



**UAB RAIL BALTICA STATYBA
COMPANY'S INTERIM MANAGEMENT REPORT AND
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

MANAGEMENT REPORT	3
OVERVIEW.....	3
1.1. CEO FOREWARD	3
1.2. COMPANY'S ACTIVITIES	5
1.3. STRATEGY	7
1.4. HIGHLIGHTS FOR THE FIRST HALF OF 2025	8
1.5. EVENTS AFTER THE REPORTING PERIOD	9
RESULTS	9
2.1. OVERVIEW OF KEY PERFORMANCE INDICATORS	9
2.2. FINANCIAL RESULTS	10
2.3. SPECIAL OBLIGATIONS	13
2.4. INVESTMENTS	13
2.5. DIVIDEND POLICY	13
GOVERNANCE	14
3.1. OVERVIEW	14
3.2. BODIES OF THE COMPANY	15
3.3. MANAGEMENT	16
EMPLOYEES.....	17
RISKS AND THEIR MANAGEMENT	20
ADDITIONAL INFORMATION	21
6.1. INFORMATION ABOUT COMPLIANCE WITH THE TRANSPARENCY ASSURANCE GUIDELINES FOR STATE-OWNED ENTERPRISES	21
6.2. DEFINITIONS	24
6.3. ABBREVIATIONS	24
FINANCIAL INFORMATION	26
STATEMENT OF FINANCIAL POSITION.....	26
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	27
STATEMENT OF CHANGES IN EQUITY	28
STATEMENT OF CASH FLOWS	29
EXPLANATORY NOTES.....	30

This interim management report and financial statements do not contain all information required in drawing up the set of the annual financial statements; therefore, they must be read along with the annual management report and financial statements for the year ended 31 December 2024 at [HTTPS://WWW.RAIL-BALTICA.LT/FINANSINES-ATASKAITOS/](https://www.rail-baltica.lt/finansines-ataskaitos/) which were prepared in accordance with the International Financial Reporting Standards approved by the International Accounting Standards Board and adopted by the EU.

MANAGEMENT REPORT

OVERVIEW

1.1. CEO FOREWARD



Dear colleagues, clients and partners,

Last year, after reaching agreement with all interested parties, we made significant decisions in the governance of Rail Baltica, and this year we are witnessing positive changes in accelerating the international project.

LTG Infra has taken over the management of the contract with the designer IDOM Consulting, Engineering, Architecture, S.A.U, resulting in the successful construction of the longest bridge over the river Neris in Jonava district. All 370 piles have been drilled to a depth of up to 28 meters, the first columns reaching up to 40 meters in height are rising, and the construction of the bridge deck has begun. The longest and most complex railway bridge in the Baltic States will be completed next year. We will complete the construction of embankments and engineering structures in the Switzerland–Žeimiai section in the near future.

As planned, in the first half of 2025, we announced the necessary tenders to find contractors who will build the further sections, connecting the already constructed line with the city of Kaunas. We positively assess the opportunities to conclude the necessary contracts this year and begin construction on the Kaunas–Panevėžys section within this year. Additionally, 10 km of tracks have been laid in the Switzerland–Žeimiai section, and a design contract has been signed for another important section – Kaunas (Jiesia) to the Lithuanian and Polish border.

We consider collaboration with the market to be extremely important, as it is through this partnership that we can ensure the timely completion of the project. We assess the risks and emerging challenges, which are never lacking in a project of this scale. However, we are also making every possible effort to accelerate construction, make necessary decisions, and communicate with interested parties. As a result, in May, we established a new working group between the LTG Group and the Ministry of Transport and Communications, and we continue the management committee format among the three Baltic countries.

The large-scale invasion and war in Ukraine have compelled all of Europe to reconsider infrastructure resilience and increase investments in military mobility projects. Now Rail Baltica is associated not only with the prospects of enhancing mobility for residents, business growth, and promoting sustainability, but integration into the unified European Union network has become a geopolitical necessity that we must fulfil as quickly as possible, while continuing to expand this network in Lithuania in the future.

The issue of financing is also becoming increasingly relevant. As the end of this European Union funding period approaches, we have submitted applications for further funding. By actively accelerating tangible physical work, we demonstrate our commitment to implementing the project and are also taking steps to ensure the project's financing in the new financial period. Additionally, we are seeking

alternative funding sources and negotiating the reallocation of funds, all of which will ensure that work continues to be carried out.

This year is important in the context of decision-making as well. As work progresses rapidly, LTG Link and LTG Cargo are already preparing to operate on the European gauge and are planning the acquisition of rolling stock. At the presidential level, the FREE Rail program initiated by the LTG Group was evaluated, which has already ensured European infrastructure standards and initiated the creation of a joint, secure information system among the Baltic countries. In other words, we are systematically moving away from the infrastructure left by the Soviet Union towards a safe European Western system. We feel strong support from our partners, contractors, the Ministry of Transport and Communications, the European Commission, NATO, and Lithuania's allies. All of this motivates us to work on accelerating the project and ensuring the security of the Baltic region and all of Europe.

This spring also saw a historic meeting – the construction sites of Rail Baltica were visited by four ministers from the Baltic countries and members of the European Commission institutions. The ministers committed to seeking further funding together for all countries. Colleagues from the European Commission directorates DG Move and DG Defis summed it up: Rail Baltica is not only a high-speed railway but also a rapid construction endeavour. This year and in the coming years, we will strive to maintain this positive progress.

Finally, I am pleased to announce that this year I was appointed as the chairman of the Supervisory Board of RB Rail. Adhering to the principle of rotation ensures equal representation of the three Baltic countries in the joint venture. I am determined to continue the project implementation as swiftly as possible, together with the entire project team.

ARENIJUS JACKUS

Director
UAB Rail Baltica statyba

1.2. COMPANY'S ACTIVITIES

Name	UAB Rail Baltica statyba
Address	Geležinkelio g. 16, LT-02100 Vilnius
Legal form	Private limited liability company
Date and place of registration	23 January 2014
Company code	303227458
Telephone	+370 611 25263
E-mail	rbs@litrail.lt
Website	https://www.rail-baltica.lt/apie-uab-rail-baltica-statyba/
Principal activity	Performance of the functions of a shareholder in the Baltic joint venture RB Rail AS, which coordinates the implementation of the Rail Baltica project
Director of the Company	Arenijus Jackus
Shareholder	AB Lietuvos geležinkeliai (holds 100% of the authorised capital)

SUBSIDIARIES AND DOWNSTREAM ENTITIES

Name	RB Rail AS
Address	Satekles iela 2B, Riga, Republic of Latvia, LV-1050
Legal form	Public limited liability company (latv. <i>akciju sabiedrība</i>)
Date and place of registration	12 November 2014, Republic of Latvia
Company code	40103845025
Telephone	+371 6696 7171
E-mail	info@railbaltica.org
Website	www.railbaltica.org
Principal activity	Implementation and coordination of the Rail Baltica project
Shares held by the Company, %	33.33%

COMPANY'S BRANCHES, REPRESENTATIVE OFFICES ABROAD

The Company did not have branches or representative offices during the analysed period.

INFORMATION ABOUT THE COMPANY

RBS is a subsidiary of LTG, established to participate in the implementation of the Rail Baltica project and in the management of RB Rail AS established by the Baltic States.

Rail Baltica is the largest and most expensive transport infrastructure project in the Baltic States since the restoration of the independence of the Baltic States. The project involves construction of more than 870 km of European rail from the Lithuanian-Polish border to Tallinn, with a link to Vilnius.

A joint declaration dated 16 September 2013 of the Ministers of Finland, Estonia, Latvia, Lithuania and Poland responsible for the transport sector specifies establishment of a Baltic joint venture to ensure implementation of the Rail Baltica project. The Government of the Republic of Lithuania has proposed the establishment of a new subsidiary of AB Lietuvos geležinkeliai, which would participate as a shareholder in the joint venture to be established.

On 28 October 2014, a shareholders' agreement on the establishment of RB Rail AS, the Baltic joint venture, was signed. RBS became the founder and shareholder of the company and holds 33.33% of shares.

The implementation of Rail Baltica project is ensured through the execution of the investment projects that make up the project and the management of the shares of RB Rail AS, which performs part of the functions of project implementation.

The object and main functions of RBS are management of the shares in RB Rail AS and exercise of the rights and obligations granted by shares (see corporate governance chart of RB Rail AS in Figure 1). Given the above, the Company's principal activities are the following:

- Involvement in the activities of the bodies of RB Rail AS;
- Involvement in the decision-making by the bodies of RB Rail AS within the scope of its powers;
- Exercise of the non-property rights granted to the bodies of RB Rail AS;
- Coordination of positions on key issues related to the implementation of Rail Baltica project with the entities that perform institutional supervision and control, etc.;
- Participation in cooperation and institutional formats for implementation of Rail Baltica project.



Figure 1. Corporate governance chart of RB Rail AS.

In order to coordinate the implementation processes of the Rail Baltica project, which are carried out by AB LTG Infra, subsidiary of AB Lietuvos geležinkeliai, established to perform the functions of the public railway infrastructure manager, and RB Rail AS, the company managed by RBS (see Fig. 2), the Company, therefore, carries out coordination of the project and systematisation of information, and provides, for this purpose, the service of coordination of the Rail Baltica project to AB LTG Infra, the subsidiary AB LTG Infra, which has been established for performance of the functions of the manager of the public railway infrastructure. By providing these services, the Company generates the revenue necessary to cover its operating costs.

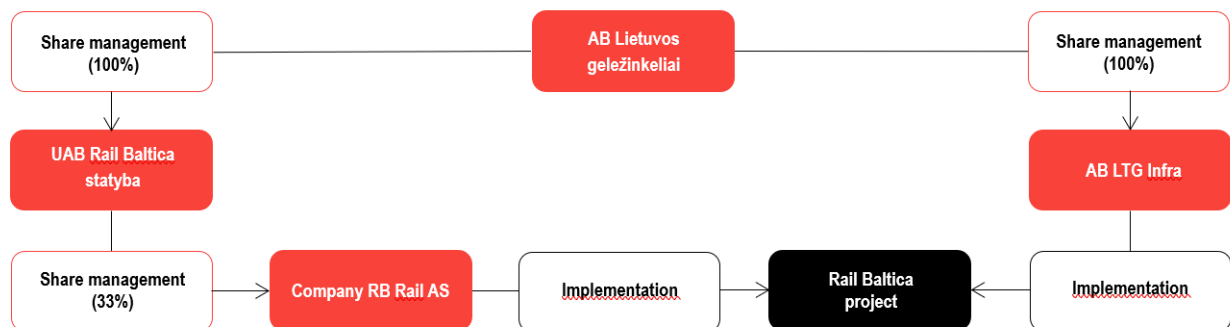


Figure 2. Model for implementation of the Rail Baltica project.

The specific object of RBS's activities means that the Company does not have key activities, i.e. inbound/outbound logistics, marketing and sales, after-sales service, etc., but only provides services of an exclusive nature related to its object. In this context, the Company is not participating in the market and competitive environment, has no infrastructure to manage.

The Company's business model includes the following:

- Independent activities and decisions of the Company (including necessary resources) to implement the object of the Company's activities and to perform related functions.

In this respect, it should be noted that the limited nature of the object of the Company's activities and functions does not require exceptional capabilities, sophisticated business model or a multi-level organisational structure. Therefore, the Company carries out its activities and related functions only on the basis of its internal resources.

