                | 0             |
| Change in short-term borrowings                                 | 17 762         | -819          |
| Proceeds from long-term borrowings                              | 0              | 1 044         |
| Repayment of long-term borrowings                               | -2 830         | -2 270        |
| Dividends paid                                                  | -7 041         | -5 034        |
| Change in equity                                                | -1 883         | 0             |
| Subsidiary group account                                        | 18 539         | 17 435        |
| Dividends from group undertakings                               | 1 358          | 6 895         |
| Received group contribution paid                                | 7 110          | 1 394         |
| <b>Net cash used in financing activities</b>                    | <b>33 014</b>  | <b>18 645</b> |
| <b>CHANGE IN CASH AND CASH EQUIVALENTS</b>                      | <b>-14 671</b> | <b>26 167</b> |
| <b>Cash and cash equivalents at the beginning of the period</b> | <b>30 751</b>  | <b>4 584</b>  |
| Change during the period                                        | -14 671        | 26 167        |
| <b>Cash and cash equivalents at the end of the period</b>       | <b>16 080</b>  | <b>30 751</b> |



# NOTES TO THE FINANCIAL STATEMENTS

## 1. ACCOUNTING PRINCIPLES

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### 1.1. VALUATION PRINCIPLES

Fixed assets are stated at historical cost less accumulated straight-line depreciation. Current assets are stated at historical cost or at lower fair value. Foreign currency items are translated using the exchange rate at the balance sheet date. The consolidated financial statements are presented in equal euros (EUR).

Forcit Defence International Ab's operations include projects whose manufacturing time is long. The company applies the principles of partial revenue recognition in its project operations where the project's manufacturing time spans several accounting periods and where the project's amounts are significant with regards to turnover. The income is recognised in the profit and loss account according to the progress of the projects (percentage of completion). The long-term project's recognition is determined on the basis of manufactured goods in relation to the total quantity of ordered goods for the project. The costs for the projects are based on the project accounting where each project has its own project cost calculation. The costs for the projects include variable expenses for procurement and manufacturing. The partial revenue recognition reflects the significant growth in the project business during the financial year and improves the comparability between financial years.

### 1.2. DEPRECIATION AND AMORTISATION

Depreciation is calculated from the historical cost, and is calculated on a straight-line basis over the estimated economic life on the asset. The basis of calculation are:

|                               |       |
|-------------------------------|-------|
| Buildings and constructions   | 20-50 |
| Machinery and equipment       | 5-10  |
| Other tangible assets         | 10-20 |
| Immaterial rights             | 5-10  |
| Other long-term expense items | 10    |
| Consolidated goodwill         | 5-10  |

### 1.3. CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements include the parent company Oy Forcit Ab and the subsidiary companies Forcit Sweden AB, Forcit Norway AS, Forcit International Oy Ab, Forcit Defence International Oy Ab, Forcit Consulting Oy, Forcit Consulting AB, Forcit Consulting AS, O-Piblast S.A. and Forcit Ireland Ltd. The consolidated financial statements also include the associated company Vipnordic AB. Vipnordic AB's financial statements are prepared per 31.08.2024. Forcit Consulting Oy bought the company Bergwerk Oy in January 2024. Bergwerk Oy merged with Forcit Consulting Oy on 31.8.2024. Bergwerk Oy's results for the period 1.1. -31.8.2024 is included in the consolidated result for the accounting period. The consolidated financial statement is prepared according to the acquisition method. All intercompany transactions, balances, gains and losses are eliminated as part of the consolidation process.

## 2. PROFIT AND LOSS ACCOUNT

### 2.1. NET SALES PER BUSINESS SECTOR

| <b>Consolidated</b>   | <b>2024</b>    | <b>2023</b>    |
|-----------------------|----------------|----------------|
| Explosives            | 234 934        | 194 037        |
| Consulting            | 16 228         | 15 148         |
| Revenue recognition   | 24 485         | 5 155          |
| <b>Total</b>          | <b>275 647</b> | <b>214 340</b> |
| <b>Parent Company</b> | <b>2024</b>    | <b>2023</b>    |
| Explosives            | 142 301        | 107 395        |
| Revenue recognition   | 8 649          | 2 447          |
| <b>Total</b>          | <b>150 950</b> | <b>109 841</b> |

