Žito Inc.

Financial statements for the first half of 2025 (unaudited, unconsolidated)

Osijek, July 31 2025

Content

Key Business Results for the first half of 2025

- **Continued revenue growth, driven primarily by the industry segment**: In the first half of 2025, Žito Inc. generated sales revenue of EUR 131.6 million, representing an 8% increase compared to the same period in 2024.

  The largest contribution to regular sales revenue came from the trade and silo segment, which recorded EUR 84.6 million in revenue. This led to an increase in the share of the trade segment in regular revenue, from 62% in H1 2024 to 64% in H1 2025. Activities within the trade segment include contracting crop production with agricultural partners, as well as the wholesale and retail of grains, oilseeds, seeds, crop protection products, and fertilizers. The segment's priority is to ensure sufficient quantities of raw materials to produce animal feed and oil, while surplus agricultural products are sold on the market.

- **Stable and strong profitability:** Reported EBITDA for the first half of 2025 amounted to EUR 9.5 million, marking a 28% increase compared to H1 2024 Normalized EBITDA reached EUR 9.2 million, representing a 25% year-over-year increase.

1. Žito Group business model

The business model of Žito Inc. and its subsidiaries (Žito Group) is based on the principles of vertical integration, which link production processes and enable comprehensive oversight from raw material to finished product. The business segments integrated within the Žito Group include crop production, livestock farming, industrial production, trade, and silo operations. Žito Group conducts its operations responsibly across all segments, adhering to both social and environmental standards.

Crop production forms the foundation of the vertically integrated model, ensuring a self-sufficient supply of raw materials for the Group's industrial production needs. With a known origin of raw materials, the production cycle continues into the livestock segment, which includes pig farming, egg production, dairy farming, and beef cattle fattening. All farms place great emphasis on animal welfare and biosafety measures.

The industrial segment encompasses the production of animal feed, meat products, oil, and electricity. Final products are marketed under proprietary brands through well-developed retail and wholesale channels, granting the Group direct access to end consumers. This approach enhances brand recognition, fosters customer loyalty, and adds value through the branding of domestically sourced products.

With a strong commitment to environmental preservation, the Group incorporates circular economy principles into its business model. By-products from livestock production are used to enrich agricultural land, meeting high ecological standards, while by-products from crop cultivation, oil production, and silo husks are utilized as raw materials for electricity productionin the Group's own biogas plants. This closed-loop production system enables the Group to operate as an efficient, self-sustaining, and market-competitive entity, building its strategic advantage on the full integration of resources and control over all stages of the production process - from field to table.

Within its scope of operations, Žito Inc. encompasses livestock farming, specifically the production of fattening pigs,eggs, animal feed production, as well as the production and packaging of cured meat products. The trade of grains and oilseeds, seeds, crop protection products, and fertilizers is also managed within Žito Inc., the parent company of the Žito Group.

2. Significant events for the first half of 2025 and after the balance sheet date

Initial public offer

Žito Inc. (the Company) announced a public invitation for participation in the public offering of its shares during June. The offering period lasted from June 27 to July 9, 2025, with a maximum of 6,651,920 shares made available. Following the completion of the offering, a total of 6,403,950 shares were allocated, comprising 4,371,535 newly issued shares, 1,280,385 shares offered for sale and 752,030 treasury shares. The total proceeds raised through this public offering amounted to 130,000,185.00 EUR resulting in an established share price of 20.30 EUR based on the number of shares allocated. The right to participate in the offering was granted to Company employees, retail investors, and qualified investors. Upon completion, 155,678 shares were allocated to employees, 2,401,873 shares to retail investors and 3,846,399 shares to qualified investors.

Investments

Affiliated company Novi Agrar d.o.o., completed an investment in the construction of the Klisa pig fattening farm in the first half of 2025. The farm has a capacity of 9,000 fattening pigs, with an expected annual production of 25,200 pigs. The project was previously submitted to the Paying Agency for Agriculture, Fisheries and Rural Development as part of a grant funding application. Financing agreements for the project were signed with the Agency under the following measures:

- Measure 4.1.1. – Support for investment in agricultural holdings, and
- Measure 4.1.2. – Disposal, handling, and use of manure to reduce harmful environmental impact.

The project received 49% co-financing of the total eligible project costs. The Klisa farm is equipped with advanced technologies, including a modern video surveillance system, automatic feeding systems, and ventilation systems. The facilities meet high standards of animal welfare, with larger than required living space, optimal microclimatic conditions, and state of the art ventilation.

Acquisitions

Žito Inc. has entered into an agreement to acquire a majority shareholding in Mesna industrija Ravlić d.o.o., under which it will acquire a 51% interest in the company's share capital. The completion of the transaction is subject to the fulfilment of certain conditions set out in the agreement, including obtaining the necessary regulatory approvals, but not limited to: (i) obtaining approval from the Croatian Competition Agency (AZTN) in accordance with the provisions of the Competition Act, (ii) obtaining consent from the Agency for Payments in Agriculture, Fisheries and Rural Development regarding the transfer of the shareholding, and (iii) the fulfilment of other contractual conditions set out in the share purchase agreement. This transaction represents a significant step in the implementation of the Group's growth and diversification strategy, with a focus on vertical integration of operations.

Entering the ownership structure of Mesna industrija Ravlić ensures a more secure sales channel for pigs and cattle for Žito and lays the foundation for further investments and growth in the pig farming segment.

Moreover, it ensures a stable supply of fresh pork for the Group's meat processing operations ("Dobro") from pigs raised on its own farms, thereby enabling full control over the entire production process - from farm to table.

In July 2025, Žito Inc. signed a share purchase agreement regarding Agro-Tovarnik d.o.o. This acquisition expands the Group's existing business activities, particularly in crop and livestock production. Agro-Tovarnik's crop production is carried out on more than 3,500 hectares, and in cooperation with partner farmers, the total cultivated area reaches almost 10,000 hectares. In addition, the company has its own grain and oilseed storage facilities with a total silo capacity of 28,000 tons. In the livestock production segment, the acquisition includes a dairy farm with a capacity of 400 milking cows.