- The Company's activities are partly ensured by centrally managed support (corporate) functions within LTG Group and the corresponding operational architecture. Therefore, the Company acts in compliance with the documents of LTG operational architecture (policies, methodologies, process standards, etc.), except where the relevant activities described therein are regulated by separate internal documents of the Company.

In this respect, it should be noted that LTG Group's governance model is based on **LTG Group's consolidated business strategy** and functional leadership. The collegial management body of the parent company considers and approves LTG Group's consolidated strategy/budget, consolidated performance targets, performance measures and targets, makes key management decisions within the Group of companies, and supervises and controls the activities of subsidiaries. LTG Group also applies the **functional leadership** model, which means that added value is created by centralising operational support (corporate) functions, consolidating competencies and introducing functional excellence. The parent company coordinates financial, legal, planning and monitoring, human resources, risk management, auditing, technology, communications and other general areas of the companies of LTG Group, within the framework of common policies, regulations and norms applicable to all companies of LTG Group. Each function or activity has a function or activity owner who is responsible for planning, organising, implementing and controlling the area under their responsibility.

1.3. STRATEGY

The object of the Company's activities is management of shares of RB Rail AS and exercising of the rights and obligations conferred by those shares, and the Company is not engaged in any commercial activity, nor does it participate in the market or in the competitive environment, and, therefore, it does not have a long-term business strategy.

The long-term strategy and objectives related to the implementation of the Rail Baltica project and the future operation of the developed railway infrastructure are planned by the manager of the public railway infrastructure – AB LTG Infra, the subsidiary of LTG, which, in accordance with the Railway Transport Code of the Republic of Lithuania, has the function of the development of the public railway infrastructure, which also includes the planning of the financial and investment planning of public railway infrastructure.

The Company's activities are planned in a one-year planning document, the Annual Operational Plan, which is considered and approved by the head of the Company (where the decision of the head of the Company is approved by a decision of the General Meeting of Shareholders), taking into account the object of the Company's activities, as well as the mission, vision and values of the LTG Group:



Connecting people and businesses for a more sustainable future

Ensuring the necessary connections so that each of us may travel and expand businesses in a sustainable way both in Lithuania and abroad, protecting the environment around us.

By ensuring viability and creating value for Lithuania, we pursue our vision of driving change towards a more sustainable and equitable national transport model.

MISSION



Being the backbone of the transport system

- **Transport axis.** By laying the foundations for more sustainable domestic connectivity for passengers and freight, we are promoting the transformation of railways from a rudimentary link to a major axis to which other modes of transport connect: roads, seas and airports converge into a single network.

- **Smooth connection.** We smoothly integrate Lithuania with other European countries.

- **Critical infrastructure.** We ensure important transportation infrastructure for civil and military mobility, supply of essential goods.

Our values are born from within the organisation, identified as the most important by employees themselves. They guide us in our day-to-day operations to achieve our vision.

VISION


RESPONSIBILITY

I do what I say.
I promise what I can.
I protect myself and others.
I boldly commit.


CUSTOMER

I listen to the customer.
I understand the needs.
I perform well.


COOPERATION

Together we pursue a common goal.
I communicate openly.
I respect and support.


DEVELOPMENT

I am interested in innovation.
I share the know-how.
I have a growth mindset.

VALUES

Taking into account the limited and specific nature of the object of the Company's activities as well as the fact that the Company does not carry out commercial activities and does not directly implement projects, the Company has special goals related to the purpose of establishing the Company and the object of the Company's activities – appropriate representation of Lithuania in RB Rail AS:

- To ensure alignment of strategic positions related to the object of the Company's activities;
- To ensure participation of the Company's representatives (i.e. the Lithuanian shareholder) in the activities of bodies of RB Rail AS.

Implementation of goals for 2025:

Main goals	Indicators of achievement of goals	Measurement unit	Benchmarks for achievement of goals	Indicators of achievement of goals
Attendance of the Company or representatives of the Company in the meetings of the bodies of RB Rail AS	Attended meetings of the bodies of RB Rail AS	%	100%	100% ¹

KEY PROJECTS AND PLANNED PROJECTS IN THE FIRST HALF OF 2025:

Given the specific nature of the Company's activities, the Company has no direct projects underway and has no plans to undertake them. The Rail Baltica project is implemented by RB Rail AS and the subsidiary company AB LTG Infra, established by AB Lietuvos geležinkeliai to perform the functions of a public railway infrastructure manager. The Company's activities do not involve direct implementation of projects, but rather participation in project-related processes to coordinate their implementation.

PLANS AND FORECASTS OF THE COMPANY:

There are no planned changes to the Company's business plans, direction and scope, or organisational structure. It is expected that the Company will continue to manage the shares in RB Rail AS and exercise the rights and obligations they confer, and will carry out related activities. Therefore, the Company has no plans to change its business model, acquire infrastructure, new customers etc. With no material changes planned for the Company's activities, the Company's financial performance is expected to remain similar to previous periods.

It should be noted that given the timetable of the Rail Baltica project and the planned completion date of the project, it is estimated that the object of the Company's activity will remain relevant over the next 5 years.

1.4. HIGHLIGHTS FOR THE FIRST HALF OF 2025

JANUARY

- Results of sociological research regarding the Rail Baltica project announced. According to research by Spinter Research, the number of Lithuanian residents who believe that the Rail Baltica project is necessary for Lithuania increased by 2%.

¹ During first half of 2025 the following number of meetings took place: 8 Supervisory Board meetings and 4 general meetings of the shareholders.

According to Norstat data, 72% of respondents in Lithuania, 60% in Latvia and 52% in Estonia consider military mobility to be the greatest benefit;

- The Company's business plan and annual budget for 2025 were approved;
- Following the rotation principle, Arenijus Jackus was appointed Chairman of the Supervisory Board of RB Rail AS;
- RB Rail AS submitted a joint funding application from the three Baltic States under the latest European Connecting Europe Facility (CEF) call.

FEBRUARY

- The 2025 Rail Baltica project public procurement plan has been announced.
- With the change in the Rail Baltica management model, LTG Infra, as the implementing body in Lithuania, took over the design contract with the designer IDOM Consulting, Engineering, Architecture, S.A.U.

MARCH

- The environmental impact assessment report for the construction and operation of the Kaunas–Vilnius railway line and its service infrastructure under the Rail Baltica project was presented to the public.

APRIL

- The Company's set of financial statements for the year ended 31 December 2024 was approved by resolution of the Company's shareholder on 16 April 2025;
- The Annual Financial Statements of RB Rail AS for the year ending 31 December 2024 were approved by the decision of the ordinary General Meeting of Shareholders.

MAY

- A working group has been formed in the Ministry of Transport and Communications to monitor and regulate the progress of the Rail Baltica project.
- The Ministry of Transport and Communications, together with the LTG Group, organised the first meeting in Lithuania of the Bucharest Nine, Nordic transport ministers, NATO, and EU officials, during which the delegation visited existing and under-construction European railway infrastructure and agreed to jointly seek greater investments for the Rail Baltica project.

JUNE

- The institutions implementing and coordinating the project in Berlin have initiated events in European capitals aimed at presenting the project's progress, strengthening business partnerships, and securing the support of decision-makers in negotiations for future funding.

1.5. EVENTS AFTER THE REPORTING PERIOD

JULY

- The Rail Baltica project in the three Baltic countries has been allocated an additional EUR 295.5 million in European Union (EU) investments under the Connecting Europe Facility (CEF) program. From this amount, Lithuania will receive approximately EUR 95 million. These European Union investments are an important impetus to continue the already initiated Rail Baltica construction works in Lithuania and to undertake other significant stages of the project. By the end of this year, the Rail Baltica construction works in Lithuania are planned to expand to 114 km.

RESULTS

2.1. OVERVIEW OF KEY PERFORMANCE INDICATORS

UAB Rail Baltica statyba is a company with special-purpose and special-function, which ensures the participation of Lithuania in the Baltic joint venture RB Rail AS for the Rail Baltica project. As the Company is not focused on commercial activities as well as revenue and profit generation, and the Company's business model is designed to ensure that the Company's operating costs are covered in order to avoid operating at a loss.

The main activity is the management of shares of RB Rail AS and the exercise of the rights and obligations they confer.

The specific object of the Company's activities means that the Company does not have principal activities, i.e. input-output logistics, marketing and sales, after-sales service etc. UAB Rail Baltica statyba does not participate in the market and competitive environment.

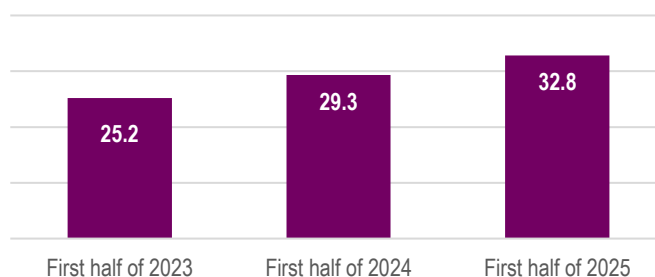
The Company's financial performance is presented under *Key Financial Indicators*.

2.2. FINANCIAL RESULTS

REVENUE

The Company's revenues in the first half of 2025 amounted to EUR 32.8 thousand, compared to EUR 29.3 thousand in the first half of 2024 and EUR 25.2 thousand in the first half of 2023. The increase in revenues in the first half of 2025 was driven by the execution of the contract for the coordination services of the Rail Baltica project with AB LTG Infra and the number of working hours of the Company's employees during the first half of 2025 (the pricing of this transaction is based on the cost-plus pricing method, which is based on the Company's target costs as well as on the Company's employees' actual working hours for the current month).

Company's sales revenue, EUR thousand

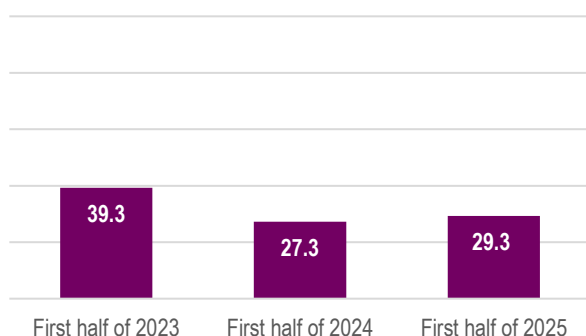


COSTS

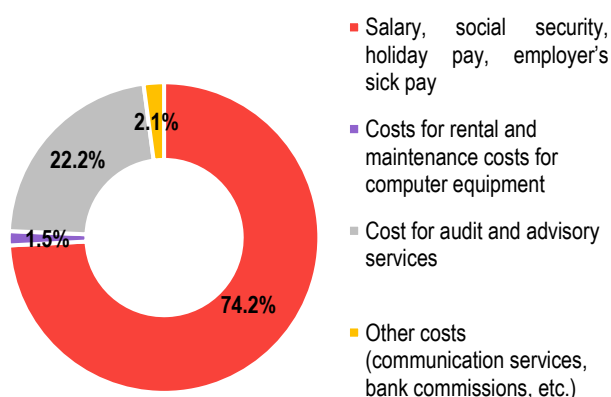
In the first half of 2025, the Company incurred EUR 29.3 thousand in costs with regard to its principal and other activities. Compared to the first half of 2024, the costs increased by EUR 2 thousand (7.2%). The increase in costs was influenced by the rise in vacation accruals.

