



Consolidated interim  
financial statements  
Q2 2025

# Contents

---

Condensed consolidated statement of profit and loss and other comprehensive income	5
Condensed consolidated statement of financial position	6
Condensed consolidated statement of cash flows	7
Condensed consolidated statement of equity	8
Notes	9

## Ölgerðin Egill Skallagrímsson hf.

Identification number 420369-7789

Grjóthálsi 7-11, 110 Reykjavík

*These financial statements are a translation of the original financial statements, prepared and approved in Icelandic.  
In case of discrepancy between the original financial statements and the English translation, the Icelandic version shall prevail.*

# Condensed consolidated statement of profit or loss and other comprehensive income

## Statement of profit or loss

'000 ISK	Note	1 June - 31 August 2025*	31 August 2024*	1 March - 31 August 2025	31 August 2024
Product revenues	3	12.999.911	12.739.101	24.608.909	23.972.447
Alcohol tax and deposit charge		(3.534.233)	(3.368.624)	(6.555.301)	(6.216.719)
Net product revenues		9.465.677	9.370.477	18.053.607	17.755.728
Production expenses	4	(5.575.350)	(5.698.085)	(10.708.201)	(10.769.256)
<b>Gross profit</b>		<b>3.890.328</b>	<b>3.672.393</b>	<b>7.345.407</b>	<b>6.986.473</b>
Other operating income		11.202	11.236	16.459	18.035
Other operating expenses	4	(2.593.209)	(2.298.442)	(5.383.596)	(4.841.418)
<b>Oper. profit before int. and tax (EBIT)</b>		<b>1.308.321</b>	<b>1.385.187</b>	<b>1.978.270</b>	<b>2.163.090</b>
Effects of associates		1.914	9.753	3.829	19.506
Financial income		31.389	44.929	67.942	72.373
Financial expenses		(251.357)	(241.064)	(487.682)	(473.913)
Exchange rate difference		337	(45.208)	(162)	(46.118)
<b>Profit before tax</b>		<b>1.090.604</b>	<b>1.153.597</b>	<b>1.562.197</b>	<b>1.734.938</b>
Income tax		(215.084)	(223.858)	(307.875)	(323.659)
<b>Profit for the period</b>		<b>875.520</b>	<b>929.739</b>	<b>1.254.322</b>	<b>1.411.279</b>
<b>Attributable to:</b>					
Shareholders of Ölgerðin hf.		888.558	884.667	1.248.347	1.328.476
Non-controlling interest		(13.037)	45.072	5.975	82.803
<b>Profit for the period</b>		<b>875.521</b>	<b>929.739</b>	<b>1.254.322</b>	<b>1.411.279</b>
Basic earnings per share		0,31	0,33	0,44	0,50
Diluted earnings per share		0,30	0,32	0,43	0,48

\*not audited or reviewed

## Other comprehensive income

'000 ISK	1 June - 31 August 2025*	31 August 2024*	1 March - 31 August 2025	31 August 2024
Profit for the period	875.521	929.739	1.254.322	1.411.279
<b>Other comprehensive income</b>				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Translation of foreign operations	(266.042)	11.854	(422.676)	70.275
<b>Total comprehensive income</b>	<b>609.480</b>	<b>941.592</b>	<b>831.647</b>	<b>1.481.553</b>
<b>Attributable to:</b>				
Shareholders of Ölgerðin hf.	753.914	888.818	1.054.689	1.362.321
Non-controlling interest	(144.435)	52.774	(223.043)	119.232
<b>Total comprehensive income</b>	<b>609.480</b>	<b>941.592</b>	<b>831.647</b>	<b>1.481.553</b>

Comparison of EBITDA and EBIT		1 June - 31 August 2025*	31 August 2024*		1 March - 31 August 2025	31 August 2024
EBITDA	-3%	1.610.867	1.656.083	-5%	2.581.298	2.711.339
Depreciation and amort.	12%	302.546	270.896	10%	603.028	548.249
EBIT	-6%	1.308.321	1.385.187	-9%	1.978.270	2.163.090
Net financial items	-9%	(219.631)	(241.343)	-6%	(419.902)	(447.658)
Effects of associates	-80%	1.914	9.753	-80%	3.829	19.506