Sale of Equity Interests

The divestment of the shareholding in Croatian Sugar Industry Plc, was completed in March 2025The former shareholder, Novpros d.o.o., sold its 40% stake to a private individual, Marko Pipunić, who thereby became the new owner of the mentioned stake. As a result of this transaction, Croatian Sugar Industry Plc. is no longer included in the Žito Group's consolidated financial statements.

Furthermore, Žito Inc. has entered into an agreement to sell a 23% equity stake in one of its subsidiaries, Tvornica ulja Čepin d.d., with a strategic investor from the Southern and Eastern Mediterranean region operating in the food industry. The share purchase and transfer will be completed upon obtaining all necessary corporate approvals and regulatory consents in accordance with the applicable laws of the Republic of Croatia and the European Union. This transaction holds significant strategic value for the Group. The financial proceeds from the sale of the stake further strengthen the Group's capital position and will be directed towards the continued development and investment in its core activities. At the same time, the buyer holds a substantial market share in the oil sales segment in its domestic market, and the entry of this reputable industry partner enables the planned long-term cooperation in the production and distribution of oilseeds, from which considerable benefits are expected. Through this strategic partnership, new market opportunities will open for the distribution of products from the Čepin Oil Factory, supply chain integration within the Group will be strengthened, and the transfer of specialized knowledge and technology in oil production will be facilitated.

Sustainability

In 2025 Žito Group actively continued its education process on sustainability-related topics in cooperation with renowned professional advisors. The training encompasses areas related to the application of the EU Taxonomy, including the methodology for calculating taxonomy-eligible and aligned key performance indicators (KPIs), as well as alignment with regulatory requirements set out in Directive (EU) 2022/2464 of the European Parliament and of the Council of December 14 2022 amending Regulation (EU) No 537/2014, Directive 2004/109/EC, Directive 2006/43/EC, and Directive 2013/34/EU as regards corporate sustainability reporting (CSRD), along with the applicable European Sustainability Reporting Standards (ESRS). As part of these activities, reporting systems will be established, including the development of internal controls, definition of data collection processes, and the preparation of the first Sustainability Report. In cooperation with external consultants, the definition of relevant sustainability objectives is planned, as well as their integration into existing business processes through the adjustment of organizational and operational procedures.

Business Segments

In June 2025, the Republic of Croatia experienced a period of extremely dry weather, which had a certain impact on agricultural crops. In the case of cereals, particularly barley and wheat, this disturbance did not have a significant effect, as yields were good and grain quality was high. However, the potential effects on corn, soybeans, and sugar beet, as well as oilseeds such as sunflower, will become clearer in the second half of the year.

In the livestock segment, several cases of African Swine Fever (ASF) were reported in early July 2025 at certain farm locations in the Vukovar-Srijem County (Gradište municipality) and Osijek-Baranja County (Jagodnjak and Erdut municipality). On July 29, 2025, the Ministry of Agriculture issued a Decision on the establishment of a protection zone and a surveillance zone within the restricted area in Osijek-Baranja County, effective as of the same date. According to this decision, two pig farms operated by Žito Group are located within the designated surveillance zone due to its geographic location. Žito Group farms have reported no cases of African swine fever.

3. Summary of financial statements

In the first half of 2025, the Company generated sales revenue in the amount of EUR 131.6 million, representing an 8% increase compared to the same period of the previous year.

(000 €)	H1 2025	H1 2024	H1 2025 / H1 2024
Sales revenue	131,564	121,470	8%
EBIT	4,795	4,706	2%
EBITDA	9,517	7,445	28%
EBITDA normalized	9,179	7,352	25%
Result from continuing operations	4,231	7,487	-43%
EBIT margin	3.64%	3.87%	-23 bps
EBITDA margin	7.23%	6.13%	110 bps
Gross profit margin	3.22%	6.16%	-295 bps

Table 1: Dynamics of profitability

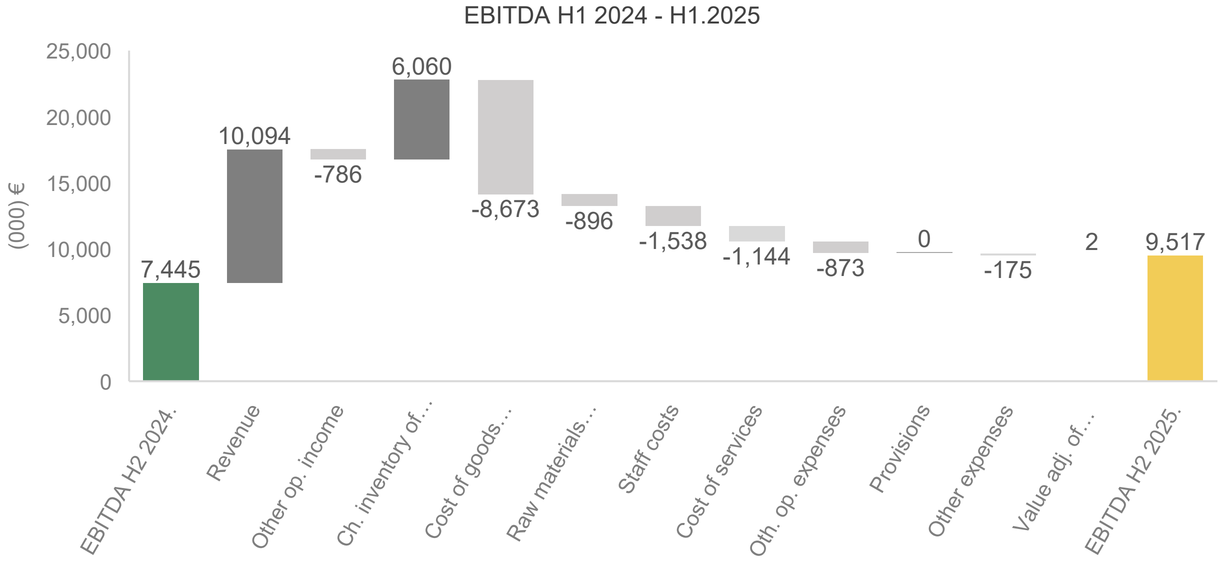

Figure 1: EBITDA H1 2024 – H1 2025

Reported EBITDA for the period from January to June 2025 amounts to EUR 9.5 million. The normalized EBITDA stands at EUR 9.2 million, representing a 25% increase compared to the same period of the previous year (Table 2). The increase in EBITDA during the first half of 2025 is illustrated in Figure 1, showing the absolute differences in income statement items for the first half of 2025 and 2024. The EBITDA margin increased by 110 basis points, from 6.13% to 7.23% in 2025. The gross profit from continuing operations in 2025 is 43% lower compared to 2024, primarily due to a decline in results from financial activities (Figure 2).