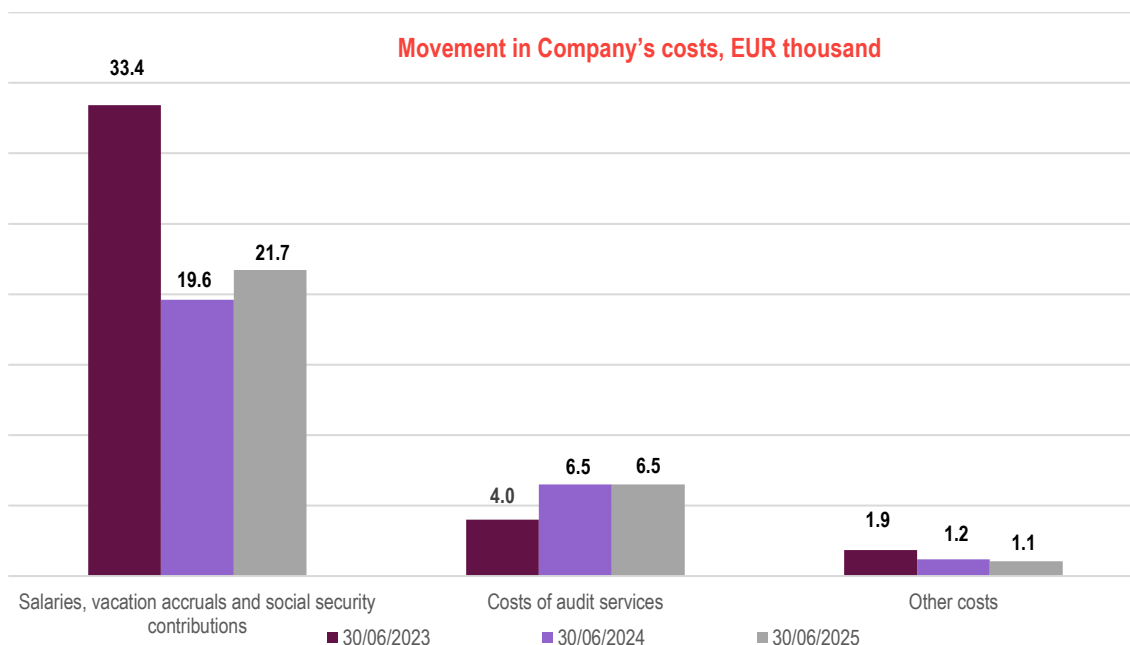
In the first half of 2025, the majority of costs comprised: salaries and related costs (social security taxes, vacation accruals) at EUR 21.7 thousand (74.2%), audit and advisory services at EUR 6.5 thousand (22.2%), and other costs (rent, communication services, etc.) at EUR 1.1 thousand (3.6%). A detailed breakdown of the costs is provided in the notes to the financial statements (Note 12).

Company's costs, EUR thousand



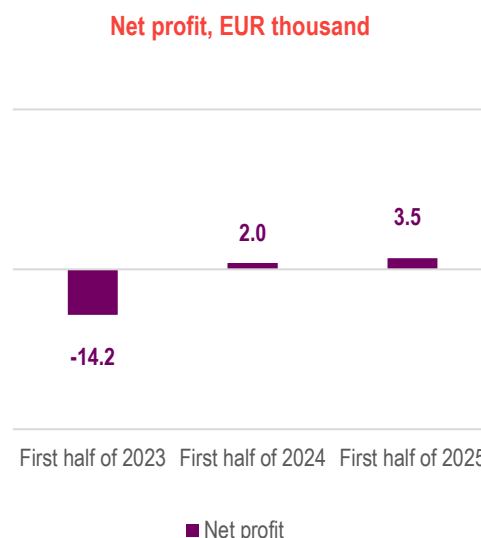
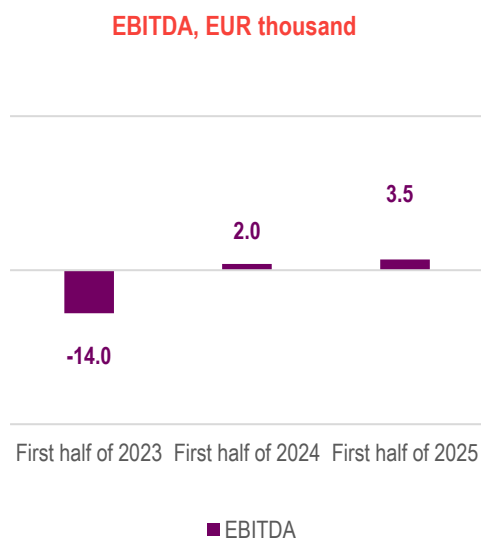
Structure of costs in the first half of 2025, %





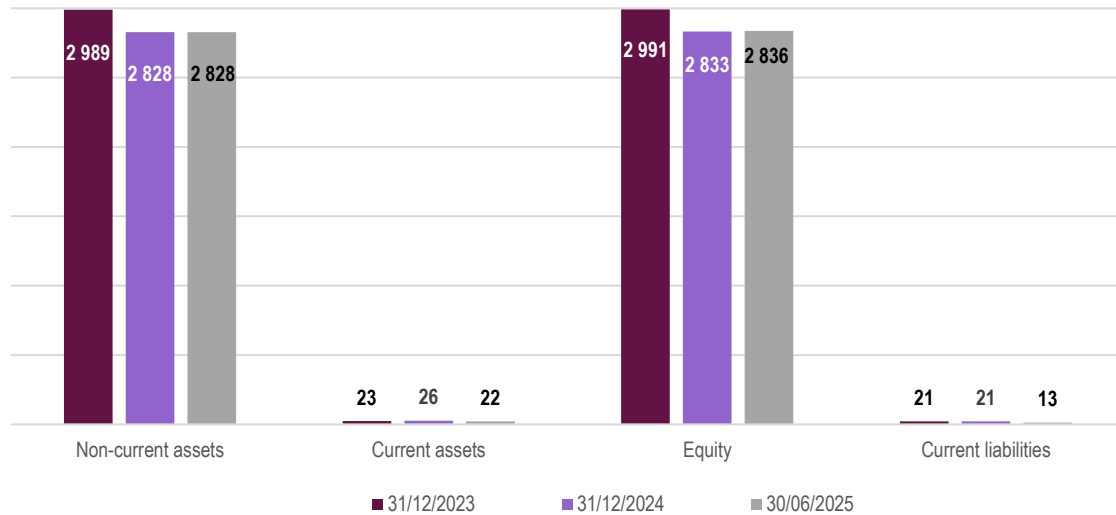
PERFORMANCE

The Company's EBITDA and EBIT in the first half of 2025 increased by 75% compared to the corresponding period in 2024 and amounted to EUR 3.5 thousand (excl. the result of financial investment activities). The Company's profit amounted to EUR 3.5 thousand. The Company's results were influenced by increased revenues during the reporting period ended on 30 June 2025.



CHANGES IN THE STATEMENT OF FINANCIAL POSITION

- Non-current assets remained stable in the first half of 2025;
- Current assets amounted to EUR 21.6 thousand as at 30 June 2025, a decrease of EUR 16.3% as compared to 31 December 2024. The change in current assets was due to an increase in cash and receivables;
- Authorised capital remained unchanged during the analysed period and amounted to EUR 4,161.5 thousand. Equity increased by EUR 3.5 thousand and it was EUR 2,836.0 thousand as at 30 June 2025;
- The Company has no financial debts;
- Current liabilities decreased by EUR 8 thousand (38.1%) in the first half of 2025. The decrease in current liabilities was due to paid invoices for audit services.

Changes in the main items of the Statement of Financial Position, EUR thousand

KEY FINANCIAL INDICATORS

	Measurement unit	First half of 2025	First half of 2024	First half of 2023
Sales revenue	EUR thousand	32.8	29.3	25.2
Costs	EUR thousand	29.3	27.3	39.3
Results from financing activity	EUR thousand	-	-	(0.1)
EBITDA	EUR thousand	3.5	2.0	(14.0)
EBIDA margin	%	10.67	6.8	(55.6)
EBIT	EUR thousand	3.5	2.0	(14.0)
EBIT margin	%	10.67	6.8	(55.6)
Net profit	EUR thousand	3.5	2.0	(14.0)
	Measurement unit	30/06/2025	31/12/2024	31/12/2023
Non-current assets	EUR thousand	2,827.6	2,827.6	2,989.4
Current assets	EUR thousand	21.6	25.8	22.9
Total assets	EUR thousand	2,849.2	2,853.4	3,012.3
Equity	EUR thousand	2,836.0	2,832.5	2,990.9
Financial debts	EUR thousand	-	-	-
Net debt	EUR thousand	(15.0)	(19.6)	(20.3)
Equity ratio	%	99.6	99.3	99.3
Return On Equity (ROE)	%	0.12	0.05	26.9
Return On Assets (ROA)	%	0.12	0.05	26.7
Return on Investment (ROI)	%	0.12	0.06	27.1
Asset turnover ratio	Times	0.01	0.02	0.02
Quick liquidity rate	Times	1.63	1.23	1.1
Total liquidity rate	Times	1.63	1.23	1.1

For definitions of the indicators, see page 24 of the Annual Management Report.

FINANCING OF THE COMPANY

The Company obtains the funds required for its operations by providing coordination services related to the Rail Baltica project to the manager of the public railway infrastructure – AB LTG Infra, the subsidiary of LTG.

In preparation of the financial statements, the Company has taken into account and appropriately evaluated: subsequent events; going concern; impairment of assets; enforceability of contracts; and potential losses.

Management estimates that the cash flow generated by the Company is likely to be sufficient to service existing commitments to partners. At the moment of reporting, settlements were normal and the Company did not identify any additional liquidity or credit risk issues.

The financial statements are not restated because subsequent events do not affect the financial position or performance of the company as at the last day of the reporting period.

There have been no other subsequent events between the end of the financial year and the date of approval of these financial statements that could have a material impact on the financial statements or require additional disclosure.

2.3. SPECIAL OBLIGATIONS

Given the specific nature of the company's activities, the company does not have any special obligations.

2.4. INVESTMENTS

Given the specific nature of the company's activities and functions, the company has no investment projects underway and has no plans to undertake them.

2.5. DIVIDEND POLICY

The payment of dividends by state-owned enterprises and the amount of profit distributions is governed by Resolution No 665 of 6 June 2012 of the Government of the Republic of Lithuania 'On approval of the procedure for exercising pecuniary and non-pecuniary rights of the state in state owned enterprises', and the amendments thereto (<https://e-seimas.lrs.lt/portal/legalact/lt/tad/tais.427069/asr>). The consolidated version is effective as of 19 September 2023.

Allocation and payment of dividends of the LTG Group companies are regulated by the Dividend Policy of LTG Group as updated during the reporting period and approved by the LTG Board. The Dividend Policy is publicly available on the LTG's website (<https://ltg.lt>).

Allocation of dividends for the financial year or a shorter period than the financial year is planned to take into consideration the level of return on equity, net profit earned, financial ability to pay dividends, implementation of economic projects of state importance, as well as other circumstances and conditions as set out in the Dividend Policy. The dividend pay-out ratio, calculated on retained earnings, depends on the ROE at the end of the reporting period.