## Condensed consolidated statement of financial position

Assets		31 August	28 February	Liabilities and equity		31 August	28 February
'000 ISK	Note	2025	2025	'000 ISK	Note	2025	2025
<b>NON-CURRENT ASSETS</b>				<b>EQUITY</b>			
Property, plant and equipment		15.809.831	16.032.596	Share capital		2.863.897	2.843.085
Intangible assets	6	8.002.944	7.362.160	Share premium		1.395.624	1.292.394
Right-of-use assets		100.355	110.366	Other restricted equity		4.016.609	4.142.395
Shares in associates		495.250	491.421	Retained earnings		7.551.356	6.343.632
Bond holdings		784.462	819.973	<b>Attributable to owners of the parent</b>		<b>15.827.487</b>	<b>14.621.506</b>
<b>Non-current assets</b>		<b>25.192.842</b>	<b>24.816.516</b>	Non-controlling interest		1.530.660	1.753.702
				<b>Total equity</b>		<b>17.358.146</b>	<b>16.375.208</b>
<b>CURRENT ASSETS</b>				<b>LIABILITIES</b>			
Inventories		4.019.672	3.600.027	<b>Non-current liabilities</b>			
Trade receivable		4.206.672	3.450.185	Interest bearing long-term liabilities	5	5.065.646	5.223.492
Other short-term receivables		102.999	43.669	Lease liabilities		84.008	95.906
Cash and cash equivalents		2.131.583	1.273.246	Deferred tax liabilities		2.746.887	2.771.334
<b>Current assets</b>		<b>10.460.926</b>	<b>8.367.127</b>	<b>Non-current liabilities</b>		<b>7.896.541</b>	<b>8.090.732</b>
				<b>Current liabilities</b>			
<b>Total Assets</b>		<b>35.653.769</b>	<b>33.183.644</b>	Interest bearing short-term liabilities	5	3.845.427	3.032.663
				Current maturities of long-term liab.	5	373.240	366.678
				Income tax payable		261.818	560.552
				Trade payables		2.677.852	2.445.114
				Other current liabilities		3.240.745	2.312.697
				<b>Current liabilities</b>		<b>10.399.082</b>	<b>8.717.705</b>
				<b>Total liabilities</b>		<b>18.295.623</b>	<b>16.808.436</b>
				<b>Total liabilities and equity</b>		<b>35.653.769</b>	<b>33.183.644</b>

## Condensed consolidated statement of cash flows

for the period 1 March to 31 August

'000 ISK	Note	1 March - 31 August	
		2025	2024
<b>Profit for the year</b>		1,254.322	1,411.279
<i>Adjustments for:</i>			
Stock options		27.249	30.422
Effects of associates		(3.829)	(19.506)
Gain on sale of property, plant and eq.		(11.880)	(12.097)
Depreciation and amortisation		603.028	548.249
Change in deferred tax liabilities		(24.697)	65.658
Change in accrued interest		11.866	114.667
<b>Net working capital from operations</b>		1,856.057	2,138.671
<i>Change in operating assets and liabilities:</i>			
Trade and other receivables		(715.963)	(1,367.647)
Inventories		(419.645)	(499.557)
Trade and other current payables		779.117	479.537
<b>Net cash from operating activities</b>		1,499.566	751.003
<i>Investing activities</i>			
Property, plant and equipment, change		(813.633)	(780.308)
Bonds and other financial assets, change		35.511	(395.802)
Net cash from acquisition of subsidiary		(657.446)	0
<b>Net cash to investing activities</b>		(1,435.568)	(1,176.110)

'000 ISK	Note	1 March - 31 August	
		2025	2024
<i>Financing activities</i>			
Proceeds from short-term financing	5	3,656.378	3,693.007
Repayments of short-term financing	5	(2,820.000)	(3,035.675)
Repayments of long-term loans	5	(152.964)	(349.531)
Repayments of lease liabilities		(14.008)	(12.687)
Paid dividends		0	(1,418.858)
Paid in share capital		124.043	183.885
<b>Net cash to financing activities</b>		793.449	(939.859)
Change in cash and cash equivalents		857.447	(1,364.965)
Effect of exchange rates on cash held		891	(346)
Cash at beginning of period		1,273.246	1,523.787
<b>Cash and cash equivalents at period end</b>		2,131.584	158.476
<b>Free cash flow</b>			
Net cash from operations		1,499.566	751.003
Cash to investments		(1,435.568)	(1,176.110)
Repayment of lease liabilities		(14.008)	(12.687)
<b>Free cash flow</b>		49.990	(437.795)
<b>Other information</b>			
Interest received		30.695	61.318
Interest paid		(491.120)	(536.820)
Income tax paid		(272.638)	(187.660)

