SAF Tehnika JSC

Consolidated Interim Report for Q1 of financial year 2026/2027

July 1, 2026 – September 30, 2026

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Key data

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

- Digital microwave radio equipment for voice and data transmission.
- Microwave spectrum analyzers and signal generators.
- Wireless sensor network solutions for environmental monitoring.

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

SAF Tehnika products are found in more than 130 countries worldwide. The company has a total of 290 employees, most of them are considered to be leading experts in their field not only locally, but also globally.

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

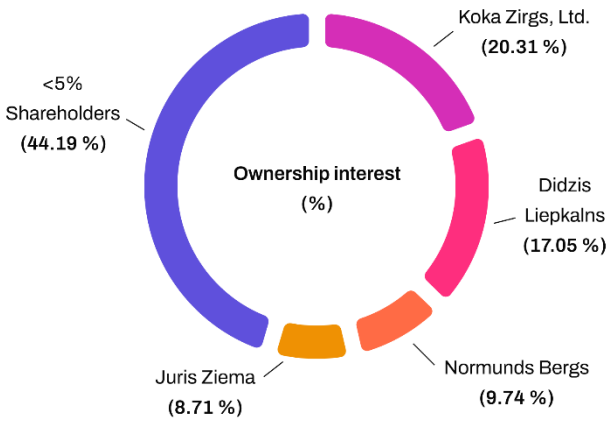
The company's activities are based on the concern for the highest quality, customer-focused business philosophy and openness.

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

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End of financial year:	30.06.2027
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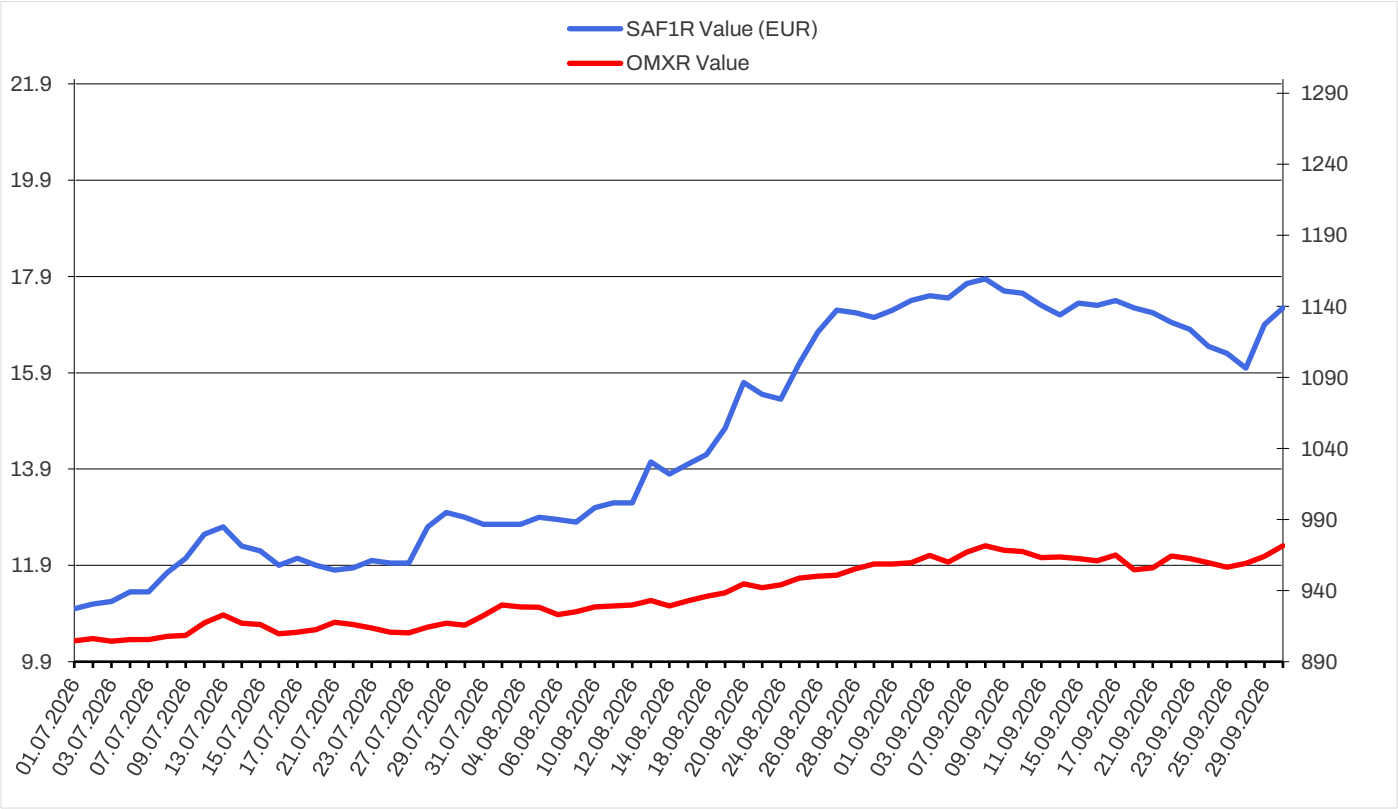
Share and Shareholdings