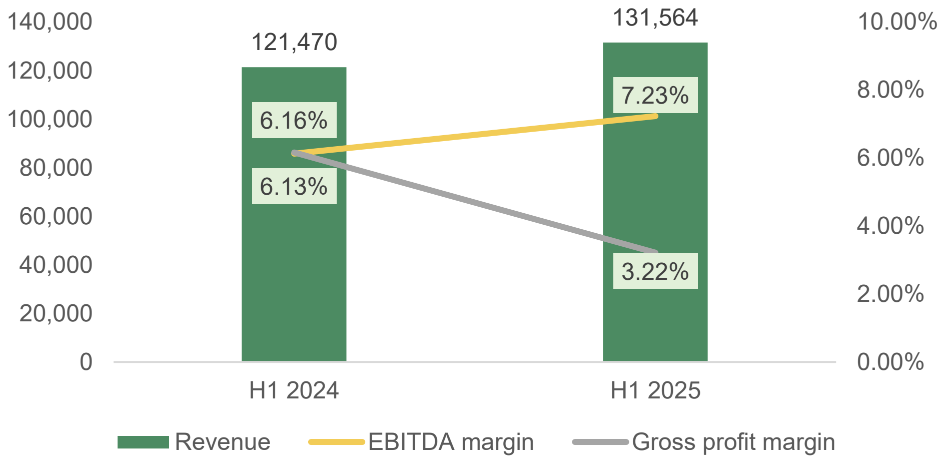

Figure 2: Operating income and margins

To provide additional insight into performance and compatibility, EBITDA is presented excluding one-off items. These one-off items for the first half of 2025 and 2024 include: income from written off receivables, income from accrued EU grants received for construction and equipment, sales of fixed assets, value adjustments of current assets, penalties and fines, donations, written off receivables and one-off advisory fees related to the IPO process. The normalized EBITDA for the first six months of 2025 amounts to EUR 9.2 million, representing a 25% increase compared to the normalized EBITDA for the same period in 2024 (Table 2).

(000 €)	**H1 2025**	**H1 2024**	**H1 2025 / H1 2024**
Reported EBITDA	**9,517**	**7,445**	**28%**
Income from written-off receivables	-8	-62	
Differed income from EU grants for construction and equipment	-449	-282	
Sales of fixed assets		-27	
Values adjustments of receivables	1	3	
Penalties and damages	0	192	
Donations	74	82	
Write-off of receivables	0	0	
Advisory fees	43		
Normalized EBITDA	**9,179**	**7,352**	**25%**
Normalized EBITDA margin	**6.98%**	**6.05%**	**92 bps**

Table 2: Normalized EBITDA

(000 €)	H1 2025	H1 2024	H1 2025 / H1 2024
Reported EBIT	**4,795**	**4,706**	**2%**
Income from written-off receivables	-8	-62	
Differed income from EU grants for construction and equipment	-449	-282	
Sales of fixed assets		-27	
Values adjustments of receivables	1	3	
Penalties and damages	0	192	
Donations	74	82	
Write-off of receivables	0	0	
Advisory fees	43		
Normalized EBIT	**4,457**	**4,613**	**-3%**
Normalized EBIT margin	**3.39%**	**3.80%**	**-41 bps**

Table 3: Normalized EBIT

Sales revenues by segment

Sales revenue for the first six months of 2025 increased by EUR 10 million compared to the same period of the previous year, amounting to EUR 131.6 million (Table 4). The largest share of regular sales revenue was generated by the trade segment, accounting for 64% in 2025 (Figure 3).

(000 €)	H1 2025	% H1 2025	H1 2024	% H1 2024	H1 2025/ H1 2024
Trade and silos	84,601	64%	75,512	62%	12%
Industry	30,463	23%	25,765	21%	18%
Animal husbandry	13,499	10%	18,941	16%	-29%
Other	3,001	2%	1,252	1%	140%
Total	**131,564**	**100%**	**121,470**	**100%**	**8%**

Table 4: Sales revenue by segments

Trade and silos. Within the trading segment, activities include contracting the production of arable crops with partner farmers, as well as the wholesale and retail of grains, oilseeds, seeds, crop protection products, and fertilizers. The primary objective of this segment is to ensure sufficient quantities of raw materials for the production of animal feed and oil, while surpluses of purchased agricultural products are sold on the open market. The increase in revenue is primarily the result of higher trading volumes, particularly in wheat, which in previous years was largely used internally for flour production.

Animal husbandry. The animal husbandry segment within the Company includes pig farming and egg production. Livestock production is directly linked to crop farming and industrial production. Feed for the livestock farms is produced at nearby crop farming units and in the animal feed factory "Vitalka," while the incorporation of manure on agricultural land completes the production cycle.

The Group's pig farming operations are carried out across ten highly specialized pig farms, including a nucleus farm for breeding gilts, reproductive farms for producing piglets, and fattening farms for producing market ready pigs from which five of them are under control of Žito Inc. These farms are equipped with modern automatic liquid feeding systems that allow maximum control and safety in feeding at all production stages. High environmental standards for farm waste management are achieved by incorporating pig manure into crop fields. Approximately 175,000 fattening pigs are raised annually on the Group's farms. These pigs are sold on the market, while part of the production is repurchased after slaughter as raw material for the Group's processed meat products.