Company's ROE indicator (%)	Portion of distributed profit allocated to dividends (%)
≤ 1	≥ 85
> 1 and ≤ 3	≥ 80
> 3 and ≤ 5	≥ 75
> 5 and ≤ 10	≥ 70
> 10 and ≤ 15	≥ 65
> 15	≥ 60

Allocation of dividends for the financial year or a shorter period than the financial year is planned to take into consideration the level of return on equity, net profit earned, financial ability to pay dividends, implementation of economic projects of state importance, as well as other circumstances and conditions as set out in the Dividend Policy.

The dividend pay-out ratio, calculated on retained earnings of the Company, depends on return on equity (ROE) at the end of the reporting period.

The Company's management may propose to the shareholder to allocate a smaller or larger share of profit for dividends, or recommend against dividend distribution, based on the conditions and circumstances outlined in the Dividend Policy.

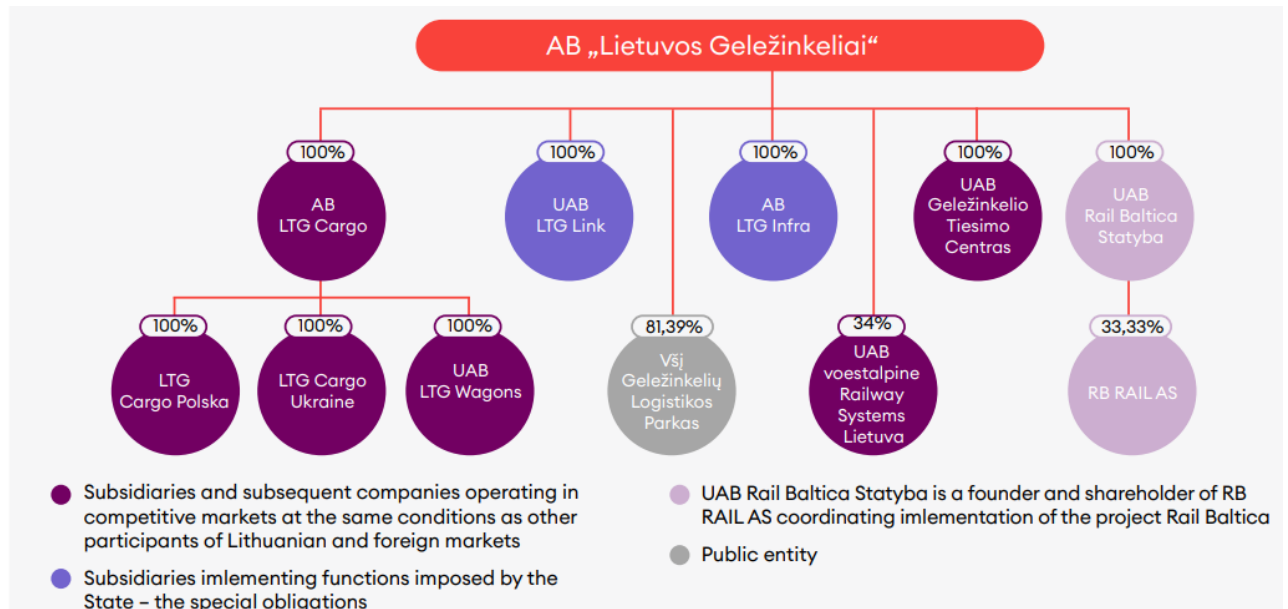
Given that the Company's activities are not profit-oriented, the Company did not pay dividends in 2024, 2023 and 2022.

OVERNANCE

3.1. OVERVIEW

GROUP STRUCTURE

The Company belongs to the LTG Group that is the largest in the Baltic States in terms of freight, passenger transport and infrastructure management. 100% of the Company's shares are owned by AB Lietuvos geležinkeliai. The Company had no new subsidiaries in the reporting period.



INFORMATION ON THE COMPANY'S SHARES AS AT 30 JUNE 2025

Amount of the authorised capital (EUR)	Number of shares (units)	Nominal value per share (EUR)
4,161,494.08	143,698	28.96

The Company is part of AB Lietuvos geležinkeliai Group and its sole shareholder is the parent company AB Lietuvos geležinkeliai. The shareholder of AB Lietuvos geležinkeliai is the State of Lithuania, it owns 100% of its shares, and the shareholder's rights and duties are carried out by the Ministry of Transport and Communications of the Republic of Lithuania.

All the shares are of the same class, i.e. ordinary registered shares. The shares are non-certified, and they are recorded in personal securities accounts, in accordance with the procedure established by the legislation. During the reporting period, the Company did not purchase any of its own shares or shares of the other companies of LTG Group.

Number of shares owned by the Company and held by other companies as at 30 June 2025:

Company	Amount of the authorised capital (EUR)	Number of shares (units)	Nominal value per share (EUR)
Associated companies			
RB Rail AS	650,005	650,005	1

GOVERNANCE AND ORGANISATIONAL STRUCTURE OF THE COMPANY

The limited nature of RBS's activities and functions does not require a multi-level organisational structure, which consists of the Head of the Company and subordinate employees (see Figure 3).

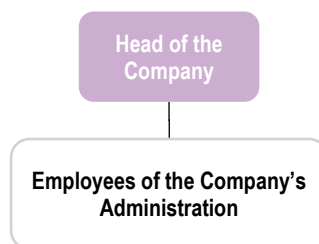


Figure 3. Organisational structure of UAB Rail Baltica statyba.

ARTICLES OF ASSOCIATION OF THE COMPANY

The Company's Articles of Association is the principal document that the Company follows in its activities.

During the reporting period, the Company's Articles of Association were not amended. The Company's Articles of Association are available on the Company's website <https://www.rail-baltica.lt/apie-uab-rail-baltica-statyba/>.

The Company's Articles of Association are amended under the decision of the general meeting of shareholders by a qualified majority of votes, which shall be at least 2/3 of votes conferred by all shares held by all the shareholders participating in the meeting.

3.2. BODIES OF THE COMPANY

The following bodies of the Company are provided in the Company's Articles of Association as at 30 June 2025:

- The General Meeting of Shareholders;
- Head (Director) of the Company.

SUPERVISORY BOARD AND BOARD

The Supervisory Board and the Board are not formed in the Company.

The General Meeting of Shareholders – is the supreme governing body of the Company. The powers of the General Meeting of Shareholders are the same as the powers set forth in the Law on Companies of the Republic of Lithuania and other laws.

According to the Company's Articles of Association, the General Meeting of Shareholders also has the power to approve the decisions adopted by the Head of the Company in accordance with the paragraphs 27 and 39 of the Company's Articles of Association, i.e.:

- Approve operational strategy and long-term goals of the Company;
- Establish performance indicators of the Company;
- Approve investment plan of the Company;
- Approve annual budget and operational plan of the Company;
- Adopt decisions related to investment of the Company's owned property and facilities important to ensuring national security, conclusion of purchase or sale, or any other transfer of ownership, pledge or mortgage transactions;
- Adopt decisions on the investment, disposal or lease of the Company's non-current assets with a carrying amount of more than EUR 300,000 in the Company's group companies or third parties (calculated separately for each type of transaction);
- Adopt decisions on pledges and mortgages of the Company's non-current assets with a carrying amount of more than EUR 300,000 (in the total amount of transactions);
- Adopt decisions on provision of guarantee for other persons' obligations amounting to more than EUR 300,000;
- Adopt decisions to acquire non-current assets for a price of more than EUR 300,000;
- Adopt decisions on conclusion of transactions for the purchase of goods, services, works (excluding transactions related to ordinary or derivative financial instruments), the value of which, excl. value-added tax, amounts to or exceeds EUR 300,000;
- Adopt decisions on approval of the material terms of contracts for provision of services by the Company, if the estimated annual revenue of the contract, or the revenue expected for the entire duration of the contract, is likely to exceed EUR 3,000,000, excl. value-added tax;
- Adopt decisions on establishment of or participation in other legal entities;
- Adopt decisions on commencing activities of new nature or terminating the Company's current activities, if a respective decision was not taken when approving the Company's activity strategy;
- Approve the amount of the incentive to be awarded to the Company's employees for their annual performance;
- Consider information on the Company's key operational risks and approve the Company's plan of operational risk management;
- Consider information and report on the Company's ongoing programmes;
- Consider the list of information which is considered a commercial (industrial) secret and confidential information, the conditions of use and storage of such information;

- Adopt decisions on establishment of branches and representative offices of the Company, termination of their activities, appointment and dismissal of the heads of the Company's branches and representative offices, and approval of the regulations of the Company's branches and representative offices.

The rights and obligations of shareholders, the procedure for convening the General Meeting of Shareholders and the procedure for adopting decisions are set forth in the Law on Companies of the Republic of Lithuania, other legal acts, as well as the Company's Articles of Association.

The sole shareholder of the Company is AB Lietuvos geležinkeliai which adopts the main decisions related to implementation of property rights and obligations. The Company has not issued preference shares.

During the reporting period, the shareholder's property and non-property rights were not restricted and there were no special rights for the shareholder.

Key decisions of the General Meeting of Shareholders during the reporting period:

- Approved annual budget and operational plan of the Company for 2025;
- Approved the set of the Company's financial statements for the year ended 31 December 2024;
- Distributed the Company's distributable profit (loss) for 2024.

3.3. MANAGEMENT

HEAD OF THE COMPANY

The Director (Head of Company) – is a single-person management body of the Company who organises daily operation of the Company in accordance with his/her powers.

The obligations and powers of the Director are defined in the Law on Companies of the Republic of Lithuania and the Company's Articles of Association.

The Director of the Company is elected by the Company's General Meeting of Shareholders for a 5-year term office. The Company's General Meeting of Shareholders also approves job description of the head of the Company, which set out the working procedure, rights and obligations of the head of the Company. The same person may be appointed as the Director of the Company for no more than 2 consecutive terms of office.

HEAD (DIRECTOR) OF THE COMPANY

ARENIJUS JACKUS

He took up his duties as Head of the Company on 1 April 2023.

Education

Higher university education

Arenijus Jackus holds a Master's degree in Transport Engineering Economics and Management from Vilnius Gediminas Technical University.

Arenijus Jackus has more than 14 years of experience in the public sector and has held management positions in the Ministry of Transport and Communications of the Republic of Lithuania, overseeing units responsible for strategic planning and finance, EU investment administration, project implementation, and international relations. He also served as the Chairman of the Board of SE Kaunas Airport, a member of the Board of AB LTG Infra, and a member of the Board of SE Klaipėda State Seaport Authority and AB Oro Navigacija.

Main employer, position

UAB Rail Baltica statyba

Director,
Geležinkelio g. 16, LT-02100, Vilnius, Lithuania,
company code 303227458

Other positions held

LTG

Director of Rail Baltica Lithuania,
Geležinkelio g. 16, LT-02100, Vilnius, Lithuania,
company code 110053842

RB Rail AS

Chairman of the Supervisory Board

Satekles iela 2B, Riga, Republic of Latvia, LV-1050,
company code 40103845025

Given that the Company does not have a multi-level management structure, there are no separate structural units and their heads.

The organisational structure of the Company has remained unchanged during the reporting period and, therefore, there have been no changes in the Company's management.

The head and employees of the Company have submitted their declarations of private interests that are available on the website of the Chief Official Ethics Commission, at <http://www.vtek.lt>. During the reporting period, there were no conflicts of interests among the members of the Board, Director of the Company and employees of the Company.

INFORMATION ON REMUNERATION OF THE COMPANY'S DIRECTOR

Salary of the Director of the Company consists of a fixed monthly salary set out in the employment contract. Salary of the Director of the Company has no other components (variable component, annual incentive, etc.).