SAF Tehnika shareholders (over 5%) as of 30.06.2026.



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

SAF Tehnika (SAF1R)
Period: July 1, 2026 – September 30, 2026
Currency: EUR
Marketplace: Nasdaq Riga



Information on Management and Supervisory Board members

SAF Tehnika Management Board

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

SAF Tehnika Supervisory Board:

Name	Position	Ownership interest (%)
Juris Ziema	Chairman	owns 8.71% of shares
Andrejs Grišāns	Vice-Chairman	owns 1.95% of shares
Ivars Šenbergs	Member	owns 31 shares
Aira Loite	Member	owns 8000 shares
Sanda Reiharde	Member	owns 500 shares

Information on professional and educational background of the management board members

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

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

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

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

Information on professional and educational background of the supervisory council members

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

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

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

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

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

Statement of Board's Responsibilities

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

The consolidated financial statements are prepared in accordance with the source documents and present fairly the consolidated financial position of the Group as of 30 September 2026 and the consolidated results of its financial performance and cash flows for the quarter then ended.

The above mentioned financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the European Union, and are prepared on a going concern basis. Appropriate accounting policies have been applied on a consistent basis. The consolidated interim financial statements have been prepared based on the same accounting principles applied in the Consolidated Financial Statements for the year ended on June 30, 2026.

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

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

The interim financial statements have been prepared in Euro.



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Zane Jozepa
CFO, Member of the Management Board

Management Report

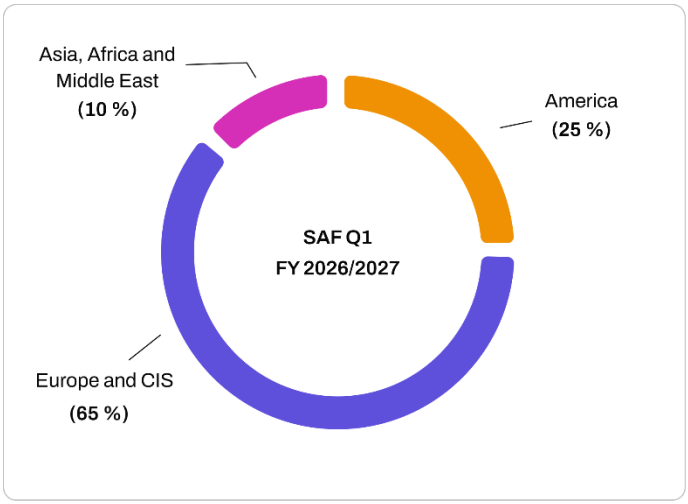
The Group's unaudited consolidated net turnover for the first quarter (Q1) of fiscal year (FY) 2026/2027 was EUR 17.01 million, representing a 117% increase compared to the first quarter of FY 2025/2026 (EUR 7.83 million).