Žito Group is the largest producer of fresh eggs in the Republic of Croatia, with an annual production capacity of 130 million eggs. Production takes place on two poultry farms with a total capacity of approximately 480,000 laying hens, housed in enriched cage and floor rearing systems. Eggs are sorted and packed according to customer requirements at the packaging center. The hens are fed high-quality feed from the Group's own production, ensuring full traceability, and the fresh eggs carry the "Jaja hrvatskih farmi" label awarded by HAPIH, as well as the "Dokazana kvaliteta" label granted by the Ministry of Agriculture. Eggs are marketed under the Group's established brand "Žito svježa jaja" and as private labels for leading retail chains.

The main reason for the 29% revenue decline is the restructuring of pig farming operations within the Group, whereby part of the business was transferred from Žito Inc. to other companies within the Group. The egg production segment, on the other hand, recorded an increase in sales revenue.

Industry. The industry segment at Žito Inc. encompasses the production of meat products and animal feed.

Animal feed production involves the formulation of feed mixtures for pigs, cattle, poultry, and other animals. The primary focus of production is to supply the farms within the Žito Group with the necessary quantities of animal feed, while the remaining production is sold on the market.

Processed meat products are manufactured in four high-tech production facilities dedicated to production, packaging, and slicing. The raw material base for meat product production consists of pork from the Group's own pig farming operations. The main product categories include prosciuttos, cured salamis, and other processed meat products such as buđola, pancetta, bacon, and others, available both sliced and in whole pieces. All products are made without soy, gluten, flavor enhancers, or artificial colorings. Consistent product quality is the result of a modern production process and a high degree of automation. Most of the meat products are marketed under the "DOBRO" brand domestically, while products for foreign markets are sold under the "Adria D'Oro" brand. A significant portion of meat products is also produced for other brands or private labels of retail chains.

The 18% increase in sales revenue in the first half of 2025 is attributable to growth in both industrial production lines. The increase in meat industry revenues is primarily the result of the merger with an affiliated company at the end of 2024.

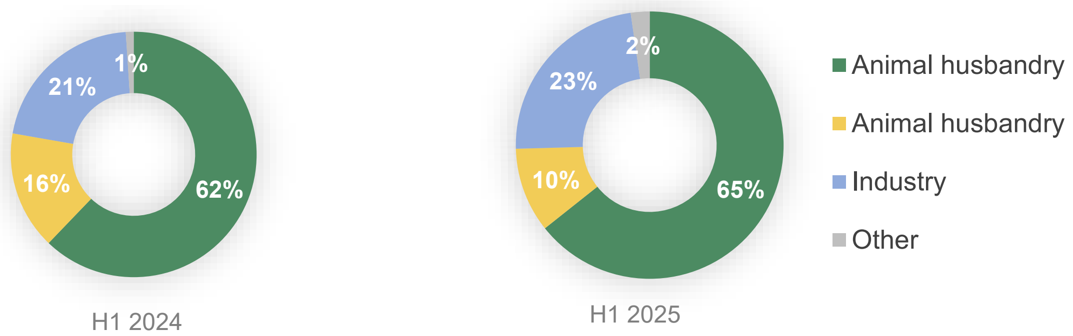

Figure 3: Structure of sales revenues by segment and years

Revenues from sales by market

In 2025, Žito Inc. generated EUR 24 million in sales revenue from foreign markets, representing 18% of total regular sales revenue. Historically, the majority of exports are realized in the second half of the year, following the harvest season, which leads to increased exports of arable crops and a higher annual share of export revenue in total sales. The highest export volumes are achieved with neighboring and regional countries, including Hungary, Italy, Kosovo, Austria, and Bosnia and Herzegovina (Table 5). Key export products include pigs and meat products to Hungary, arable crops to Italy, and animal feed to Kosovo (Figure 4).

Sales revenue (000 €)	H1 2025	% H1 2025	H1 2024	% H1 2024	H1 2025 / H1 2024
Croatia	107,598	82%	94,378	78%	14%
Hungary	11,796	9%	15,983	13%	-26%
Italy	7,477	6%	5,288	4%	41%
Kosovo	1,644	1%	1,476	1%	11%
Austria	899	1%	38	0%	2280%
Bosnia and Herzegovina	712	1%	296	0%	140%
Other markets	1,438	1%	4,010	3%	-64%
Total	**131,564**	**100%**	**121,470**	**100%**	**8%**

Table 5: Sales revenue by market

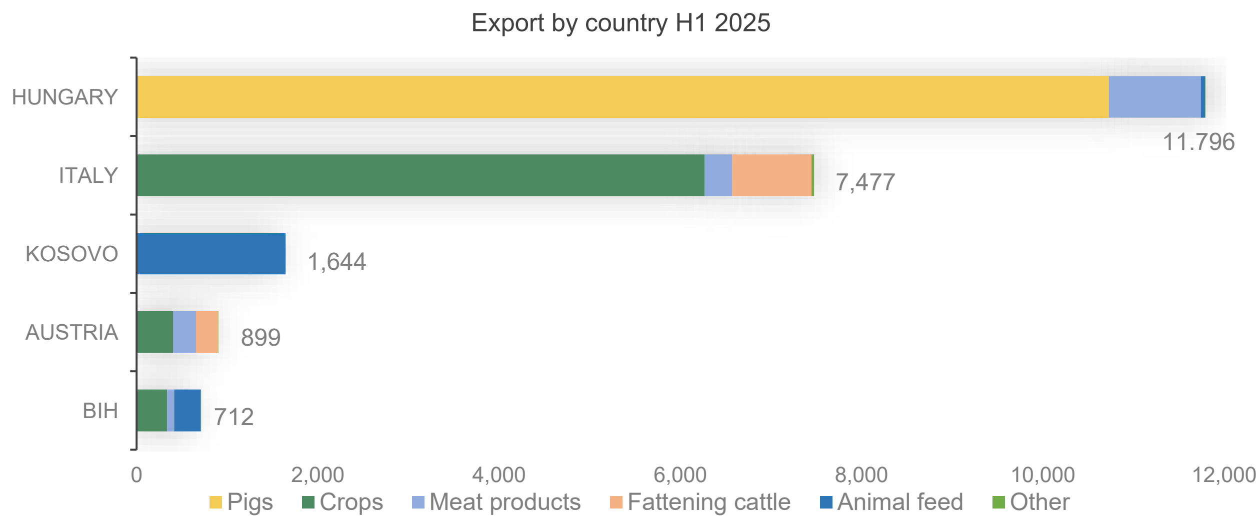

Figure 4: Export of products by country

In the first half of 2025, exports decreased by 12%, primarily due to a decline in the export of pigs and arable crops. Other product categories, meat products, animal feed, and fattening cattle, recorded an increase in export volumes during the same period (Table 6).