The monthly base salary of the Company's Chief Executive Officer at the end of the reporting period, as set out in the employment contract, was EUR 5,450. During the reporting period, the basic monthly salary of the Company's CEO remained unchanged.

Information on salary of the head of the Company:

30/06/2025	31/12/2024	31/12/2023
Average salary, EUR	Average salary, EUR	Average salary, EUR
5,450	5,450	5,450

Information regarding Company's Chief Executive Officer's remuneration are disclosed in the "Administrative information" section at <https://rail-baltica.lt/apie-projekta/apie-uab-rail-baltica-statyba/bendroves-vadovybe>.

MANAGEMENT OF INTERESTS

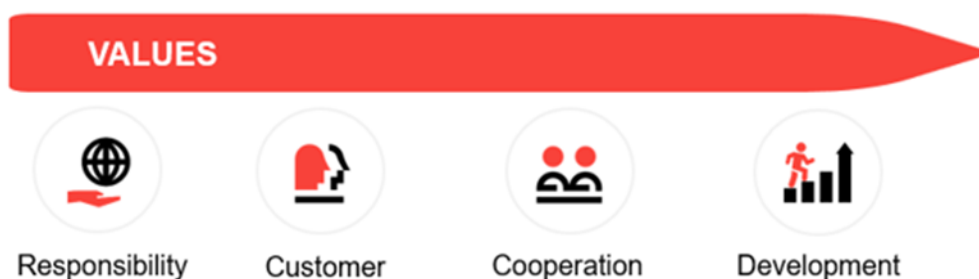
At the end of the reporting period, the director and other employees of the Company have submitted declarations on private interest, which can be found in the Register of Private Interests of the Ethics Commission. There were no conflicts of interest during the reporting period.

EMPLOYEES

The current people and culture policy, applicable to all LTG Group companies, is published alongside publicly available internal regulations at <https://ltg.lt/apie-mus/valdymas/vidaus-teises-aktai/>.

The distribution of employees by age, gender, tenure, and education, as well as information on remuneration management principles, along with links to the current remuneration policy, are published in the Employees / Remuneration Report section at <https://www.rail-baltica.lt/finansines-ataskaitos/>.

Across the LTG Group, a high-performance culture based on LTG values is pursued:



INITIATIVES AND KEY EVENTS IN THE FIRST HALF OF 2025

- In April, the results of the sectoral collective agreement implementation for 2024 were discussed with representatives of trade unions. Detailed presentations and discussions covered topics such as salaries, employee development, organisational culture, training, and work safety.
- In April, a recognition program involving all LTG Group employees was launched, aimed at increasing employee engagement, which significantly influences the organisation's success. This program combined new and previously applied measures designed to recognise, nominate, and thank colleagues who, beyond their direct functions, actively share and implement ideas; are seen as examples of value-driven behaviour; engage in activities that unite LTG Group colleagues, strengthen information dissemination about the group, and other organisation-promoted activities; are loyal and have faithfully been with the organisation for many years. Employees who win nominations are awarded ePoints, which can be

used in the MELP online store to purchase LTG branded merchandise or choose from a wide range of other products and services. The MELP platform not only provides access to the online store but also offers a wide selection of various discounts. It has become a tool for tracking internal news and viewing all employee benefits in one place.

- To strengthen the principles of equality, diversity, and inclusion, which are part of the strategic direction of an inclusive organisational culture, the definition of a close family member was expanded in May to include partners and non-biological children. In June, participation in the LGBTQ+ march "For Equality" was undertaken for the first time. A broad internal communication campaign about the Transparency Line was conducted. "Duoday" was organised independently and in collaboration with SOPA. In extending the supplemental health insurance contract and inviting employees to choose their preferred option, employees on parental leave were also included. As part of the diversity awareness project, lectures were organised for all employees and training sessions were conducted for targeted employee groups.
- In the first half of the year, significant attention was devoted to nurturing a feedback culture, aiming to create an open, collaborative, and continuously improving organisational environment. Employees were actively encouraged to provide feedback to one another, thereby strengthening mutual trust and awareness in daily activities.
- In expanding measures for strengthening responsible leadership and sustainable human resource development, all managers were invited to undergo a 360-degree leadership competency assessment, and a significant portion of them participated. The assessment was conducted using the internal SAP SF 360 feedback platform, with the aim of providing qualitative and constructive feedback on leadership competencies, helping to identify strengths and behaviours to be improved, and creating individual development plans.
- Continuing the continuous improvement initiatives, 17 remote lectures were organised for employees in the first half of the year on topics such as mental health, sustainability, personal effectiveness, diversity and inclusion, among others. Employees actively took advantage of the opportunity to participate in these lectures.

NUMBER OF THE COMPANY'S EMPLOYEES AND SALARY

As at 30 June 2025, the number of employees was 3. The number of employees of the Company remained stable compared to 31 December 2024.

NUMBER OF EMPLOYEES AND AVERAGE SALARY

Function groups	30/06/2025		31/12/2024		31/12/2023	
	Actual number of employees as at the end of the period	Average salary, EUR	Actual number of employees as at the end of the period	Average salary, EUR	Actual number of employees as at the end of the period	Average salary, EUR
Head of the Company	1	5,452	1	5,427	1	3,621
Senior executives	2	4,660	2	4,421	3	3,414
Total	3	3,749	3	3,614	4	3,668

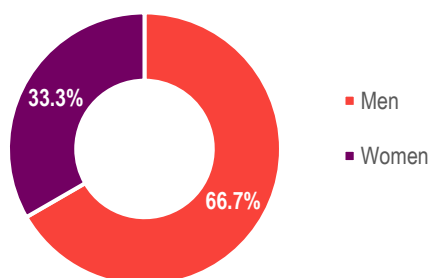
The **average monthly salary**, compared to 2024, increased from EUR 4,421 to EUR 4,660. The change in average salary was primarily influenced by the number of hours worked (employees work part-time at the company) and the change in average wage – the annual salary review that took place. The salary increase took effect as of 1 April 2025.

The **total payroll fund** amounted to EUR 21.7 thousand as at 30 June 2025. There was an increase of EUR 2.1 thousand compared to the first half of 2024 (from EUR 19.6 thousand to EUR 21.7 thousand). The increase in the payroll fund for the first half of 2025 was influenced by the rise in vacation accruals and annual salary review.

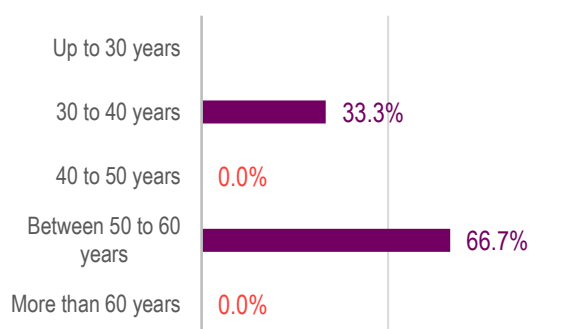
No annual incentives were paid to the Company's employees in 2025.

The Company does not publicly disclose salary data by gender because for reasons of confidentiality, information on and difference in average salary is not disclosed if there are less than 5 employees of the same gender in the function group.

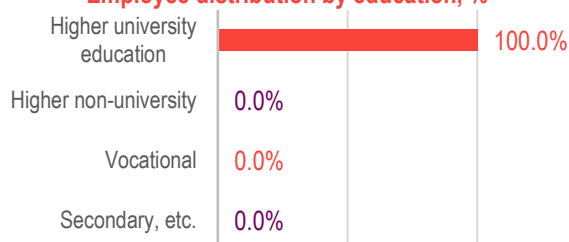
Employee distribution by gender, %



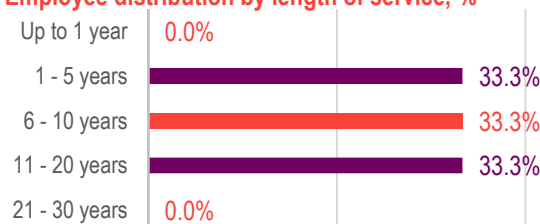
Employee distribution by age groups, %



Employee distribution by education, %



Employee distribution by length of service, %



Age group	Average length of service, years
Up to 30 years	0.0
From 30 to 40 years	7.0
From 40 to 50 years	3.0
From 50 to 60 years	11.0
Over 60 years	0.0
Average length of service	7.0

PEOPLE AND CULTURE POLICY

The People and Culture Policy is approved by the LTG Board and its provisions and principles apply to all LTG Group companies. This policy, as all other [Legislation approved by the LTG Board](#), is publicly announced on the LTG Group's website.

REMUNERATION AND PERFORMANCE MANAGEMENT

The remuneration policies of LTG Group, including the Company, are aimed at making long-term decisions related to employee well-being, ensuring:

- a competitive remuneration package to attract and retain employees with the necessary competencies;
- equal opportunities and non-discrimination in summarising employee performance and determining remuneration;
- the principle of internal fairness in the remuneration for similar work;
- increasing inclusion;
- an incentive for employees to improve their skills and enhance competencies;
- promoting transparency and responsible governance;
- effective personnel cost management and creation of shareholder value.

Classic elements are used to achieve the identified tasks:

- methodological appraisal of positions;
- periodic comparison of internal remuneration data with the market and implementation of salary review;
- the direct link between the possibilities of the change in remuneration and the employee's performance efficiency - the results of achieving the annual goals, extra effort and value-based behaviour.

The **Company's** remuneration policy aims to make long-term decisions that are linked to the well-being of employees, ensuring:

- a competitive remuneration package to attract and retain employees with the necessary competencies;

- equal opportunities and non-discrimination in summarising employee performance and determining remuneration;
- the principle of internal fairness in the remuneration for similar work;
- increasing inclusion;
- an incentive for employees to improve their skills and enhance competencies;
- promoting transparency and responsible governance;
- effective personnel cost management and creation of shareholder value.

The core elements for the determination and review of remuneration are:

- methodological appraisal of positions;
- periodic comparison of internal remuneration data with the market;
- the direct link between the possibilities of the change in remuneration and the employee's performance efficiency – the results of achieving the annual goals, extra effort and value-based behaviour.

A local scale of corporate levels is used to publish the results of methodological appraisal of positions in the organisation. Every employee has access to information on the corporate levels of his/her position and other positions in the organisation, as well as on the basic salary ranges for each corporate level, providing a systematic means of embedding the principles of transparency and assessing internal career opportunities.

The periodic review of base salaries is carried out annually and the principles of the review are linked to clear and objective criteria – a comparison of the current remuneration of employees with the market, the Company's financial performance and the budget allocated for the review, and a summary of each employee's annual performance. The periodic review generally takes effect on 1 April of each year.

The process of managing and summarising employee performance remains focused on cascading the LTG Group's and the Company's annual objectives, achieving high performance, embedding a culture of personal accountability, value-based behaviour and continuous feedback.

The package of additional benefits includes lump-sum benefits for the birth of an employee's child or death of a close family member, support in the event of a natural disaster, loyalty benefits for employees leaving the organisation at the retirement age, additional leave and other benefits provided for by the Sectoral Collective Agreement and the Remuneration Methodology of the LTG Group. Employees are also provided with a discount programme for various goods and services, insurance against accidents and additional voluntary health insurance, which compensates employees for outpatient and inpatient treatment and diagnostics, preventive health check-ups and vaccinations, medicines and medical supplies. In addition, staff can choose between dental, rehabilitation or optician services.