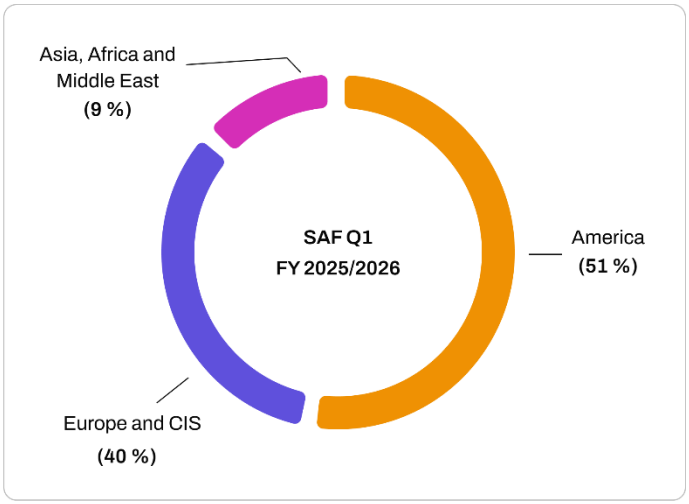
Turnover in the North American and Latin American region amounted to EUR 4.25 million, representing 25% of the Group's total turnover. Compared to the first quarter of the previous fiscal year, turnover in this region increased by 6%.

Turnover in the European region reached EUR 11.12 million, representing 65% of the Group's total turnover, an increase of 256% compared to the first quarter of the previous fiscal year. The significant growth in sales in the European region was driven by the expansion of the Group's product portfolio and the fulfillment of several large orders. Turnover in the Asia, Africa, and Middle East region increased by 142%, reaching EUR 1.64 million, or approximately 10% of total quarterly turnover.

Overall, fluctuations in quarterly turnover are influenced by the execution of individual projects. Projects vary in size and complexity, and their execution depends on the duration of the production process, as well as the availability and timing of material procurement. Consequently, the shipment of goods and recognition of revenue may occur in subsequent quarters, depending on project completion timelines.

Comparative charts of Q1 sales breakdown by region:





During the reporting quarter, the Group's products were sold in 73 countries.

The Group continues to invest in the development of new products and product modifications, as well as in sales promotion across existing and new market segments.

The Group closed the first quarter of FY 2026/2027 with an unaudited profit of EUR 3.75 million. The profit was driven by increased sales volumes, including the fulfillment of several large orders, as well as improvements in production capacity. In the first quarter of the previous fiscal year, the Group recorded a profit of EUR 693 thousand.

The Group's cash balance in the statement of financial position at the end of the period was EUR 10.98 million. To ensure liquidity, the Parent Company has a credit line agreement in place with Luminor Bank AS for a total amount of EUR 4.95 million. Given the Group's sufficient cash reserves, the credit line was not utilized during the reporting period.

In the first quarter of FY 2026/2027, EUR 149 thousand was invested in the acquisition of fixed assets, primarily to support production and testing processes.

Market Overview

No significant changes occurred in the microwave radio market during the quarter. However, external factors, including the situation in the Middle East, may influence market participants' risk appetite, investment activity, and project implementation timelines in certain regions. SAF Tehnika continues to work closely with its customers and partners to identify and mitigate potential risks in a timely manner, as well as to evaluate new growth opportunities.

Guidelines

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

Given geopolitical uncertainty and potential supply chain risks, the Group continues to review procurement volumes and delivery schedules and maintain material inventories to ensure that orders are fulfilled within standard timeframes. As some suppliers are discontinuing the production of certain components, the Company also purchases additional quantities of the necessary materials to mitigate potential supply risks. This applies to all SAF product groups – microwave radios, spectrum analyzers, and Internet of Things (IoT) solutions.

The Group continues to actively research the market, identify current needs, and develop the necessary product modifications, as well as create prototypes for next-generation technologies. At the same time, the Group is developing IoT solutions for both business and consumer markets, diversifying its product portfolio, adding greater value to SAF Tehnika's product offerings, and driving revenue growth for the Group.

The development of new products is closely linked to changes in manufacturing approaches and supply chain management. In the defense segment, supply chain independence is particularly important. Accordingly, the Group is strategically investing in expanding production capacity in Latvia and strengthening its in-house capabilities, thereby increasing its ability to carry out a substantial portion of the production process internally.

The Company aims to stabilize turnover at a level that ensures a positive net result over the long term. The Board of SAF Tehnika remains cautious and refrains from providing specific forecasts for sales and operating results.

As of September 30, 2026, the Group employed 295 people (277 employees as of September 30, 2025).