Export (000 €)	H1 2025	% H1 2025	H1 2024	% H1 2024	H1 2025 / H1 2024
Pigs	10,731	45%	14,242	53%	-25%
Crops	7,577	32%	8,439	31%	-10%
Meat products	2,133	9%	1,786	7%	19%
Animal feed	2,074	9%	1,774	7%	17%
Cattle	1,192	5%	552	2%	116%
Other products	259	1%	299	1%	-13%
Total	**23,966**	**100%**	**27,092**	**100%**	**-12%**

Table 6: Exports by segments

The main export products are arable crops and pigs, which together account for 77% of regular sales revenue from foreign markets (Figure 5).

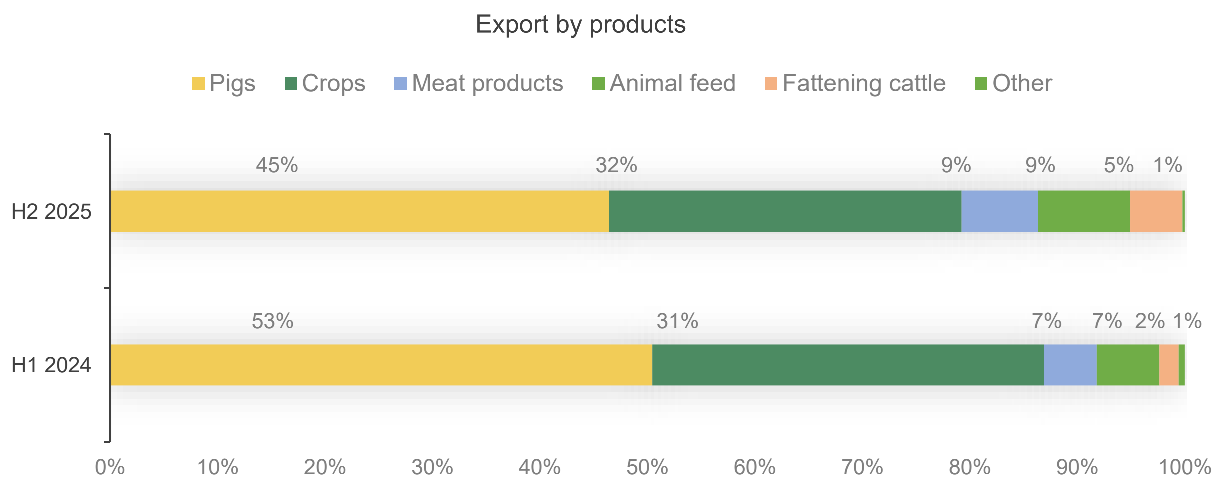

Figure 5: Export by segments

EBITDA by business segments

EBITDA in the first half of 2025 amounted to EUR 9.5 million, representing a 28% increase compared to the previous year (Table 7). The livestock segment had the largest impact, contributing 45% of total EBITDA. The decline in EBITDA within this segment was driven by the restructuring of pig farming operations within the Group, whereby part of the business was transferred from Žito Inc. to other Group companies. The EBITDA growth in the industrial segment was primarily generated by the increase in EBITDA from the meat production segment, following the merger of affiliated companies engaged in meat processing into Žito Inc. in December 2024.

(000 €)	H1 2025	% H1 2025	H1 2024	% H1 2024	H1 2025 / H1 2024
Trade and silos	2,411	25%	2,199	30%	10%
Industry	3,088	32%	1,659	22%	86%
Animal husbandry	4,304	45%	4,559	61%	-6%
Other	-285	-3%	-970	-13%	-71%
Total	**9,517**	**100%**	**7,445**	**100%**	**28%**

Table 7: EBITDA by segments

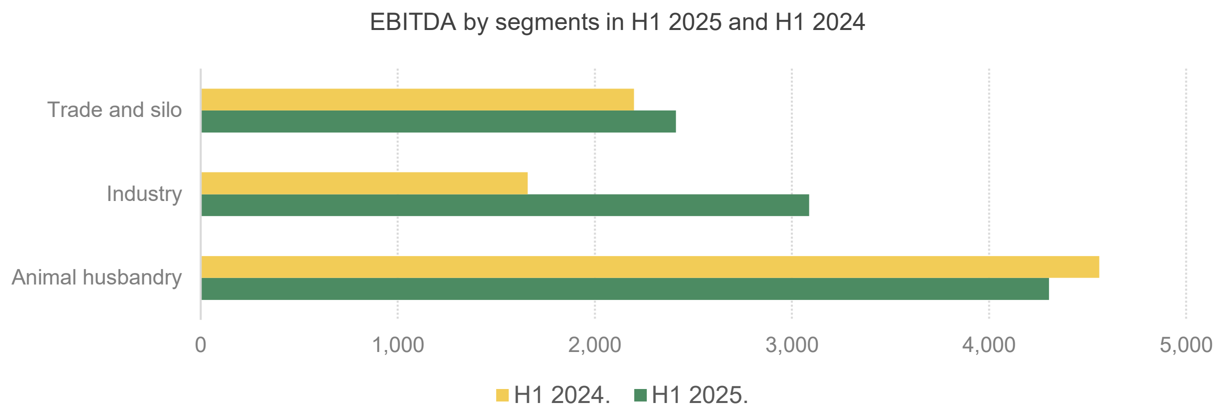

Figure 1 : EBITDA by segments and years

Operating costs structure

Operating expenses in the period from January to June 2025 increased by EUR 9.2 million, or 8%, compared to the same period in 2024 (Table 8). The largest share of operating expenses in 2025 relates to the cost of goods sold and cost of raw materials and supplies, which together account for 88% of total operating expenses. Under the influence of inflation, these two categories combined recorded a 9% increase. A notable increase in service costs was recorded, rising by 36% compared to 2024. The increase in depreciation in 2025 is largely due to the merger of Proscitutto Pannonico d.o.o. into Žito Inc. in December 2024.