## 2.2. SALARIES FOR THE REPORTING PERIOD AND THE AVERAGE NUMBER OF PERSONNEL

| <b>Consolidated</b>           | <b>2024</b>   | <b>2023</b>   |
|-------------------------------|---------------|---------------|
| Boards of Directors and CEO's | 1 657         | 1 623         |
| Other personnel               | 38 187        | 32 596        |
| <b>Total</b>                  | <b>39 843</b> | <b>34 219</b> |

| <b>Parent Company</b>      | <b>2024</b>   | <b>2023</b>   |
|----------------------------|---------------|---------------|
| Board of Directors and CEO | 803           | 817           |
| Other personnel            | 21 803        | 17 751        |
| <b>Total</b>               | <b>22 606</b> | <b>18 568</b> |

| <b>During the financial period the average number of personnel</b> | <b>2024</b> | <b>2023</b> |
|--------------------------------------------------------------------|-------------|-------------|
| Consolidated                                                       | 620         | 553         |
| Parent Company                                                     | 338         | 288         |

## 2.3. OTHER OPERATING INCOME

| <b>Consolidated</b> | <b>2024</b>  | <b>2023</b>  |
|---------------------|--------------|--------------|
| Income from rents   | 181          | 160          |
| Other items         | 1 477        | 2 422        |
| <b>Total</b>        | <b>1 658</b> | <b>2 583</b> |

| <b>Parent Company</b>     | <b>2024</b>  | <b>2023</b>  |
|---------------------------|--------------|--------------|
| Intercompany transactions | 4 535        | 2 905        |
| Income from rents         | 181          | 160          |
| Other items               | 357          | 1 029        |
| <b>Total</b>              | <b>5 073</b> | <b>4 095</b> |

## 2.4. AUDIT FEES

| <b>Consolidated</b> | <b>2024</b> | <b>2023</b> |
|---------------------|-------------|-------------|
| Audit fees          | 174         | 174         |
| <b>Total</b>        | <b>174</b>  | <b>174</b>  |

| <b>Parent Company</b> | <b>2024</b> | <b>2023</b> |
|-----------------------|-------------|-------------|
| Audit fees            | 67          | 77          |
| <b>Total</b>          | <b>67</b>   | <b>77</b>   |

## 2.5. APPROPRIATIONS

| <b>Parent Company</b> | <b>2024</b> | <b>2023</b> |
|-----------------------|-------------|-------------|
| Group contribution    | 25 940      | 7 110       |

## 2.6. DIVIDEND INCOME FROM GROUP UNDERTAKINGS

| <b>Parent Company</b>                   | <b>2024</b> | <b>2023</b> |
|-----------------------------------------|-------------|-------------|
| Dividend income from group undertakings | 6 016       | 6 917       |

## 2.7. INCOME TAX

| <b>Consolidated</b>              | <b>2024</b>  | <b>2023</b>  |
|----------------------------------|--------------|--------------|
| Income tax on ordinary items     | 7 762        | 5 667        |
| Change in deferred tax liability | 1 883        | 48           |
| <b>Total</b>                     | <b>9 645</b> | <b>5 715</b> |

| <b>Parent Company</b>             | <b>2024</b>  | <b>2023</b>  |
|-----------------------------------|--------------|--------------|
| Income tax on group contributions | 5 188        | 1 422        |
| Income tax on ordinary items      | 1 308        | 2 632        |
| <b>Total</b>                      | <b>6 496</b> | <b>4 054</b> |



### 3. BALANCE SHEET

#### 3.1. INTANGIBLE AND TANGIBLE ASSETS

The notes include the purchase cost for the non-current assets that have not entirely been depreciated by plan. The group goodwill in the consolidated Financial Statements is depreciated over a period of 5–10 years from acquisition.