KEY indicators

	Q1 2026/27 EUR	Q1 2025/26 EUR	Q1 2024`/25 EUR
Net Sales	17 009 688	7 826 685	8 529 370
Earnings before interest, taxes and depreciation (EBITDA)	4 208 411	1 093 774	1 302 902
(EBITDA %)	**25%**	**14%**	**15.3%**
Profit/loss before interest and taxes (EBIT)	3 726 021	753 951	900 338
(EBIT %)	**22%**	**10%**	**11%**
Net Profit	3 751 162	692 555	813 903
Share of the turnover %	**22%**	**9%**	**10%**
Total assets	41 835 874	28 320 931	24 245 624
Total Owners equity	28 157 902	16 448 946	17 229 029
Return on assets (ROA) %	**9.36%**	**2.08%**	**3.45%**
Return on equity (ROE) %	**14.29%**	**3.39%**	**4.84%**
Liquidity ratio			
Cash ratio %	**90%**	**31%**	**79%**
Quick ratio %	**132%**	**68%**	**131%**
Earnings per share	1.26	0.23	0.27
Last share price at the end of period	17.25	5.74	5.52
P/E	**4.40**	**1.99**	**(184.00)**
Number of employees at the end of reporting period	295	277	260

Consolidated Statement of Financial Position

	Note	30.09.2026	30.09.2025
CURRENT ASSETS		**EUR**	**EUR**
Cash and bank		**10 981 959**	**3 154 582**
Customer receivables	**1**		
Accounts receivable		4 621 464	3 098 108
Allowance for uncollectible receivables		(43 555)	(17 612)
Total		**4 577 909**	**3 080 496**
Short-term loans		27	-
Other current receivables	**2**	517 714	587 911
Total		**517 741**	**587 911**
Prepaid expenses			
Prepaid taxes		521 003	184 274
Other prepaid expenses		426 964	325 598
Total		**947 966**	**509 872**
Inventories	**3**		
Raw materials		6 202 319	3 536 726
Work-in-progress		7 151 710	3 985 134
Finished goods		6 211 967	8 058 280
Prepayments to suppliers		325 294	97 003
Total		**19 891 290**	**15 677 143**
TOTAL CURRENT ASSETS		**36 916 866**	**23 010 004**
NON-CURRENT ASSETS			
Long-term financial assets			
Investments in other companies		173 593	499 666
Deffered income tax		143 378	163 121
Long-term loans		2 465	6 120
Total		**319 436**	**668 907**
NON-CURRENT physical assets	**4**		
Plant and equipment		6 576 945	6 178 685
Other equipment and fixtures		4 339 430	3 967 150
Accumulated depreciation		(8 496 803)	(7 564 098)
Prepayments for noncurrent physical assets		411 574	11 723
Unfinished renovation works		162 298	104 752
Long-term investment - lease		986 041	1 373 952
Total		**3 979 484**	**4 072 164**
Intangible assets	**4**		
Purchased licenses, trademarks etc.		593 251	519 660
Other long-term intangible assets		26 837	50 196
Total		**620 088**	**569 856**
TOTAL NON-CURRENT ASSETS		**4 919 008**	**5 310 928**
TOTAL ASSETS		**41 835 874**	**28 320 932**

LIABILITIES AND OWNERS' EQUITY	Note	30.09.2026	30.09.2025
CURRENT LIABILITIES		**EUR**	**EUR**
Debt obligations			
Short-term loans from financial institutions	**5**	7 713	323 236
Customer prepayments for goods and services		2 479 058	4 572 644
Accounts payable		2 579 573	2 090 818
Accrued short-term operating lease liabilities	**6**	368 106	372 026
Tax liabilities		563 656	507 495
Salary-related accrued expenses	**7**	3 996 344	1 582 738
Provisions for guarantees		1 679 026	46 123
Deferred income		494 986	536 309
TOTAL CURRENT LIABILITIES		**12 168 463**	**10 031 388**
NON-CURRENT LIABILITIES			
Long-term liabilities			
Long-term accounts payable		5 110	-
Long-term deferred income		650 165	660 526
Accrue long-term operating lease liabilities	**6**	854 233	1 180 072
TOTAL LONG-TERM LIABILITIES		**1 509 509**	**1 840 598**
TOTAL LIABILITIES		**13 677 972**	**11 871 986**
OWNERS' EQUITY			
Share capital		4 158 252	4 158 252
Paid in capital over par		2 851 726	2 851 726
Other reserves		8 530	8 530
Retained earnings		17 357 344	8 736 234
Net profit for the financial year		3 798 127	692 555
Currency translation reserve		40 634	1 649
Equity attributable to owners of the parent company		**28 214 613**	**16 448 946**
Non-controlling interests		(56 711)	-
TOTAL OWNERS' EQUITY		**28 157 902**	**16 448 946**
TOTAL LIABILITIES AND OWNERS' EQUITY		**41 835 874**	**28 320 932**