(000 €)	H1 2025	% operating costs H1 2025	H1 2024	% operating costs H1 2024	H1 2025/ H1 2024
Change in inventory value	-4,277	-3%	1,783	1%	-340%
Material costs	34,064	26%	33,168	28%	3%
Costs of goods sold	79,820	62%	71,147	59%	12%
Service costs	4,319	3%	3,175	3%	36%
Employee costs	7,138	6%	5,600	5%	27%
Depreciation	4,722	4%	2,739	2%	72%
Other operating expenses	3,155	2%	2,282	2%	38%
Value adjustments	1	0%	3	0%	-56%
Other operating expenses	601	0%	426	0%	41%
Total operating expenses	**129,543**	**100%**	**120,324**	**100%**	**8%**

Table 8: Structure of operating expenses

Financial indicators

Net financial debt increased by 36% compared to 2024, primarily due to a reduction in cash levels as of June 30, 2025. If liabilities under IFRS 16 related to long-term concession agreements and obligations arising in December 2024 following the decision to distribute a portion of retained earnings to shareholders during 2025 are included in the calculation, net debt increased by 19%. For calculating the net debt to EBITDA and net debt to normalized EBITDA ratios, the EBITDA figures used correspond to the period from July 1, 2024, to June 30, 2025. The net debt to normalized EBITDA ratio as of June 30, 2025, stands at 3.26 (Table 9).

(000 €)	H1 2025	31.12.2024	H1 2025/ 31.12.2024
Total liabilities	137,884	126,874	9%
Net financial debt	65,122	47,898	36%
Net financial debt + concessions	65,595	48,384	36%
Net financial debt + concessions + liabilities for profit distribution	66,777	56,038	19%
Total assets	276,315	282,899	-2%
Total capital and reserves	138,431	156,025	-11%
Net working capital	21,749	55,753	-61%
Current ratio	1.21	1.73	-30%
Net debt/EBITDA	2.68	2.15	24%
Net debt + concessions/ EBITDA	2.70	2.17	24%
Net debt + concessions + liabilities for profit distribution/ EBITDA	2.75	2.52	9%
Net financial debt/ normalized EBITDA	3.18	2.57	24%
Net financial debt + concessions/ normalized EBITDA	3.21	2.60	23%
Net financial debt + concessions + liabilities for profit distribution/ normalized EBITDA	3.26	3.01	9%
Debt ration	0.50	0.45	11%

Table 9: Financial indicators

As the parent company, Žito Inc., assumes the majority of the financing for the entire Žito Group, thereby additionally increasing its own financial debt. Through intercompany loans, Žito Inc. redistributes financial resources to other Group companies based on production needs. As of June 30, 2025, loan receivables from related parties amount to EUR 9.5 million. Given this structure, the net debt to EBITDA ratio calculated based on the consolidated financial statements of the Žito Group provides a more accurate interpretation of the Group's indebtedness than the ratio calculated solely for Žito Inc., as it includes both the total financial debt and the total EBITDA of the Group.

Financial liabilities account for 23% of total capital and liabilities as of June 30, 2025. (Figure 7)

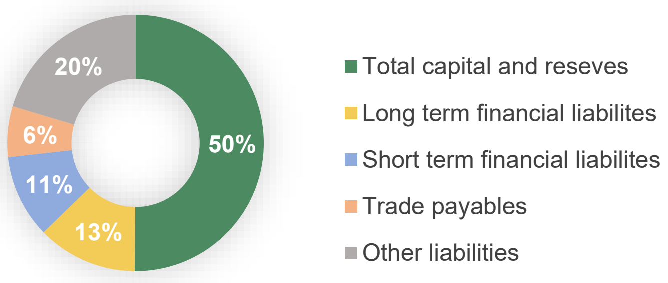

Figure 2: Structure of liabilities as of June 30, 2025

4. Financial statements for the first half of 2025 (unaudited, unconsolidated)

Profit and loss account

(000 €)	H1 2025	H1 2024	Q2 2025	Q2 2024
Sales revenue	131,564	121,470	61,244	55,170
Other operating income	2,774	3,560	1,941	1,113
Total operating income	**134,338**	**125,030**	**63,185**	**56,283**
Change in the value of inventories of finished goods and work-in-progress	-4,277	1,783	-1,878	1,070
Cost of raw materials and supplies	34,064	33,168	17,919	15,237
Cost of goods sold	79,820	71,147	34,223	29,646
Cost of services	4,319	3,175	2,412	1,674
Employee expenses	7,138	5,600	3,696	2,870
Depreciation and amortization	4,722	2,739	2,365	1,500
Other costs	3,155	2,282	1,732	1,088
Value adjustments of current assets	1	3	1	2
Provision costs	0	0	0	0
Other operating expenses	601	426	427	193
Total expenses from continuing operations	**129,543**	**120,324**	**60,897**	**53,281**
Profit from continuing operations	**4,795**	**4,706**	**2,288**	**3,002**
Net profit/(loss) from financing activities	-565	2,781	-222	1,276
Profit from continuing operations before tax	**4,231**	**7,487**	**2,066**	**4,278**
Profit tax income/(expense)	-824	-1,235	-403	-899
Net profit from continuing operations	**3,407**	**6,252**	**1,663**	**3,379**
Result of disposal group		656		546
Total profit for the period	**3,407**	**6,908**	**1,663**	**3,924**