## Condensed consolidated statement of changes in equity

For the period 1 March to 31 August 2025

'000 ISK	Share capital	Share premium	Other restricted equity	Retained earnings	Attributable to owners of the parent	Non-controlling interest	Total equity
<b>Balance at 1 March 2025</b>	2.843.085	1.292.394	4.142.395	6.343.632	14.621.506	1.753.702	16.375.208
Profit for the period				1.248.347	1.248.347	5.975	1.254.322
Translation difference			(193.658)		(193.658)	(229.018)	(422.676)
<b>Total comprehensive income</b>			(193.658)	1.248.347	1.054.689	(223.043)	831.647
Stock options exercised	20.813	103.230	(10.823)	10.823	124.043		124.043
Stock option expense			27.249		27.249		27.249
Restricted share in profit of subsidiaries and associates			51.445	(51.445)	0		0
<b>Balance at 31 August 2025</b>	2.863.897	1.395.624	4.016.609	7.551.356	15.827.487	1.530.660	17.358.146

For the period 1 March to 31 August 2024

'000 ISK	Share capital	Share premium	Other restricted equity	Retained earnings	Attributable to owners of the parent	Non-controlling interest	Total equity
<b>Balance at 1 March 2024</b>	2.806.647	1.102.553	3.135.377	6.386.165	13.430.742	1.616.305	15.047.047
Adjustment to opening balance				(27.082)	(27.082)		(27.082)
Profit for the period				1.328.476	1.328.476	82.803	1.411.279
Translation difference			33.845		33.845	36.430	70.275
<b>Total comprehensive income</b>			33.845	1.328.476	1.362.321	119.233	1.481.553
Stock options exercised	30.750	153.135	(14.453)	14.453	183.885		183.885
Stock option expense			30.422		30.422		30.422
Restricted share in profit of subs. and assoc.			384.231	(384.231)	0		0
Dividends paid				(1.418.858)	(1,418,858)		(1,418,858)
<b>Balance at 31 August 2024</b>	2.837.397	1.255.688	3,569,422	5,898,922	13,561,430	1,735,537	15,296,967

## Notes

### 1. General information

Ölgerðin Egill Skallagrímsson hf. (hereinafter "Ölgerðin" or "the Company") is a public limited company, and the principal operations of the Company concern production, sale and marketing in the field of foodstuffs, beverages, and related products. Ölgerðin is domiciled in Iceland. The registered address of the Group is Grjótháls 7-11, 110 Reykjavík, Iceland.

The condensed consolidated interim financial statements of the Ölgerðin Group for the period 1 March to 31 August 2025 are prepared in accordance with the International Financial Reporting Standard for interim reporting, IAS 34, as endorsed by the European Union (EU) and additional requirements in the Financial statements act no. 3/2006. The condensed consolidated interim financial statements include the financial statements of the Company and its subsidiaries, which are collectively referred to as "the Group", and individually as "Group companies". These condensed consolidated interim financial statements are prepared and presented in Icelandic króna (ISK), which is the Company's functional currency. All amounts are in Icelandic króna (ISK) and ISK thousand, unless otherwise stated.

#### Significant accounting policies

The same accounting policies are applied in these condensed consolidated interim financial statements as were applied in the latest financial statements for the year ended 28 February 2025. The condensed consolidated interim financial statements do not include all of the information required for a complete set of consolidated annual financial statements and should be read in conjunction with the most recent consolidated financial statements of the Group, which are available on the Company's website, [www.olgerdin.is/investors](http://www.olgerdin.is/investors).

### 2. Assessment and judgement

When preparing the condensed consolidated interim financial statements, management must, to conform with the Financial statements act no. 3/2006 and IFRS, assess and draw conclusions that impact estimates of assets and liabilities on the reporting date, the information provided in the notes as well as income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying amounts of assets and liabilities that are not readily apparent from other sources. Even though the estimates are made to the best of management knowledge, the actual values of those items that are thus assessed may differ from the result according to the assessment.