| <b>Consolidated</b>                                           | <b>2024</b>    | <b>2023</b>   |
|---------------------------------------------------------------|----------------|---------------|
| Acquisition cost 1.1.                                         | 179 894        | 153 987       |
| Increases                                                     | 148 346        | 28 095        |
| Decreases                                                     | -260           | -2 187        |
| Acquisition cost 31.12.                                       | 327 980        | 179 894       |
| Accumulated depreciation 1.1.                                 | -104 403       | -95 979       |
| Depreciation for the reporting period                         | -31 400        | -8 863        |
| Accumulated depreciation on reductions                        | 175            | 439           |
| Accumulated depreciation 31.12.                               | -135 628       | -104 403      |
| Increases                                                     | 437            | 437           |
| <b>Book value on 31.12.</b>                                   | <b>192 789</b> | <b>75 929</b> |
| Balance value of intangible and tangible assets in production | 37 440         | 18 240        |

| <b>Parent Company</b>                                         | <b>2024</b>    | <b>2023</b>   |
|---------------------------------------------------------------|----------------|---------------|
| Acquisition cost 1.1.                                         | 101 894        | 82 623        |
| Increases                                                     | 140 031        | 19 347        |
| Decreases                                                     | -85            | -76           |
| Acquisition cost 31.12.                                       | 241 839        | 101 894       |
| Accumulated depreciation 1.1.                                 | -55 068        | -51 668       |
| Depreciation for the reporting period                         | -25 720        | -3 400        |
| Accumulated depreciation 31.12.                               | -80 788        | -55 068       |
| Increases                                                     | 437            | 437           |
| <b>Book value on 31.12.</b>                                   | <b>161 488</b> | <b>47 263</b> |
| Balance value of intangible and tangible assets in production | 21 070         | 6 391         |

### 3.2. INVESTMENTS, PARENT COMPANY

| <b>Shares</b>                  | <b>Group companies</b> | <b>Others</b> |
|--------------------------------|------------------------|---------------|
| Acquisition cost 1.1.          | 24 780                 | 287           |
| Increases                      | 4 213                  | 0             |
| <b>Acquisition cost 31.12.</b> | <b>28 993</b>          | <b>287</b>    |

### 3.3. STOCKS

| <b>Consolidated</b>           | <b>2024</b>   | <b>2023</b>   |
|-------------------------------|---------------|---------------|
| Raw materials and consumables | 23 738        | 18 278        |
| Finished products             | 4 481         | 2 054         |
| Purchased products            | 13 435        | 9 957         |
| Advances paid                 | 12 559        | 12 542        |
| <b>Total</b>                  | <b>54 213</b> | <b>42 831</b> |

| <b>Parent Company</b>         | <b>2024</b>   | <b>2023</b>   |
|-------------------------------|---------------|---------------|
| Raw materials and consumables | 22 433        | 16 973        |
| Finished products             | 2 860         | 421           |
| Purchased products            | 6 596         | 3 795         |
| Advances paid                 | 12 558        | 12 541        |
| <b>Total</b>                  | <b>44 446</b> | <b>33 731</b> |

### 3.4. CONSOLIDATED COMPANIES

| <b>Participation-%</b>                | <b>Consolidated</b> | <b>Parent Company</b> |
|---------------------------------------|---------------------|-----------------------|
| Forcit International Oy Ab            | 100                 | 100                   |
| Forcit Defence International Oy Ab *) | 100                 | 100                   |
| Forcit Sweden AB                      | 100                 | 100                   |
| Forcit Norway AS                      | 100                 | 100                   |
| Forcit Consulting Oy                  | 100                 | 100                   |
| Forcit Consulting AB                  | 100                 | 100                   |
| Forcit Consulting AS                  | 100                 | 100                   |
| Forcit Ireland Ltd                    | 100                 | 100                   |
| O-Pitblast S.A.                       | 55                  | 55                    |
| Vipnordic AB                          | 50                  | 50                    |

\*) The company is part of the group as of 11.5.2023.

Forcit Consulting Oy bought the company Bergwerk Oy in January 2024. Bergwerk Oy merged with Forcit Consulting Oy on 31.8.2024

### 3.5. CONSOLIDATED RECEIVABLES AND PAYABLES

| <b>Parent Company</b>      | <b>2024</b>   | <b>2023</b>   |
|----------------------------|---------------|---------------|
| Long-term loan receivables | 243           | 243           |
| Trade receivables          | 12 705        | 7 878         |
| Loan receivables           | 75            | 75            |
| Other receivables*         | 32 776        | 14 502        |
| <b>Total receivables</b>   | <b>45 798</b> | <b>22 698</b> |
| Trade payables             | 52            | 195           |
| Other debts*               | 49 432        | 31 752        |
| <b>Total payables</b>      | <b>49 484</b> | <b>31 947</b> |