Balance sheet

(000 €)	H1 2025	31.12.2024
ASSETS		
Fixed assets		
Goodwill	790	790
Intangible assets	194	188
Right-of-use assets	354	378
Property, plant and equipment	98,201	95,225
Investment property	1,344	1,344
Prepayments for property, plant and equipment	35	298
Biological assets	109	56
Investments in associates and joint ventures	45,725	45,707
Financial assets at amortized cost	3,243	3,072
Deferred tax assets	2,366	3,190
Total fixed assets	**152,361**	**150,248**
Current assets		
Inventories	33,311	50,864
Trade receivables	40,211	24,326
Receivables from the State	908	969
Other receivables	9,792	2,248
Current financial assets at depreciated cost	21,261	18,692
Cash and cash equivalents	18,361	35,442
Total current assets	**123,845**	**132,542**
Assets held for sale	109	109
TOTAL ASSETS	**276,315**	**282,898**

(000 €)	H1 2025	31.12.2024
EQUITY AND LIABILITES		
Capital and reserves		
Share capital	21,236	21,236
Retained earnings	117,195	134,789
	138,431	**156,025**
Non-current liabilities		
Liabilities for non-current loans and borrowings	34,904	49,036
Provisions	411	411
Lease liabilities	473	638
Total non-current liabilities	**35,788**	**50,085**
Current liabilities		
Trade payables	45,027	23,725
Liabilities to the State	831	3,516
Current loan liabilities	48,498	33,909
Provisions		639
Deferred revenue and other liabilities	7,740	15,000
Total current liabilities	**102,096**	**76,789**
TOTAL EQUITY AND LIABILITIES	**276,315**	**282,899**

Statement of changes in equity

(000 €)	Share capital	Reserves for treasury shares	Own shares and stakes (deduction item)	Retained earnings	Profit for the business year	Total capital and reserves
Balance as of 1 January 2024	**21,236**			**138,315**		**159,552**
Profit/loss for the period					39,083	**39,083**
Other non-owner changes in equity				-11,044		**-11,044**
Payment of profit/dividend share				-31,566		**-31,566**
Balance as of 31 December 2024	**21,236**			**95,705**	**39,083**	**156,024**
Balance as of 1 January 2025	**21,236**			**95,705**	**39,083**	**156,024**
Profit/loss for the period					3,407	**3,407**
Share buyback		21,000	21,000	-21,000		**-21,000**
Transfer to reserve positions according to the annual schedule				39,083	-39,083	**0**
Balance as of 30 June 2025	**21,236**	**21,000**	**21,000**	**113,788**	**3,407**	**138,431**

Cash flow statement

(000 €)	H1 2025.	H1 2024.
Profit before tax	4,231	8,143
Adjustment for:		
Depreciation	4,722	3,053
Profit and Losses on sale and impairment of property, plant and equipment and intangible fixed assets	206	-28
Interest and dividend income	-651	-640
Interest expense	1,240	1,167
Other adjustments for non-cash transactions and unrealized profits and losses	-453	-1,985
Cash from operations before changes in working capital	**9,295**	**9,710**
Changes in working capital:		
Increase/(decrease) in current liabilities	-4,657	16,669
Increase/(decrease) in current receivables	-30,552	-25,735
Increase/(decrease) in inventories	18,494	7,286
Other increases or decreases in working capital	-732	-909
Cash (used)/generated from operating activities	**-8,152**	**7,021**
Interest paid	-1,075	-820
Profit tax paid	-20	-132
Net cash (used)/generated in operating activities	**-9,247**	**6,069**
Investing activities		
Cash receipts from sale of tangible and intangible fixed assets	56	35
Cash outflow for purchase of tangible and intangible fixed assets	-5,939	-3,608
Cash outflow for the acquisition of financial instruments	-18	-4
Cash receipts from interest	167	101
Cash receipts from repayment of loans granted and savings	26,012	27,180
Cash outflows from loans and savings deposits for the period	-36,820	-30,306
Other cash outflows from investment activities	0	1
Net cash used in investing activities	**-16,542**	**-6,600**
Financing activities		
Cash receipts from the principal of loans, borrowings and other	66,011	137,266
Cash outflows for repayment of principal of loans, borrowings and other borrowings and debt financial instruments	-57,303	-96,718
Cash outflows for dividend payment	0	-2,250
Cash outflows for financial loan	0	61
Other cash receipts from financial activities	0	1,327
Net cash generated/(used) in financing activities	**8,708**	**39,685**
Net increase(decrease) in cash and cash equivalents	**-17,201**	**39,154**
Cash and cash equivalents at the beginning of the period	35,442	18,017
Cash and cash equivalents at the end of the period	18,361	57,171

5. Notes on the consolidated financial statements

Notes to the financial statements for the quarter:

a) *Explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the reporting semi-annual period of the issuer with respect to the last business year: information is provided regarding these events and relevant information published in the last annual financial statement is updated (items 15 to 15C IAS 34 - Interim financial reporting).*

Žito Inc. financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the European Union. The financial statements are presented in euros, applying the fundamental accounting assumption of the occurrence of business events, whereby the effects of transactions are recognized when they occur and are reported in the financial statements for the period to which they relate, as well as the fundamental accounting assumption of the going concern basis. Preparation of financial statements in accordance with IFRS requires the use of certain key accounting estimates, which are reasonably made under appropriate circumstances based on management's judgment.

Significant business events and transactions during the reporting period that are relevant for understanding changes in the Statement of Financial Position and operating results are explained in the document – Financial result Report for the first half of 2025 (unaudited).

b) *Information on the access to the latest annual financial statements, for the purpose of understanding information published in the notes to financial statements drawn up for the semi-annual reporting period*

The annual financial statements audited for the year 2024 are available on the Žito Group's website: www.zito.hr.

c) *A statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual period as in the latest annual financial statements or, in the case where the accounting policies have changed, a description of the nature and effect of the changes (item 16.A (a) IAS 34 - Interim financial reporting)*

The same accounting policies have been applied in the preparation of the financial statements for the interim reporting period as in the most recent annual financial statements for the year ended December 31, 2024, There have been no changes in accounting policies during the interim period.

d) *A description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting)*

Žito Inc. does not carry out activities of a seasonal nature.

e) *Other comments perscribed by IAS 34 – Interim Financial Reporting*

Intangible fixed assets amount to EUR 1,338,475. Tangible fixed assets amount to EUR 99,688,894 representing an increase of EUR 2,766,084 compared to the beginning of the year. This increase is primarily attributable to the acquisition of new equipment and the extension of lease agreements for commercial properties. Right-of-use assets are included within tangible fixed assets according to the type of asset, while lease liabilities are presented under other long-term and short-term liabilities.