Consolidated Statement of Profit or Loss for 3 months of the financial year 2026/2027

	Note	30.09.2026	30.09.2025
		EUR	EUR
Net sales	8	17 009 688	7 826 685
Other operating income		82 295	257 920
Total income		**17 091 983**	**8 084 605**
Direct cost of goods sold or services rendered		(7 042 654)	(3 175 867)
Marketing, advertising and public relations expenses		(500 111)	(311 350)
Bad receivables	10	-	2 640
Operating expenses		(654 045)	(479 310)
Salaries and social expenses	11	(3 011 761)	(2 621 716)
Bonuses and social expenses	11	(1 661 270)	(306 689)
Depreciation expense		(354 533)	(317 651)
Amortization of operating lease		(98 750)	(98 540)
Other expenses		(13 729)	(12 655)
Operating expenses		**(13 336 855)**	**(7 321 138)**
EBIT		**3 755 128**	**763 467**
Financial income (except ForEx rate difference)		29 821	3 442
Financial costs (except ForEx rate difference)		(17 230)	(18 791)
Foreign exchange +gain/(loss)		12 549	(1 406)
Financial items		**25 141**	**(16 755)**
Share of profit/(loss) of equity-accounted investees		(29 107)	-9 517
EBT		**3 751 162**	**737 196**
Corporate income tax		-	(44 641)
Profit after taxes		**3 751 162**	**692 555**
Net profit/(loss)		**3 751 162**	**692 555**
Attributable to owners of parent		3 798 127	692 555
Attributable to non-controlling interests		(46 965)	-

**Earnings per share* EPS 30.09.2026. 1.26 EUR EPS 30.09.2025. 0.23 EUR

Consolidated cash flow statement for 3 months of the financial year 2026/2027

	30.09.2026	30.09.2025
	EUR	**EUR**
CASH GENERATED FROM OPERATIONS (of which)	**1 745 730**	**(1 233 108)**
Cash received from customers	15 007 731	7 302 640
Cash paid to suppliers and employees	(13 558 249)	(8 660 722)
Paid/Received VAT	296 248	124 974
NET CASH USED IN INVESTING ACTIVITIES (of which)	**(1 505 765)**	**(805 933)**
Cash paid for purchasing shares in subsidiary	-	(300 000)
Cash paid for purchasing non-current physical assets	(1 535 172)	(509 136)
Interest received	29 407	3 203
NET CASH USED IN FINANCING ACTIVITIES (of which)	**280 019**	**370 408**
Repayment of short-term loans	(27 772)	323 236
Paid interest	-	(1 960)
Cash received from EU fonds	307 791	49 132
Effects of exchange rate changes	**(20 738)**	**11 013**
TOTAL CASH FLOW:	**499 245**	**(1 657 620)**
Cash and cash equivalents as at the beginning of period	10 482 714	4 812 202
Cash and cash equivalents as at the end of period	10 981 959	3 154 582
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS	**499 245**	**(1 657 620)**

Statement of changes in consolidated equity for the 3 month period ended September 30, 2026

	Share capital EUR	Share premium EUR	Other reserves EUR	Retained earnings EUR	Currency translation reserve EUR	Total EUR	Non-controlling interests	Total equity EUR
As at 30 June 2025	**4 158 252**	**2 851 726**	**8 530**	**8 736 234**	**3 138**	**15 757 880**	**-**	**15 757 880**
Currency translation difference	-	-	-	-	8 598	**8 598**	1 356	**9 954**
Profit for the year	-	-	-	8 621 110	-	**8 621 110**	(43 589)	**8 577 521**
Non-controlling interests	-	-	-	-	-	**-**	34 977	**34 977**
As at 30 June 2026	**4 158 252**	**2 851 726**	**8 530**	**8 736 234**	**11 736**	**24 387 588**	**(7 256)**	**24 380 332**
Currency translation difference	-	-	-	-	28 898	**28 898**	7 256	36 154
Profit for the year	-	-	-	3 798 127	-	**3 798 127**	(46 965)	3 751 162
Non-controlling interests	-	-	-	-	-	-	(9 746)	(9 746)
As at 30 September 2026	**4 158 252**	**2 851 726**	**8 530**	**21 155 471**	**40 634**	**28 214 613**	**(56 711)**	**28 157 902**