The remuneration policy approved by the LTG Board applies to all subsidiary companies and, like all other legislation approved by the LTG Board, is publicly available. The implementation provisions of this policy are described in the Remuneration Methodology and internal process standards are used to define more detailed principles for practical implementation. All relevant documents are published on the LTG Group's intranet, a knowledge base for employees, as well as in the news section.

RISKS AND THEIR MANAGEMENT

The LTG Group's unified risk management system is implemented and continuously improved in the Company. It is defined in the LTG Group's risk management policy, methodology and procedure standards, which are based on the ISO 31000 (*International Organization of Standardization*) and COSO ERM (Committee on Sponsoring Organizations of the Treadway Commission, Enterprise Risk Management) and best practices.

The LTG Group allocates risk management responsibilities according to the *Three Lines Model*. According to it:

- 1st Line risk management activities are carried out by LTG Group companies and LTG corporate functions that identify, assess and manage risks, and ensure the development of business continuity plans.
- 2nd Line, risk management is carried out by LTG's Risk and Compliance Management function, which develops and refines the overall framework and carries out coordination and control activities, provides consultancy and education on methodological and expert risk management issues to the companies and business units operating in the 1st Line of risk management, and prepares reports on risk management to top-level managers.
- 3rd Line risk management is performed by the Internal Audit Division of LTG, which carries out an independent assessment of the effectiveness of risk management levels 1 and 2, and provides comments and recommendations.

Risks of LTG Group are managed in stages. The overall periodic cycle consists of the following steps:

1. Risk identification, analysis and assessment;
2. Preparation of risk management plans;

3. Implementation of risk management plans;
4. Monitoring risk management;
5. Reporting and communication.

The level of identified risks is assessed by determining their likelihood and potential impact (assessing financial, legal and reputational impact, impact on activities as a going concern, on employee safety) and attributing them to one out of four risk categories (strategic, operational, financial, compliance risk). In this context, risk owners are selected for each of the risks and management/mitigation actions are required. The dynamics of risks and the progress in implementing the measures are monitored periodically on a quarterly basis.

The periodic and timely dissemination of risk-related information is ensured by a well-established reporting system. The risk management status of each of the companies is reviewed on a quarterly basis in reports submitted to the boards of the LTG Group. The Board of the LTG Group is informed on a monthly basis about the risks exceeding the appetite. Such a cyclical system not only helps to monitor the status of identified risks, but also provides with an opportunity to discuss the occurrence of new ones.

In the LTG Group, strategic decisions are made in the light of past experience, the risks and resilience identified and managed by the activities carried out, as well as the external context and related global factors. Below are the main risks that were relevant as at 30 June 2025 in accordance with the nature of the Company's activities.

Name of risk	Level of risk	Sources of risk	Potential impact	Basic risk management measures
Risk of asset failure	Low	<ul style="list-style-type: none"> Limited assets of the Company (only current assets - cash); Unplanned or unforeseen expenses may lead to failure of the Company's assets / insolvency of the Company. 	<ul style="list-style-type: none"> Failure to ensure financial stability; Failure to ensure going concern. 	<ul style="list-style-type: none"> Securing funding for the Company's operating costs; Timely and adequate provision of information to the Company's shareholder on the changes in the Company's finances and capital and on the occurrence of capital deficiencies; Application of the Company's authorised capital management measures.
Risk of external regulation and exposure	Low	<ul style="list-style-type: none"> Decisions taken by external entities and institutions; Differences and incompatibilities between the positions of Rail Baltica's partners. 	<ul style="list-style-type: none"> Untimely decision-making; Activity interruptions. 	<ul style="list-style-type: none"> Developing and representing the Company's position in decision-making institutions, working groups, etc. related to the Rail Baltica project; Regular and proactive provision of information to decision-making institutions, working groups related to the Rail Baltica project; Establishing a dispute escalation procedure.

It should be noted that the risks related to the implementation of the Rail Baltica project are managed by AB LTG Infra, subsidiary of AB Lietuvos geležinkeliai, established to perform the functions of the public railway infrastructure manager, and, therefore, this Annual Report covers only the risks related to the direct activities of the Company.

ADDITIONAL INFORMATION

6.1. INFORMATION ABOUT COMPLIANCE WITH THE TRANSPARENCY ASSURANCE GUIDELINES FOR STATE-OWNED ENTERPRISES

The Company follows the requirements of the Description of the Guidelines for Ensuring Transparency of State-Owned Enterprises (herein after – the Description) approved by Resolution No 1052 of the Government of the Republic of Lithuania of 14 July 2010 when disclosing the required information in annual and interim reports and ensuring the disclosure of information on its website <https://rail-baltica.lt/apie-projekta/apie-uab-rail-baltica-statyba/>. Structured information of the compliance with the Guidelines on Transparency is provided in the Company's annual financial statements for 2024 published on the Company's website.

STRUCTURED INFORMATION OF THE COMPLIANCE WITH THE GUIDELINES ON TRANSPARENCY

CLAUSE OF THE DESCRIPTION	PROVISION OF THE DESCRIPTION	Yes/No
DISCLOSURE OF THE COMPANY'S INFORMATION ON WEBSITE		
5.	The following data and information must be announced in the internet website of a state-owned enterprise:	
5.1.	Name;	Yes
5.2.	Code and register, where data about the company is filed and stored;	Yes
5.3.	Headquarters (address);	Yes
5.4.	Legal status, if a state-owned enterprise is under reformation, reorganization (indicate the way of reorganization), liquidation, is becoming or has become bankrupt;	Yes
5.5.	The name of the institution representing the State and a link to its website;	Yes
5.5.	Operating goals, vision and mission;	Yes
5.7.	Structure;	Yes
5.8.	Data about the head of the enterprise;	Yes
5.9.	Data about the chairman and members of the Board, if formed according to the Articles of Association;	N/A
5.10.	Data about the chairman and members of the Supervisory Council, if formed according to the Articles of Association;	N/A
5.11.	Names of committees, if formed; data about their chairmen and members;	N/A
5.12.	The sum of the nominal values of the state-owned shares (in euro to the nearest euro cent) and the share (in percentage) in the authorized capital of the state-owned enterprise;	Yes
5.13.	The performed special obligations that are determined as to recommendations approved by the Minister of Economics and Innovations of the Republic of Lithuania: the purpose of the special obligations, state budget appropriations allocated their implementation in the current calendar year and the legal acts entrusting the state-owned enterprise with the performance of the special obligation, the conditions for fulfilment of the special obligations and (or) regulatory pricing;	Yes
5.14.	Information on social responsibility initiatives and measures, important ongoing or planned investment projects.	Yes
6.	In order to ensure publicity regarding the professionalism of the management and supervisory bodies as well as the members of the committees, formed in a state-owned enterprise, the following data of the persons referred to in sub-points 5.8 – 5.11 of the Description shall be published: name, surname, commencement date of current duties, other current managerial positions in other legal entities, education, qualification, professional experience. If the person stated in sub-points 5.9 – 5.11 of the Description has been elected or appointed as an independent member, this information should be additionally disclosed under his data.	N/A
7.	The following documents shall be announced in the website of a state-owned enterprise:	
7.1.	Articles of Association;	Yes
7.2.	Statement from an institution representing the State regarding the establishment of the goals and expectations of the State in a state-owned enterprise;	Yes
7.3.	The business strategy or a summary thereof in cases where the business strategy contains confidential information or information which is considered a commercial (industrial) secret;	Yes
7.4.	Document establishing the remuneration policy, setting out the remuneration of the head of a state-owned enterprise and the remuneration of members of collegial bodies and committees formed in a state-owned enterprise, as detailed in the Code of Corporate Governance;	Yes
7.5.	Annual and interim reports of a state-owned enterprise, annual and interim activity reports of a state-owned enterprise for a period of at least five years;	Yes
7.6.	Annual and interim financial statements and auditor's reports on annual financial statements for a period of at least five years;	Yes
8.	When a state-owned enterprise is a parent company, the structure of the group of companies is to be published on its website as well as the information of its subsidiaries and further subsidiaries as specified in Clauses 5.1–5.3 of the Description, the website addresses, the share (percentage) of the share capital owned by the parent company in their authorized capital, also consolidated financial statements and consolidated annual management reports.	N/A
9.	When a state-owned enterprise is a participant of legal entities other than those specified in Clause 8, the details of these legal entities specified in Clauses 5.1–5.3 of the Description as well as their website addresses must be published on its website.	Yes
9 ¹ .	When a company is a subsidiary or a subsequent subsidiary of a state-owned enterprise, the details of its parent company specified in Clauses 5.1–5.3 of the Description as well as the link to the parent company's website must be published on its website.	Yes
10.	If details specified in Clause 5, 6, 7.1–7.4, 8, 9 and 9 ¹ of the Description change or are found to be false, information and documents must also be immediately corrected on the website.	Yes
11.	A set of annual financial statements of a state-owned enterprise, an annual report of a state-owned enterprise, an auditor's report on the annual financial statements of a state-owned enterprise must be posted on the website of the state-owned enterprise within 10 business days after their approval.	Yes

CLAUSE OF THE DESCRIPTION	PROVISION OF THE DESCRIPTION	Yes/No
12.	Sets of interim financial statements of a state-owned enterprise, interim reports of a state-owned enterprise must be posted on the website of the state-owned enterprise within 2 months after the end of the reporting period.	Yes
13.	Documents specified in Clause 7 of the Description must be posted in the PDF format with the option of printing.	Yes
Preparation of sets of financial statements, reports and activity reports		
14.	State-owned enterprises maintain their accounts in a manner that ensures the preparation of financial statements in accordance with international accounting standards.	Yes
15.	In addition to a set of annual financial statements, a state-owned enterprise must prepare a set of interim financial statements for periods of 6 months, and a state enterprise prepares sets of interim financial statements for periods of 3, 6 and 9 months.	Yes
16.	A State-owned company classified as a public-interest entity under the Law on Audit of Financial Statements of the Republic of Lithuania prepares, in addition to the annual report, a 6-month interim report. A state enterprise, considered to be a public interest company in accordance with the Law on the Audit of Financial Statements of the Republic of Lithuania, apart from the annual activity report must additionally prepare a 6-month interim activity report.	Yes
17.	The following additional details must be provided in an annual report of a state-owned enterprise or an annual activity report of a state enterprise:	
17.1.	A short description of the operating model of the state-owned enterprise;	Yes
17.2.	Information about major events, which had occurred during a fiscal year and later (prior to the preparation of the annual report or the annual activity report) and which were of primary importance to the activities of the state-owned enterprise;	Yes
17.3.	The results of implementation of the targets specified in the established business strategy of the state-owned enterprise;	
17.4.	The profitability, liquidity, assets negotiability, and debt indicators;	Yes
17.5.	The fulfilment of the specific obligations;	Yes
17.6.	The implementation of the investment policy, planned investment projects and investments as well as those under implementation during the reporting year;	Yes
17.7.	The implementation of the risk management policy applicable at the state-owned enterprise;	Yes
17.8.	The implementation of the dividend policy at state-owned enterprises;	Yes
17.9.	The implementation of the remuneration policy;	Yes
17.10.	The total annual payroll fund, the average monthly salaries according to the positions held and (or) divisions;	Yes
17.11.	Information on the compliance with the provisions of Chapters II and II of the Description, including the information on how they are being implemented, what provisions have not been complied with and why.	
18.	State-owned enterprises, which are not imposed a duty to prepare a social responsibility report, are recommended to respectively provide information in their annual reports on the issues of environment protection, social and personnel-related issues, the protection of human rights, anti-corruption and anti-bribery measures.	Yes
19.	If the information specified in Clause 17 of the Description is considered a commercial (industrial) secret or confidential information of a state-owned enterprise, the state-owned enterprise is entitled not to disclose such information; however, it must specify in its annual report or the annual activity report that this information is not being disclosed and specify reasons for nondisclosure.	Yes
20.	Other information not specified in the Description may be provided in an annual report of a state-owned enterprise.	Yes
21.	A State-owned company which is the parent company shall disclose in its consolidated annual report or, if it is not required by law to prepare a consolidated annual report, in its annual report, the structure of the group of companies, as well as, for each of its subsidiaries and for each of its subsidiaries in subsequent rows, the particulars referred to in points 5.1 to 5.3 of the Description, the percentage of the shareholding held in the subsidiary's authorised capital, and the financial and non-financial performance of its operations in the financial year. If a state-owned enterprise, which is a parent company, prepares a consolidated annual report, the requirements of Clause 17 of the Description apply to it <i>mutatis mutandis</i> .	Yes
22.	An interim report of a state-owned enterprise or an interim activity report of a state enterprise must contain a short description of the operating model of the state-owned enterprise, the analysis of financial performance for a reporting period, information on major event, which had occurred during the reporting period, and also profitability, liquidity, assets negotiability, debt indicators and their changes in comparison with the respective period of the previous year.	Yes