**3. Operating segments**

<b>1 March - 31 August 2025</b>	Egils alcoholic <sup>1)</sup>	Egils non-alcoholic <sup>2)</sup>	Danól <sup>3)</sup>	Export <sup>4)</sup>	Total
Operating and other income	11,256,809	6,347,660	5,566,904	1,453,994	24,625,368
EBITDA	1,159,327	1,202,896	288,538	(69,463)	2,581,298
Operating profit	882,077	941,302	244,971	(90,080)	1,978,270
Finance inc/exp and assoc.					(416,072)
Income tax					(307,875)
Profit for the period					1,254,323

<b>1 March - 31 August 2024</b>	Egils alcoholic <sup>1)</sup>	Egils non-alcoholic <sup>2)</sup>	Danól <sup>3)</sup>	Export <sup>4)</sup>	Total
Operating and other income	10,820,487	6,296,395	5,423,855	1,449,745	23,990,482
EBITDA	907,148	1,250,411	302,284	251,496	2,711,339
Operating profit	627,259	1,032,548	275,318	227,964	2,163,090
Finance inc/exp and assoc.					(428,152)
Income tax					(323,659)
Profit for the period					1,411,279

<sup>1)</sup> Income for Egils alcoholic comes from the production, sale and marketing of beverages and related products for customers who mainly trade in alcoholic beverages.

<sup>2)</sup> Income for Egils non-alcoholic comes from the production, sale and marketing of beverages and related products for customers who mainly trade in non-alcoholic beverages.

<sup>3)</sup> Income for Danol comes from the sale and marketing of foodstuffs, beverages, related products and other specialty products.

<sup>4)</sup> Export includes income from all exports of the Group, mainly from Iceland Spring and Collab.

**Operating segments**

An operating segment is a separable part of the Group due to different material or geographical factors that concern risk and performance of other operating segments of the Group. Operating segments are defined in accordance with internal organisation and reporting to management that are used in decision-making. The Group defines its operations into four operating segments.

Common expenses are allocated to the Company's income divisions in proportion to turnover less alcohol tax and deposit charges.

**Revenue recognition**

Revenue from the sale of goods and services is measured at the fair value of the consideration received or receivable, less discounts and refunds. Revenue is recognised in the statement of profit or loss when the Group has fulfilled its performance obligations, which is usually upon delivery, it is probable that the consideration will be collected, and the cost of the transaction and possible product returns can be estimated in a reliable manner.

## 4. Expenses disaggregated by nature

	1 March - 31 August	
	2025	2024
<b>Presentation in statement of profit or loss</b>		
Production expenses	10.708.201	10.769.256
Other operating expenses	5.383.596	4.841.418
<b>Total</b>	<b>16.091.796</b>	<b>15.610.673</b>
<b>Disaggregation by nature of expense</b>		
Cost of materials	9.156.674	9.270.052
Other production costs	488.825	480.611
Sales and marketing expenses	1.683.312	1.551.202
Salaries and related expenses	2.843.470	2.560.250
Depreciation and amortisation	603.028	548.249
Other operating expenses	1.316.487	1.200.309
<b>Total</b>	<b>16.091.796</b>	<b>15.610.673</b>
<i>Depreciation and amortisation is presented as follows in the statement of profit or loss</i>		
Production expenses	334.505	305.605
Other operating expenses	268.523	242.644
<b>Total</b>	<b>603.028</b>	<b>548.249</b>
<i>Salaries and related expenses are presented as follows in the statement of profit or loss</i>		
Production expenses	557.970	544.325
Other operating expenses	2.285.500	2.015.925
<b>Total</b>	<b>2.843.470</b>	<b>2.560.250</b>

Production expenses consist of direct and indirect costs of producing finished goods that generate revenue during the year. Production expenses include raw materials, salaries and related expenses and other production expenses that consists of housing costs, rent and depreciation for property, plant and equipment used in production.

Other operating expenses consist of the distribution and sales expenses of finished goods and services that generate revenue during the year, along with the expenses related to the management and operation of the Group. Other operating expenses includes salaries and related expenses, housing costs, rent, depreciation of property, plant and equipment and amortisation of intangible assets, insurance, as well as other general and administrative expenses.

**5. Loans**

	<b>31.8.2025</b>	<b>28.2.2025</b>
Borrowings in ISK	5.409.485	5.562.449
Current maturities	(343.840)	(338.958)
<b>Total non-current liabilities</b>	<b>5.065.645</b>	<b>5.223.492</b>
Bills in ISK	2.585.969	2.754.104
Short-term interest bearing debt in ISK	1.000.000	-
Short-term interest bearing debt in USD	259.457	278.559
<b>Total interest bearing current liabilities</b>	<b>3.845.427</b>	<b>3.032.663</b>
Current maturities of borrowings	343.840	338.958
Current maturities of lease liabilities	29.400	27.720
<b>Total current maturities</b>	<b>373.240</b>	<b>366.678</b>
Instalments on long-term liabilities are specified as follows:	<b>31.8.2025</b>	<b>29.2.2024</b>
Instalments within 12 months	343.840	338.958
Instalments in 12-24 months	1.479.873	340.179
Instalments in 24-36 months	216.606	1.404.168
Instalments in 36-48 months	184.515	189.920
Subsequent instalments	3.184.651	3.289.224
<b>Total</b>	<b>5.409.485</b>	<b>5.562.449</b>