Notes for interim report

Note 1: Customer receivables

	30.09.2026 EUR	30.09.2025 EUR
Accounts receivable	4 621 464	3 098 108
Provisions for bad and doubtful accounts receivable	(43 555)	(17 612)
Total receivables	**4 577 909**	**3 080 496**

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

Note 2: Other current receivables

	30.09.2026 EUR	30.09.2025 EUR
Other current receivables	**517 714**	**587 911**

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

Note 3: Inventories

	30.09.2026 EUR	30.09.2025 EUR
Raw materials	9 358 046	6 909 757
Allowance for slow-moving items	(3 155 727)	(3 373 031)
Work-in-progress	7 151 710	3 985 134
Finished goods	6 211 967	8 058 280
Prepayments to suppliers	325 294	97 003
Total Inventories	**19 891 290**	**15 677 143**

Compared to September 30, 2025, total inventory volumes increased by 27%.

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

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

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

Note 4: Investments in other companies

	30.09.2026 EUR	30.09.2025 EUR
Investments in other companies	**173 593**	**499 666**

The decrease in the carrying amount of investments was mainly due to the impairment allowance for the investment in TRYM Inc. made in the previous financial year and the Group's share of losses of SIA "PLUFF" recognised under the equity method.

Note 5: Non-current, intangible assets

	30.09.2026 EUR	30.09.2025 EUR
Plant and equipment	6 576 945	6 178 685
Other equipment and fixtures	4 339 430	3 967 150
Accumulated depreciation	(8 496 803)	(7 564 098)
Prepayments for noncurrent physical assets	411 574	11 723
Unfinished renovation works	162 298	104 752
Long-term investment lease*	986 041	1 373 952
Total	**3 979 484**	**4 072 164**
Purchased licenses, trademarks etc.	593 251	519 660
Other long-term intangible assets	26 837	50 196
Total	**620 088**	**569 856**
Total non-current, intangible assets	**4 599 572**	**4 642 020**

**See Note 7 Operating lease liabilities*

During Q1, the Group acquired fixed assets and intangible assets in the amount of 149 thousand euros – mainly, in order to ensure production and testing processes.

Note 6: Short-term loans from financial institutions

	30.09.2026 EUR	30.09.2025 EUR
Short-term loans from financial institutions	**7 713**	**323 236**

To ensure liquidity, the Parent Company has an active credit line agreement with Luminor Bank AS for the total amount of EUR 4.95 million. At the end of the reporting period, the credit line had not been used.

Note 7: Operating lease liabilities

	30.09.2026 EUR	30.09.2025 EUR
Accrued short-term operating lease liabilities	368 106	372 026
Accrued long-term operating lease liabilities	854 233	1 180 072
	1 222 340	**1 552 098**

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

Note 8: Salary-related accrued expenses

	30.09.2026 EUR	30.09.2025 EUR
Salary-related accrued expenses	3 996 344	1 582 738

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

Note 9: Segment information

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

- SAF branded equipment designed and produced in-house - as one of the structural units containing CFIP, Integra (Integrated carrier-grade Ethernet microwave radio), Spectrum Compact (measurement tools for radio engineers) and Aranet (environmental monitoring solutions).
    a. **CFIP** – product line is represented by:
        i. Phoenix, a split mount (IDU+ODU) PhoeniX hybrid radio system with Gigabit Ethernet and 20E1 interfaces;
        ii. Lumina high capacity Full Outdoor all-in-one radio with Gigabit Ethernet traffic interface;
        iii. Marathon FIDU low frequency low capacity system for industrial applications, energy companies and rural telecom use.
        iv. All CFIP radios are offered in most widely used frequency bands from 1.4GHz to 38 GHz, thus enabling the use of CFIP radios all across the globe.
    b. **Integra** – is a next generation radio system employing latest modem technology on the market as well as radio technology in an innovative packaging.
    c. **Spectrum Compact** is the latest product line in SAF's portfolio, it is a measurement tool for field engineers for telecom, broadcasting and other industries using radio technologies. It comprises of a number of units covering several frequency bands and proving various functionality.
    d. **Aranet** - the latest SAF product line for environmental monitoring, consisting of various wireless sensors, base stations and Aranet cloud solution for data collection, aggregation and analysis.
- Operations related to sales of products purchased from other suppliers, like antennas, cables, SAF renamed (OEMed) products and different accessories - as the second unit.