6.2. DEFINITIONS

Revenue	Sales revenue + Other operating income excluding income from other activities
Sales revenue	Revenue, excluding other and financial income
Costs	Costs, excluding the corporate tax and income from financial activities
Net debt	Interest-bearing financial debt, including finance leases, less cash, and cash equivalent investments
Return On Equity (ROE)	Net profit/loss for the period of the last 12 months / average equity as at the beginning and the end of the reporting period
Return On Assets (ROA)	Net profit/loss for the period of the last 12 months / average assets as at the beginning and the end of the reporting period
Return On Investment (ROI)	Net profit/loss for the period of the last 12 months / average assets as at the beginning and the end of the reporting period - average short-term liabilities as at the beginning and the end of the reporting period
EBIT	Profit (loss) before the corporate tax – the result of financial investment activities
EBITDA	Profit (loss) before the corporate tax – the result of financial investment activity + depreciation and amortisation
EBIT margin	EBIT/sales revenue
EBITDA margin	EBITDA /sales revenue
Equity ratio	Equity at the end of the period / total assets at the end of the period
Asset turnover ratio	Sales revenue for the period of the last 12 months / total assets at the end of the period
Quick liquidity rate	(Current assets at end of period - inventories) / current liabilities at end of period
Total liquidity rate	Current assets at the end of the period / current liabilities at the end of the period
Average salary	Average gross salary per employee

6.3. ABBREVIATIONS

LTG – AB Lietuvos geležinkeliai

LTG Group, Group, Company group – AB Lietuvos geležinkeliai and its subsidiaries

RBS, Company – UAB Rail Baltica statyba

Government of RoL – Government of the Republic of Lithuania

EU – the European Union

Annual and interim reports as well as financial statements are available publicly on the Company's website:

[HTTPS://WWW.RAIL-BALTICA.LT/FINANSINES-ATASKAITOS/](https://www.rail-baltica.lt/finansines-ataskaitos/)

The electronic signature of Arenijus Jackus, the Director of UAB Rail Baltica statyba, applies only to the Annual Management Report for the first half of 2025 of UAB Rail Baltica statyba on pages 3–24 of this document.



UAB RAIL BALTICA STATYBA

**INTERIM FINANCIAL STATEMENTS (UNAUDITED),
PREPARED IN ACCORDANCE WITH IFRS ACCOUNTING STANDARDS,
AS ADOPTED BY THE EUROPEAN UNION
FOR THE SIX-MONTH PERIOD
ENDED 30 JUNE 2025**

FINANCIAL INFORMATION

STATEMENT OF FINANCIAL POSITION

ASSETS	Notes	30/06/2025	31/12/2024
Non-current assets			
Property, plant and equipment	3	1	1
Other equipment, fittings and tools	3	1	1
Financial assets	5	2,827,628	2,827,628
Total non-current assets		2,827,628	2,827,628
Current assets			
Receivables from related parties	6	6,612	6,176
Cash and cash equivalents	7	15,006	19,607
Total current assets		21,618	25,783
TOTAL ASSETS		2,849,247	2,853,412

EQUITY AND LIABILITIES	Notes	30/06/2025	31/12/2024
Equity			
Authorised capital	8	4,161,494	4,161,494
Share premium		86	86
Retained profit (loss)		(1,325,541)	(1,329,064)
Total equity		2,836,039	2,832,516
Current liabilities			
Trade creditors	10	50	44
Amounts payable to related parties	10	88	87
Employment-related liabilities	9	6,071	4,760
Other payables	10	6,999	16,005
Total current liabilities		13,208	20,896
Total liabilities		13,208	20,896
Total equity and liabilities		2,849,247	2,853,412

The accompanying explanatory notes are an integral part of these financial statements.

The electronic signature of Arenijus Jackus, the Director of UAB Rail Baltica statyba, and Daiva Prevelienė, Chief Financial Officer, applies only to the Financial Statements and Explanatory Notes on pages 26–35 of this document.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

ITEMS	Notes	30/06/2025	30/06/2024
Income from operating activities	11	32,789	29,284
Total income		32,789	29,284
Salaries and related costs	12	(21,713)	(19,611)
Lease	12	(433)	(555)
Other costs	12	(7,073)	(7,089)
Total operating costs:	12	(29,219)	(27,255)
Operating profit (loss)		3,570	2,029
Finance costs (commission)	13	(47)	(47)
Profit (loss) before taxation		3,523	1,982
Income tax		-	-
Net profit (loss)		3,523	1,982
Other comprehensive income (expenses)			
Total comprehensive income (expenses)		3,523	1,982

The accompanying explanatory notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

ITEMS	Notes						Total
		Authorised capital	Share premium	Legal reserve	Other reserves	Retained profit (loss)	
Balance as at 31 December 2023		4,161,494	86	-	-	(1,170,656)	2,990,924
Net profit (loss)		-	-	-	-	1,982	1,982
Other comprehensive income, after tax		-	-	-	-	-	-
<i>Total comprehensive income (expenses)</i>		-	-	-	-	1,982	1,982
Profit (loss) not recognised in the statement of profit or loss and other comprehensive income		-	-	-	-	-	-
Increase in share capital by shareholder contribution		-	-	-	-	-	-
Reduction of authorised capital		-	-	-	-	-	-
Reserves established		-	-	-	-	-	-
Reserves used		-	-	-	-	-	-
Other comprehensive income, after tax		-	-	-	-	-	-
Balance as at 30 June 2024		4,161,494	86	0	0	(1,168,674)	2,992,906
Balance as at 31 December 2024		4,161,494	86	-	-	(1,329,064)	2,832,516
Net profit (loss)		-	-	-	-	3,523	3,523
Other comprehensive income, after tax		-	-	-	-	-	-
<i>Total comprehensive income (expenses)</i>		-	-	-	-	3,523	3,523
Profit (loss) not recognised in the statement of profit or loss and other comprehensive income		-	-	-	-	-	-
Increase in share capital by shareholder contribution		-	-	-	-	-	-
Reduction of authorised capital		-	-	-	-	-	-
Reserves established		-	-	-	-	-	-
Reserves used		-	-	-	-	-	-
Other comprehensive income, after tax		-	-	-	-	-	-
Balance as at 30 June 2025		4,161,494	86	0	0	(1,325,541)	2,836,039

STATEMENT OF CASH FLOWS

	30/06/2025	30/06/2024
Cash flows from operating activities		
Net profit (loss)	3,523	1,982
Adjustment to non-cash items:		
Depreciation and amortisation	-	-
(Profit) loss from disposal / write-off of non-current assets (except for financial assets)	-	-
Impairment (reversal) of property, plant and equipment and financial assets	-	-
Impairment (reversal) of trade receivables and prepayments	-	-
Decrease (reversal) in realisable value of inventories	-	-
Decrease (increase) in accumulated income	-	-
Increase (decrease) in accumulated costs	-	-
Interest (income)	-	-
Interest costs	-	-
Lease liability interest	-	-
Increase (decrease) in provisions	-	-
Income tax expenses (income)	-	-
	3,523	1,982
Changes in working capital		
Decrease (increase) in inventories	-	-
Decrease (increase) in trade and other receivables and prepayments	(436)	(3,191)
Increase (decrease) in current and non-current trade payables and received prepayments	7	-
Increase (decrease) in employment related liabilities	1,311	(128)
Increase (decrease) in other non-current and current payables	(9,006)	6,066
Income tax (paid)	-	-
Net cash from operating activities	(4,601)	4,729
Cash flow from investing activities		
Financial assets (acquisition)	-	-
Interest received	-	-
Net cash from investing activities	-	-
Cash flows from financing activities		
Loans received	-	-
Loans (repaid)	-	-
Grants received (repaid)	-	-
Cash flows related to owners of the company (share capital increase)	-	-
Net cash flows from financing activities	-	-
Net increase (decrease) in cash and cash equivalents	(4,601)	4,729
Cash and cash equivalents at the beginning of the period	19,607	20,310
Cash and cash equivalents at the end of the period	15,006	25,039

The accompanying explanatory notes are an integral part of these financial statements.

EXPLANATORY NOTES

1. General information

The private limited liability company Rail Baltica statyba (hereinafter – the Company) was registered on 23 January 2014 in the Register of Legal Entities of the Republic of Lithuania. The main goal of the Company is to ensure that the Rail Baltica project is developed and implemented using the funds of the European Union and the states participating in the Rail Baltica project by designing and constructing a European-gauge railway infrastructure in Lithuania, Latvia and Estonia.

The registered office is located at Geležinkelio g. 16, LT-02100, Vilnius, registration code 303227458.

The Company became a VAT payer on 20 July 2017, VAT number LT100011033413.

The Company belongs to the group of companies. The parent company is AB Lietuvos geležinkeliai, registration code 10053842, registered office at Geležinkelio g. 16, LT-02100, Vilnius.

As at 30 June 2025., as well as during the reporting period, the sole shareholder of the Company was AB Lietuvos geležinkeliai.

As at 30 June 2025, the authorised capital of UAB Rail Baltica statyba consisted of 143,698 ordinary shares with a nominal value of EUR 28.96 each. The amount of the authorised capital in the terms of value was EUR 4,161,494. EUR 86 was transferred to share premium.

Rail Baltica statyba has an investment in an associated Baltic joint venture RB Rail AS (hereinafter – RB Rail AS). RB Rail AS was established on 28 October 2014 and the Company became the founder and shareholder of RB Rail AS holding 1/3 of shares. The main object of the Company's activities is the management of shares of RB Rail AS and the exercise of the rights and obligations they confer.

The object of the Company's activities is the management of shares of RB Rail AS and the exercise of the rights and obligations they confer. This means that the Company does not have principal activities, i.e. input-output logistics, marketing and sales, after-sales service etc. The Company's additional activities consist of human resource management and the company's infrastructure (planning and reporting, quality assurance and risk management, accounting and financial resource management, and other processes).