**6. Acquisition of Ankra ehf.**

During the period, Ölgerðin completed the acquisition of all shares in Ankra ehf., which has been supplying Ölgerðin with collagen since 2019. The purchase price amounted to ISK 804 million and has been fully paid in cash. Goodwill in the acquisition amounted to a total of ISK 641 million. The fair value of Ankra's assets and liabilities on the acquisition date, 15 April, has been assessed according to a provisional purchase price allocation as shown in the table beside, and the calculation of goodwill be seen in the table below.

<b>Goodwill</b>	
Purchase price	804.231
Fair value of net assets according to purchase price allocation	163.447
Goodwill	640.784

Acquisition related costs amounted to ISK 4,1 million.

Liabilities, including borrowings, are initially recognised at fair value less transaction cost and subsequently at amortised cost according to the effective interest rate method. Liabilities denominated in foreign currencies are recognised at the exchange rate prevailing at the end of the reporting period. Exchange rate differences are recognised in the statement of profit and loss. The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired.

Part of long-term liabilities is subject to specific covenants regarding equity, profit margin and financial leverage. At period end, the Company was in compliance with all debt covenants.

Loans are classified as current liabilities unless the Group has an unconditional right to defer settlement of the debt for at least 12 months after the reporting period.

All borrowings are at non-indexed variable interest rates. The average interest rate on 31 August 2025 was 9,2% (28 February 2025: 9,7%).

Other liabilities, including trade payables, payables to related parties, value added tax and other current liabilities are measured at amortised cost, which normally corresponds to their nominal value.

**Fair value of assets**

Trade receivables	69.889
Other receivables	29.964
Cash and cash equivalents	146.785
<b>Total assets</b>	<b>246.638</b>

**Fair value of liabilities**

Deferred tax liabilities	250
Trade payables	43.467
Income tax payable	6
Other current liabilities	39.468
<b>Total liabilities</b>	<b>83.192</b>

<b>Fair value of net assets</b>	<b>163.447</b>
---------------------------------	----------------

## 7. Stock option agreements

In the years 2021 and 2023, the Company entered into stock option agreements with executives and certain key employees in accordance with Ölgerðin's approved remuneration policy, see further details in the Company's consolidated financial statements for the fiscal year ended 28 February 2025. At the end of August 2025, the Company also entered into stock option agreements based on a stock option plan covering all permanent employees within the Group, in accordance with the remuneration policy approved at the annual general meeting in May 2025. The board of Ölgerðin has the authority to settle issued stock options by issuing new shares.

Under the new stock option plan, each option holder gains the right to purchase shares in Ölgerðin for up to ISK 750 thousand once a year for three years, first on 1 September 2026, then on 1 September 2027, and finally on 1 September 2028, totalling up to ISK 2.250 thousand. The vesting of the stock options is conditional on the option holder being employed by the Company or its subsidiary, otherwise, any vested but unexercised options will lapse if the employee leaves before the end of the vesting period. The purchase price per share is ISK 18,35 and is based on the weighted average price of the Company's shares traded during the last ten trading days before the agreement date, which is 31 August 2025. In total, 303 employees of Ölgerðin and its subsidiaries entered into stock option agreements. The stock option agreements cover up to 12.383 thousand shares per year assuming 100% utilisation of the options.

On the reporting date, the Company reviews its estimate of the expected number of stock options that will vest based on non-market vesting conditions. Impact of this remeasurement, if any, is recognised in the consolidated income statement with a corresponding adjustment in equity. The purchase price, net of all direct transaction costs, is credited to share capital (at nominal value) and to the share premium account when the stock options are exercised.

Outstanding stock options in the Company as of 31 August 2025 amount to 113.964 thousand shares, representing approximately 4,0% of the Company's share capital (28 February 2025: 97.625 thousand shares or 3,4% of share capital). During the period, ISK 27,2 million (1 March – 31 August 2024: ISK 30,4 million) was expensed in Ölgerðin's statement of profit or loss in relation to stock option agreements.