b) This note provides information about division of the Group's turnover and balance items by structural units by product type for 3 month of the financial year 2026/27 and financial year 2025/26.

	CFIP, Integra, Spectrum, Compact, Aranet		Other		Total	
	2026/27 EUR	2025/26 EUR	2026/27 EUR	2025/26 EUR	2026/27 EUR	2025/26 EUR
Segment assets	**24 888 088**	**18 742 450**	**1 163 360**	**1 257 055**	**26 051 448**	**19 999 505**
Undivided assets					15 784 426	8 321 427
Total assets					**41 835 874**	**28 320 932**
Segment liabilities	**5 613 607**	**7 098 588**	**119 029**	**108 546**	**5 732 636**	**7 207 134**
Undivided liabilities					7 945 336	4 664 852
Total liabilities					**13 677 972**	**11 871 986**
Net sales	**16 587 856**	**7 200 007**	**421 832**	**626 678**	**17 009 688**	**7 826 685**
Segment results	**7 058 642**	**2 662 665**	**797 784**	**939 394**	**7 856 426**	**3 602 059**
Undivided expenses					(4 183 590)	(3 096 511)
Profit from operations					**3 672 836**	**505 548**
Other income					82 295	257 920
Financial income (except ForEx rate difference)					29 821	3 442
Financial costs (except ForEx rate difference)					(17 230)	(18 791)
Foreign exchange +gain/(loss)					12 549	(1 406)
Financial items					**25 140**	**(16 755)**
Share of profit/(loss) of equity-accounted investees					(29 107)	(9 517)
Profit before taxes					**3 751 162**	**737 196**
Corporate income tax					0	(44 641)
Profit after taxes					**3 751 162**	**692 555**
Net profit					**3 751 162**	**692 555**
Attributable to owners of parent					3 798 127	0
Attributable to non-controlling interests					(46 965)	0
Other information						
Additions of property plant and equipment and intangible asets	39 989	54 097	-	-	39 989	54 097
Undivided additions					117 955	332 458
Total additions of property plant and equipment and intangible asets					**157 944**	**386 555**
Depreciation and amortization	202 419	226 926	-	-	202 419	226 926

Undivided depreciation		250 864	90 725
Total depreciation and amortization		**1 284 926**	**317 651**

c) This note provides information about division of the Group's turnover and assets by geographical regions (customer location) for 3 month of the financial year 2026/27 compared to the same period of financial year 2025/26.

	Net Sales		Assets	
	2026/2027 EUR	**2025/2026 EUR**	**30.09.2026 EUR**	**30.09.2025 EUR**
Americas	4 247 587	4 025 038	1 671 055	1 302 583
Europe, CIS	11 122 696	3 125 350	2 840 792	1 443 054
Asia, Africa, Middle East	1 639 404	676 296	66 062	334 857
Subtotal	**17 009 687**	**7 826 685**	**4 577 909**	**3 080 495**
Unallocatted assets	-		37 257 966	25 240 436
Total	**17 009 687**	**7 826 685**	**41 835 874**	**28 320 931**

Note 10: Bad receivables

	30.09.2026 EUR	**30.09.2025 EUR**
Bad receivables	-	2 640

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

Note 11: Salaries, bonuses and social expenses

	30.09.2026 EUR	**30.09.2025 EUR**
Salaries and social expenses	(3 011 761)	(2 621 716)
Bonuses and social expenses	(1 661 270)	(306 689)
Total	**(4 673 031)**	**(2 928 405)**

Compared to the first three months of the previous 2025/2026 financial year, the amount of wages and related social security expenses increased by 15%.