\*Refers mainly to group cash pool arrangements

### 3.6. CHANGES IN EQUITY

| <b>Consolidated</b>                                         | <b>2024</b>  | <b>2023</b>  |
|-------------------------------------------------------------|--------------|--------------|
| Share Capital 1.1                                           | 3 149        | 3 149        |
| <b>Share Capital 31.12.</b>                                 | <b>3 149</b> | <b>3 149</b> |
| Reserve for invested<br>unrestricted equity 1.1             | 1 051        | 1 501        |
| Increase of the reserve for<br>invested unrestricted equity | 91           | 0            |
| Decrease of the reserve for<br>invested unrestricted equity | -541         | 0            |



|                                                              |                |               |
|--------------------------------------------------------------|----------------|---------------|
| <b>Reserve for invested<br/>unrestricted equity 31.12 *)</b> | <b>1 050</b>   | <b>1 501</b>  |
| Disposition fund 1.1                                         | 50 236         | 34 060        |
| Profit last year                                             | 20 534         | 21 529        |
| Dividend for last year                                       | -7 041         | -5 034        |
| Redemption of own shares                                     | -1 433         | 0             |
| Change in disposition fund                                   | -372           | -319          |
| <b>Disposition fund 31.12.</b>                               | <b>61 923</b>  | <b>50 236</b> |
| <b>Net profit for the period</b>                             | <b>35 619</b>  | <b>20 534</b> |
| <b>Total equity</b>                                          | <b>101 742</b> | <b>75 419</b> |
| <b>Parent Company</b>                                        | <b>2024</b>    | <b>2023</b>   |
| Share Capital 1.1                                            | 3 149          | 3 149         |
| <b>Share Capital 31.12.</b>                                  | <b>3 149</b>   | <b>3 149</b>  |
| Reserve for invested<br>unrestricted equity 1.1              | 1 050          | 1 501         |
| Increase of the reserve for<br>invested unrestricted equity  | 91             | 0             |
| Decrease of the reserve for<br>invested unrestricted equity  | -541           | 0             |

|                                                              |               |               |
|--------------------------------------------------------------|---------------|---------------|
| <b>Reserve for invested<br/>unrestricted equity 31.12 *)</b> | <b>1 050</b>  | <b>1 501</b>  |
| Disposition fund 1.1                                         | 37 588        | 28 576        |
| Profit last year                                             | 23 069        | 14 046        |
| Dividend for last year                                       | -7 041        | -5 034        |
| Redemption of own shares                                     | -1 433        | 0             |
| <b>Disposition fund 31.12.</b>                               | <b>52 184</b> | <b>37 588</b> |
| <b>Net profit for the period</b>                             | <b>32 207</b> | <b>23 069</b> |
| <b>Total equity</b>                                          | <b>88 590</b> | <b>65 307</b> |
| <b>Distributable free funds in<br/>total 31.12.</b>          | <b>85 441</b> | <b>62 158</b> |

\*) During the financial year, the company issued 100 shares and redeemed 1,955 own shares.

### 3.7. APPROPRIATIONS AND DEFERRED TAX LIABILITIES

#### Accumulated depreciation in excess on plan

| Parent Company | 2024 | 2023 |
|----------------|------|------|
|----------------|------|------|

#### Intangible assets

|                   |       |     |
|-------------------|-------|-----|
| Intangible rights | 1 046 | 751 |
|-------------------|-------|-----|

#### Tangible assets

|                             |       |       |
|-----------------------------|-------|-------|
| Buildings and constructions | 5 275 | 4 363 |
|-----------------------------|-------|-------|

|                         |        |       |
|-------------------------|--------|-------|
| Machinery and equipment | 10 630 | 3 316 |
|-------------------------|--------|-------|

|                       |     |   |
|-----------------------|-----|---|
| Other tangible assets | -29 | 1 |
|-----------------------|-----|---|

|              |               |              |
|--------------|---------------|--------------|
| <b>Total</b> | <b>16 922</b> | <b>8 432</b> |
|--------------|---------------|--------------|

| Deferred tax liability | Consolidated<br>2024 | Consolidated<br>2023 |
|------------------------|----------------------|----------------------|
|------------------------|----------------------|----------------------|

|                                                                                                                                                     |       |       |
|-----------------------------------------------------------------------------------------------------------------------------------------------------|-------|-------|
| The deferred tax liability from the depreciation in excess on plan and accrual reserve have been separated in the consolidated financial statements | 5 221 | 3 338 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------|-------|-------|

|                                                                                                                  |        |        |
|------------------------------------------------------------------------------------------------------------------|--------|--------|
| The remaining depreciation difference and accrual reserve have been booked as unrestricted shareholders' equity. | 10 210 | 12 093 |
|------------------------------------------------------------------------------------------------------------------|--------|--------|