Information on the shareholders of RB Rail AS:

	Share held, %	Authorised capital, EUR	Share premium, EUR
UAB Rail Baltica statyba	33.33	650,005	3,249,995
Eiropas dzelzceļa līnijas SIA	33.33	650,005	3,249,995
Rail Baltic Estonia OU	33.33	650,005	3,249,995
	100.00	1,950,015	9,749,985

As at 30 June 2025, the average number of employees of the Company was 3 (3 as at 31 December 2024).

2. Material accounting policies

The Company's financial statements have been prepared in accordance with the International Accounting Standards (hereinafter – IAS) and the International Financial Reporting Standards (hereinafter – IFRS) as adopted within the European Union. The main accounting policies applied during preparation of these financial statements of the Company are presented below. The said accounting policies are applied for all reporting periods presented in the financial statements unless stated otherwise.

These condensed interim financial statements should be read together with the annual financial statements for the year ended 31 December 2024, which were prepared in accordance with IFRS as adopted by the EU and are available on the Company's website [HTTPS://WWW.RAIL-BALTICA.LT/APIE-UAB-RAIL-BALTICA-STATYBA/](https://www.rail-baltica.lt/apie-uab-rail-baltica-statyba/).

The financial statements are prepared on the historical cost basis.

The Company's financial year coincides with the calendar year.

All amounts in the financial statements are presented in euros unless otherwise stated. The functional currency of the Company is euro. In these financial statements all amounts have been expressed in euros, and rounded down to the nearest zero. Because of rounding figures between tables may not coincide. Such inconsistencies are considered insignificant in the financial statements.

3. Property, plant and equipment

	Other equipment, fittings and tools	Total
Acquisition cost		
31 December 2023	1,326	1,326
- acquisitions	-	-
- sales, disposals, write-offs	-	-
- reclassifications	-	-
31 December 2024	1,326	1,326
- acquisitions	-	-
- sales, disposals, write-offs	-	-
- reclassifications	-	-
30 June 2025	1,326	1,326
Accumulated amortisation and impairment losses		
31 December 2023	1,325	1,325
- amortisation	-	-
- impairment during the year	-	-
- sales, disposals, write-offs	-	-
- reclassifications	-	-
31 December 2024	1,325	1,325
- amortisation	-	-
- impairment during the year	-	-
- sales, disposals, write-offs	-	-
- sales, disposals, write-offs	-	-
- reclassifications	-	-
30 June 2025	1,325	1,325
Carrying amount		
31 December 2023	1	1
31 December 2024	1	1
30 June 2025	1	1

The cost of fully depreciated property, plant and equipment in use included:

	30/06/2025	31/12/2024
Other equipment, fittings and tools	1,326	1,326
Total	1,326	1,326

4. Right-of-use assets

As at the reporting date, the Company has concluded contracts for the lease of real estate (premises) and vehicles. The only contract concluded with AB Lietuvos geležinkeliai is for computer equipment rental and technical maintenance.

The Company has not recognised any additional lease obligations under the lease agreements as at 1 January 2025 and 30 June 2025 and has not recognised any additional right to use the property as the lease agreement concluded by the Company qualify for the practical application exemption.

5. Investments in associates and other companies

UAB Rail Baltica statyba owns 33.33% of the shares in RB Rail AS. The table presents 1/3 owned by the Company.

	Acquisition cost	Investments (equity method)
Balance as at 31 December 2022	3,900,000	2,256,889
Increase (+)	-	732,537
Decrease (-)	-	-
Balance as at 31 December 2023	3,900,000	2,989,426
Increase (+)	-	-
Decrease (-)	-	161,798
Balance as at 31 December 2024	3,900,000	2,827,628
Balance as at 30 June 2025	3,900,000	2,827,628

In the first half of 2025, the Company did not invest in RB Rail AS.

6. Trade receivables

Receivables from related companies:

	30/06/2025	31/12/2024
Receivables from related parties (AB LTG Infra)	6,612	6,176
Total customer debt:	6,612	6,176

Receivables from related companies are interest-free and usually have a maturity of 30 days.

Analysis of trade and other receivables as at 30 June 2025:

	30/06/2025	31/12/2024
Not past due	6,612	6,176
Total	6,612	6,176

7. Cash and cash equivalents

Cash and cash equivalents consisted of:

	30/06/2024	31/12/2023
Cash in bank	15,006	19,607
Total	15,006	19,607

In the first half of 2025 and as at 31 December 2024, the Company had no term deposits.

8. Capital

The nominal value of one share in the Company is EUR 28.96. All issued shares were paid up.

As at 30 June 2025, the registered authorised capital consisted of 143,698 ordinary shares with a nominal value of EUR 28.96 each. The amount of the authorised capital in the terms of value was EUR 4,161,494.

The change in authorised capital is presented in the table below:

	Authorised capital	Number of shares (units)
Subscribed share capital		
Number of shares as at 31/12/2024	4,161,494	143,698
Increase	-	-
Number of shares as at 30/06/2025	4,161,494	143,698
2. Capital structure		
2.1. By share type	-	-
2.10. Ordinary shares	4,161,494	143,698
2.11. Preference shares	-	-
2.2. State capital	-	-
B. Unclaimed and claimed but unpaid amounts, including:	-	-
Shareholders (debtors)	-	-
Total	4,161,494	143,698

9. Employment-related liabilities

As at 30 June 2025, employment-related liabilities consisted of:

	30/06/2025	31/12/2024
Vacation accruals	2,519	1,341
Wages and salaries payable	2,116	2,041
Personal income tax payable	686	723
Social security contributions payable	750	655
Total	6,071	4,760

10. Trade and other payables

As at 30 June 2025, trade and other payables consisted of:

	30/06/2024	31/12/2024
Trade payables	50	44
Amounts payable to related parties	88	87
Accrued costs of audit services	6,500	13,000
Amounts payable to accountable persons	-	-
Other amounts payable (VAT)	499	3,005
Total	7,137	16,136

11. Sales revenue

In the first half of 2024 and the first half of 2025, sales revenue consisted of:

	30/06/2025	30/06/2024
Management services of the Rail Baltica project	32,789	29,284
Total	32,789	29,284

These services are aimed at managing, administering and coordinating the implementation of the Rail Baltica project in order to ensure that the activities of the Rail Baltica project implemented in the territory of the Republic of Lithuania are carried out in a timely manner, to a high quality and in compliance with the planned budget.

The pricing of the management services for the Rail Baltica project provided by the Company was based on a cost-plus pricing approach, which is based on the company's target costs and actual working hours of the company's staff in the current month. The hourly rate is calculated by dividing the direct costs planned for 2025 by the hours planned to be worked, plus a margin of 8.05%.

The revenue generated by the Company for the management services of the Rail Baltica project ensures that the Company's operating costs are covered in the current month, and provides a supplementary source of funding, thus avoiding the need for the Company to use its authorised capital to cover the costs, which would lead to a shortfall of the Company's authorised capital in the longer term.

12. Costs

	30/06/2025	30/06/2024
Salaries and social security contributions	20,535	19,824
Vacation reserve	1,178	(213)
Rental and maintenance of computer equipment	433	555
Mobile services, fixed services	193	205
Audit and legal services	6,500	6,500
Other expenses	380	384
Total	29,219	27,255

13. Results from financing activity

In the first half of 2024 and the first half of 2025, results from financing activity consisted of:

	30/06/2025	30/06/2024
Total finance income	-	-
Share of gross revenue of an associate under the equity method	-	-
Total finance costs	(47)	(47)
Bank commission	(47)	(47)
Share of total costs of an associate under the equity method	-	-
Results from financing activity	(47)	(47)

14. Income tax

For periods which ended on 30 June 2025 and 31 December 2024, no corporate income tax was paid by the Company (losses from previous periods are carried forward).

For the reporting period ended 30 June 2025, the Tax Authorities have not performed full-scope tax investigations at the Company. The tax authorities may, at any time, inspect the accounting, transactional and other documents, records and tax returns for the current and the previous 3 calendar years, and in certain cases for the current and the previous 5 or 10 calendar years, and may impose additional taxes and penalties. Management is not aware of any circumstances that could result in a potential material liability for unpaid taxes.

15. Related party transactions

Parties are considered to be related when one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company's related parties and transactions with them in the first half of 2025 and in 2024 were as follows:

	30/06/2025		30/06/2025	
	Purchases	Sales	Receivables	Payables
AB Lietuvos geležinkeliai	72	-	-	-
AB LTG Infra	-	32,789	6,612	-
UAB LTG Kompetencijų centras	361	-	-	87
	433	32,789	6,612	87

	30/06/2024		31/12/2024	
	Purchases	Sales	Receivables	Payables
AB Lietuvos geležinkeliai	555	-	-	-
AB LTG Infra	-	29,284	6,176	-
	555	29,284	6,176	-

Management remuneration and other benefits

As at 30 June 2025, the Company's organisational structure consisted of a Director, a Deputy Director, a Chief Financial Officer.

There were no loans, guarantees, other disbursements, accruals or transfers of assets to the Company's management staff during the first half of 2025.

	30/06/2025	30/06/2024
Employment-related charges, excluding employers' social security contributions	16,462	16,074
Charges to other related parties	-	-
Number of management staff (Director, Chief Financial Officer)	2	2

16. Off-balance sheet commitments, contingent liabilities and contingent assets

The Company had no off-balance sheet commitments, contingent liabilities and contingent assets.

17. Non-cash transactions

During 2024 and the first half of 2025, the Company did not enter into any non-cash transactions that are not reflected in the cash flow statement.

18. Going concern

On 31 January 2017, the Governments of the Republic of Lithuania, the Republic of Latvia and the Republic of Estonia concluded an international agreement on the development of the Rail Baltica project, which was ratified by the Law of the Seimas of the Republic of Lithuania No XIII-664 of 10 October 2017. It was agreed in the international agreement to complete the Rail Baltica project by the end of 2025, and the Baltic joint venture RB Rail AS was appointed as the project coordinator. Taking into account that UAB Rail Baltica statyba is the Lithuanian shareholder of RB Rail AS, the Baltic joint venture, the going concern of UAB Rail Baltica statyba is currently planned for the period not shorter than the completion of the Rail Baltica project.

On 30 December 2024, the contract on management services of the Rail Baltica project No. SI/568-2024 was signed with AB LTG Infra and it ensures the receipt of revenue in 2025 and the going concern of the Company (EUR 58 thousand).

The Strategic Action Plan 2025–2027 in the areas managed by the Minister of Transport and Communications of the Republic of Lithuania provides for funding (EUR 6.6 million in 2025, EUR 2.2 million in 2026 and EUR 2.2 million in 2027) to ensure the operation of RB Rail AS, the joint venture of Lithuania, Latvia and Estonia, during the implementation of the multilateral Rail Baltica project.

Additionally, for the purposes of implementing the Rail Baltica project, the Company's controlled enterprise RB Rail AS, the Baltic States' ministries responsible for the transport sector and the European Commission have concluded 5 grant agreements, the implementation of which will continue at least until the end of 2027.

The going concern and financing of RB Rail AS, the Baltic joint venture, is ensured through the use of targeted funding from the European Union and the Member States, through the conclusion of short-term or long-term financing agreements for this purpose.

These financial statements are prepared on a going concern basis and do not include any adjustments that might be required if the going concern basis were not applied.

19. Events after the reporting period

There have been no other subsequent events between the end of the financial year and the date of approval of these financial statements that could have a material impact on the financial statements or require additional disclosure.