€	December 31, 2025	H1 2025
Inventories	50,972,875	33,419,398
Receivables	27,391,171	50,850,451
Short-term financial assets	18,691,904	21,261,611
Cash and cash equivalents	35,442,387	18,361,346
Current assets	**132,498,337**	**123,892,806**

€	December 31, 2025	H1 2025
Loan and borrowings liabilities	33,909,223	48,498,200
Trade payables	23,724,452	45,026,944
Liabilities to employees	783,732	1,494,852
Other current liabilities	13,921,416	3,759,898
Current liabilities	**72,338,823**	**98,779,894**

f) In the notes to the financial statements for quarterly periods, in addition to the information stated above, the following information is also disclosed::

1. Undertaking's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the undertaking is undergoing liquidation, bankruptcy proceedings, shortened termination proceedings or extraordinary administration.

- Issuer: Žito Inc.
- Adress: Đakovština 3, 31000 Osijek
- MBS: 030033416
- OIB: 03834418154
- Home member state: Hrvatska
- Market: Free market Zagreb stock exchange
- LEI: 315700CNPNRCHRGO6332
- ISIN: HRZTOSRB0002
- Ticker symbol: ZITO

2. Adopted accounting policies (only an indication of whether there has been a change from the previous period)

During the reporting period, accounting policies remained unchanged compared to the previous year.

3. *The total amount of any financial commitments, guarantees or contingencies that are not included in the balance sheet, and an indication of the nature and form of any valuable security which has been provided; any commitments concerning pensions of the undertaking within the group or company linked by virtue of participating interest shall be disclosed separately*

Total guarantees issued in the form of bank guarantees as of the reporting date amount to EUR 6.4 million. These relate to performance guarantees and guarantees for the proper settlement of contractual obligations.

4. *The amount and nature of individual items of income or expenditure which are of exceptional size or incidence*

€	H1 2024	H1 2025
Operating income	125,029,642	134,337,696
Operating expenses	120,323,779	129,542,528
Operating profit	**4,705,863**	**4,795,168**
Financial income	4,205,496	840,629
Financial expenses	1,424,068	1,405,286
Loss from financial activities	**2,781,428**	**-564,657**
Profit before tax	**7,487,291**	**4,230,511**

5. *Amounts owed by the undertaking and falling due after more than five years, as well as the total debts of the undertaking covered by valuable security furnished by the undertaking, specifying the type and form of security.*

A portion of liabilities maturing in a period longer than 5 years amounts to EUR 1,753,581 and relates to long-term liabilities to banks, while an additional amount of EUR 238,925 relates to lease liabilities recognized in accordance with the provisions of IFRS 16.

6. *Average number of employees during the financial year*

The average number of employees during the current period from January 1 to June 30, 2025, was 642 (during the period from January 1 to June 30, 2024, the average number of employees was 635).

7. *Where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the year broken down into the amount directly debiting the costs of the period and the amount capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of taxes, contributions from salaries and contributions on salaries*

During the reporting period, there was no capitalization of salary expenses.

8. *Where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the financial year.*

Deferred tax assets as of June 30, 2025, amount to EUR 2,366,039 (as of December 31, 2024, EUR 3,189,669)

9. *The name and registered office of each of the undertakings in which the undertaking, either itself or through a person acting in their own name but on the undertaking's behalf, holds a participating interest, showing the proportion of the capital held, the amount of capital and reserves, and the profit or loss for the latest financial year of the undertaking concerned for which financial statements have been adopted; the information concerning capital and reserves and the profit or loss may be omitted where the undertaking concerned does not publish its balance sheet and is not controlled by another undertaking*

At the end of the reporting period, Žito Inc. holds 100% ownership in the companies Novi Agrar d.o.o., Argumentum Vitae d.o.o., Svinjogojska farma Lipovača-Prkos d.o.o., Piko d.o.o., and West d.o.o., as well as a majority stake of 93.08% in Termes Grupa d.d. and 98.69% in Tvornica ulja Čepin d.d.

10. *The number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital*

As of June 30, 2025, the share capital amounts to EUR 21,236,140 and is divided into 21,236,140 shares, of which Žito Inc. holds 1,000,000 treasury shares. The nominal value of each share is EUR 1.00.

11. *The existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer*

Žito Inc. does not hold any participation certificates, convertible bonds, guarantees, options, or similar securities or rights.

12. *The name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability*

Žito Inc. does not hold any interest in unlimited liability companies.

13. *The name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member.*

Not applicable.

14. *The name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13.*

Not applicable.

15. *The place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available*

Not applicable.

16. *The nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the risks or benefits arising from such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking*

There are no material arrangements with entities that are not included in the financial statements as of June 30, 2025.

17. *The nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet*

In July 2025, Žito Inc. signed an Agreement on the Acquisition of Business Shares of the company Agro-Tovarnik d.o.o. Through the acquisition of shares in this company, Žito Group is expanding the scope of its existing business activities in crop farming and livestock production.

6. Statement of persons responsible for preparing financial statements

To the best of our knowledge, the unaudited unconsolidated financial statements of Žito Inc. for the first half-year period ending June 30, 2025, have been prepared in accordance with the Croatian Accounting Act and the International Financial Reporting Standards (IFRS), and present a true and fair view of the Company's assets and liabilities, profit and loss, financial position, and operations.

The Management Report for the period from January 1 to June 30, 2025, provides a true and fair overview of the development and performance of the Company's operations, along with a description of the most significant business events.

JOZO LJUBIČIĆ

Digitalno potpisao: JOZO LJUBIČIĆ
Datum: 2025.07.31 15:11:06 +02'00'

Jozo Ljubičić
Member of the Management Board for Finance

7. Contact

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