### 3.8. CURRENT LIABILITIES

The balance sheet item “Loans from financial institutions” also includes use of current account with overdraft facility.

|                | 2024  | 2023  |
|----------------|-------|-------|
| Consolidated   | 1 885 | 2 106 |
| Parent Company | 1 885 | 2 106 |

### 3.9. ACCRUED EXPENCES AND ADVANCES RECEIVED

| Consolidated                                               | 2024          | 2023         |
|------------------------------------------------------------|---------------|--------------|
| Accrued invoices                                           | 1 185         | 838          |
| Tax refund                                                 | 46            | 16           |
| Accrued income according to revenue recognition principles | 18 042        | 5 155        |
| <b>Total</b>                                               | <b>19 273</b> | <b>6 009</b> |

| Parent Company   | 2024       | 2023       |
|------------------|------------|------------|
| Accrued invoices | 586        | 285        |
| <b>Total</b>     | <b>586</b> | <b>285</b> |

### Equity and liabilities

| Consolidated                       | 2024          | 2023          |
|------------------------------------|---------------|---------------|
| Accrued personnel costs            | 8 012         | 6 175         |
| Other accruals                     | 7 606         | 3 293         |
| Reservation for long-term projects | 808           | 143           |
| Interests                          | 23            | 33            |
| <b>Taxes</b>                       | <b>4 447</b>  | <b>3 072</b>  |
| <b>Total</b>                       | <b>20 896</b> | <b>12 716</b> |

| <b>Parent Company</b>   | <b>2024</b>   | <b>2023</b>  |
|-------------------------|---------------|--------------|
| Accrued personnel costs | 3 618         | 3 016        |
| Other accruals          | 6 568         | 2 048        |
| Interests               | 23            | 33           |
| Taxes                   | 4 254         | 1 243        |
| <b>Total</b>            | <b>14 463</b> | <b>6 339</b> |

### 3.10. CONTINGENCIES AND COMMITMENTS

#### 3.10.1. Leasing liabilities

| <b>Consolidated</b>                  | <b>2024</b>  | <b>2023</b>   |
|--------------------------------------|--------------|---------------|
| Due during the next reporting period | 3 220        | 3 605         |
| Due later                            | 6 394        | 6 717         |
| <b>Total</b>                         | <b>9 614</b> | <b>10 323</b> |

| <b>Parent Company</b>                | <b>2024</b>  | <b>2023</b>  |
|--------------------------------------|--------------|--------------|
| Due during the next reporting period | 1 576        | 1 713        |
| Due later                            | 2 978        | 2 691        |
| <b>Total</b>                         | <b>4 554</b> | <b>4 404</b> |

| <b>3.10.2. Rental responsibility<br/>(for business premises)</b> | <b>Consolidated</b> | <b>Parent<br/>Company</b> |
|------------------------------------------------------------------|---------------------|---------------------------|
| Due for payment during the following accounting period           | 1 576               | 348                       |
| Due for payment later                                            | 2 978               | 523                       |
| <b>Total</b>                                                     | <b>3 021</b>        | <b>871</b>                |



| <b>3.10.3 Contingent liability on behalf of group companies</b> | <b>2024</b> | <b>2023</b> |
|-----------------------------------------------------------------|-------------|-------------|
|-----------------------------------------------------------------|-------------|-------------|

|              |     |     |
|--------------|-----|-----|
| Consolidated | 255 | 267 |
|--------------|-----|-----|

|                |     |     |
|----------------|-----|-----|
| Parent Company | 255 | 267 |
|----------------|-----|-----|

### **3.10.4. Other contingent liabilities**

| <b>Consolidated</b> | <b>2024</b> | <b>2023</b> |
|---------------------|-------------|-------------|
|---------------------|-------------|-------------|

|                             |       |       |
|-----------------------------|-------|-------|
| Contingencies on own behalf | 3 457 | 3 736 |
|-----------------------------|-------|-------|

|                                              |        |        |
|----------------------------------------------|--------|--------|
| Guarantees given by the bank for the company | 21 433 | 15 921 |
|----------------------------------------------|--------|--------|

|                                                                      |       |     |
|----------------------------------------------------------------------|-------|-----|
| Refund responsibility for value added tax on real estate investments | 3 123 | 732 |
|----------------------------------------------------------------------|-------|-----|

| <b>Parent Company</b> | <b>2024</b> | <b>2023</b> |
|-----------------------|-------------|-------------|
|-----------------------|-------------|-------------|

|                             |       |       |
|-----------------------------|-------|-------|
| Contingencies on own behalf | 3 320 | 3 584 |
|-----------------------------|-------|-------|

|                                              |        |        |
|----------------------------------------------|--------|--------|
| Guarantees given by the bank for the company | 21 433 | 15 921 |
|----------------------------------------------|--------|--------|

|                                                                      |       |     |
|----------------------------------------------------------------------|-------|-----|
| Refund responsibility for value added tax on real estate investments | 3 123 | 732 |
|----------------------------------------------------------------------|-------|-----|

### **3.10.5 Covenants**

The company's secured loans include covenant terms. The agreed terms are solvency and net debt/EBITDA.

In fiscal year 2024, the terms of one covenant have been exceeded. The bank has granted the company an exception to the covenant that has been exceeded.

## **SIGNATURES**

Helsinki 11st of March 2025

**Lauri Stadigh,  
Chairperson of the Board**

**Joakim Westerlund,  
CEO**

**Hans Karlander**

**Pasi Tolppanen**

**Alexander Tallberg**

**Edoardo Santamaria**

**Jori Harju**

Our Auditor's report has been issued today

Helsinki 11st of March 2025

**KPMG Oy Ab  
Christian Hällström, APA**

## **AUDITOR'S REPORT**

### **Report on the audit of the financial statements**

#### **Opinion**

We have audited the financial statements of Oy Forcit Ab (business identity code 0103189-6) for the year ended 31 December 2024. The financial statements comprise the balance sheets, the income statements, cash flow statements and notes for the group as well as for the parent company.

In our opinion, the financial statements give a true and fair view of the group's and the company's financial performance and financial position in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements.

#### **Basis for opinion**

We conducted our audit in accordance with good auditing practice in Finland. Our responsibilities under good auditing practice are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the parent company and of the group companies in accordance with the ethical requirements that are applicable in Finland and are relevant to our audit, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Responsibilities of the board of directors and the managing director for the financial statements**

The Board of Directors and the Managing Director are responsible for the preparation of financial statements that give a true and fair view in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements. The Board of Directors and the Managing Director are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors and the Managing Director are responsible for assessing the parent company's and the group's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting. The financial statements are prepared using the going concern basis of accounting unless there is an intention to liquidate the parent company or the group or cease operations, or there is no realistic alternative but to do so.

## **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with good auditing practice will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with good auditing practice, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- » Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- » Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the parent company's or the group's internal control.
- » Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- » Conclude on the appropriateness of the Board of Directors' and the Managing Director's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the parent company's or the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- » Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events so that the financial statements give a true and fair view.
- » Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

## **Report on the audit of the financial statements**

### **Other information**

The Board of Directors and the Managing Director are responsible for the other information. The other information comprises the report of the Board of Directors. Our opinion on the financial statements does not cover the other information.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. Our responsibility also includes considering whether the report of the Board of Directors has been prepared in accordance with the applicable laws and regulations.

In our opinion, the information in the report of the Board of Directors is consistent with the information in the financial statements and the report of the Board of Directors has been prepared in accordance with the applicable laws and regulations.

If, based on the work we have performed, we conclude that there is a material misstatement of the report of the Board of Directors, we are required to report that fact. We have nothing to report in this regard.

### **Remark**

We state as a remark that the company during the financial year, without a legally required shareholders' meeting decision, redeemed its own shares for an amount of €1,973,493. The company has therefore not complied with the provisions set out in Chapter 15 of the Companies Act.

Helsinki, 11 of March 2024

**KPMG OY AB**

**CHRISTIAN HÄLLSTRÖM**

**Authorised Public Accountant, KHT**