



Q1 2025

Glaston Corporation
Interim Report
1 January - 31 March 2025

glaston
seeing it through®

Glaston's interim report January–March 2025: Stable development in Architectural glass equipment in an uncertain market

January–March 2025 in brief

- Orders received totaled EUR 47.1 (46.6) million.
- Net sales totaled EUR 51.7 (55.8) million.
- Comparable EBITA was EUR 3.1 (3.6) million, i.e. 6.0 (6.4)% of net sales.
- The operating result (EBIT) was EUR 1.0 (1.9) million.
- The comparable earnings per share were EUR 0.015 (0.019).

GLASTON'S OUTLOOK FOR 2025 REMAINS UNCHANGED

In 2025, the glass processing equipment markets are expected to remain soft. The architectural market shows no signs of significant recovery for this year. For mobility glass processing equipment, the market activity in China shows signs of a slowdown. Due to increasing global economic uncertainty, continued geopolitical tensions, and the risk of a global trade war, a higher-than-normal level of uncertainty exists concerning customers' decision-making.

Given the sluggish greenfield investment environment, the company's growth opportunities arise from new product innovations, services, and upgrade products. Implemented and on-going structural cost-saving actions support profitability. Glaston Corporation estimates that its net sales will remain at the same level and comparable EBITA will stay at the same level or increase slightly in 2025 from the levels reported for 2024. In 2024, Group net sales totaled EUR 217.9 million and comparable EBITA was EUR 15.3 million.

CEO & President Toni Laaksonen:

“The first quarter of 2025 was characterized by growing global uncertainty and a high degree of unpredictability. Our markets remained soft with continued investment hesitation. Despite the prevailing conditions, Glaston’s performance in the first quarter was satisfactory.

Our order intake was slightly up year-on-year. Order intake for Tempering and Laminating Technologies recovered from the very low level of the comparison period, while order intake for Insulating Glass Technologies and for Mobility, Display and Solar Technologies was below the level of the previous year. The order intake for Services was down 6%.

First-quarter net sales were down 7% to EUR 51.7 million, with weaker year-on-year performance for Insulating Glass Technologies and Mobility, Display and Solar Technologies. Services’ net sales increased by 12%. Comparable EBITA was EUR 3.1 million, down by 12%. The main contributor to this outcome was the weak performance in the Mobility, Display and Solar segment.

To accelerate profitability development, we launched a number of new group-wide efficiency and cost-saving initiatives. To ensure that we are set up to serve our customers in the prevailing market situation, we announced in April plans to adjust the organization and ways of working in order to increase efficiencies and speed up decision-making. Due to the planned measures, change negotiations involving the functions in Finland were started. As an outcome, maximum four employment contracts will be terminated. The transfer of all pre-processing equipment production from Switzerland to our factory in Tianjin, China, has progressed as planned, and the transfer is estimated to be completed during the summer.

Glaston’s new organizational structure came into effect at the beginning of the year. Building an industry-leading customer experience, especially in services, is one of our strategic focus areas. The new Service Supply & Development Business Function has a key role in this development as it focuses on global spare parts operations, services’ processes, and systems development. A new head of Service Supply & Development joined the company in April to give this process a boost. To further simplify and increase efficiency in decision making, all Market Area leaders will as of today report directly to CEO.

Interest in more energy-efficient and environmentally sustainable glass solutions is growing. Since its launch in fall 2024, Glaston’s ULTRA TPS® line for triple TPS® insulating glass units with center glass as thin as 0.5 mm has been well received on the market. During the quarter, the product continued to gain traction and we closed a deal in the UK. The development of processing these energy-efficient and light-weight units has required extensive product development work on our part, and we have patented the novel production process.

Due to the increasing uncertainty in the global business environment, we expect market activity to remain slow. We will continue to closely monitor market developments and, if needed, we will take further actions. Despite the tough business climate, our new products provide us with growth opportunities. Supported by our product development investments and ongoing actions to support profitability, our outlook for 2025 remains unchanged.”



GLASTON GROUP'S KEY FIGURES

MEUR	1-3/2025	1-3/2024	Change, %	1-12/2024
Orders received	47.1	46.6	1.0%	202.7
of which service operations	17.7	18.9	-6.2%	77.5
of which service operations, %	37.6%	40.5%		38.2%
Order book at end of period	90.8	101.4	-10.5%	98.2
Net sales	51.7	55.8	-7.5%	217.9
of which service operations	19.9	17.8	12.2%	78.6
of which service operations, %	38.6%	31.8%		36.1%
EBITDA	3.2	4.1	-20.8%	14.3
Items affecting comparability ⁽¹⁾	1.0	0.6	76.1%	5.2
Comparable EBITDA	4.2	4.6	-9.0%	19.6
Comparable EBITDA, %	8.1 %	8.3 %		9.0%
Comparable EBITA	3.1	3.6	-12.4%	15.3
Comparable EBITA, %	6.0%	6.4%		7.0%
Operating result (EBIT)	1.0	1.9	-48.3%	5.8
Profit/loss for the period	0.2	0.8	-78.4%	2.5
Comparable earnings per share, EUR	0.015	0.019	-20.0%	0.092
Cash flow from operating activities	-0.2	-6.8	97.3%	1.5
Return on capital employed (ROCE), %, (annualized)	4.3%	10.4%		6.0%
Comparable return on capital employed (ROCE), %, (annualized)	6.7%	12.3%		12.6%
Equity ratio, %	43.6%	44.9%		43.4%
Net gearing, %	32.6%	28.1%		29.6%
Number of employees at end of period	808	800	1.0%	817

1) + cost, - income

OPERATING ENVIRONMENT

Architectural glass equipment

In the first quarter, the Architectural market remained soft. Due to increasing uncertainty in the global markets and key architectural economic indicators developing unfavorably, customers' investment hesitation continued. However, the investment climate in EMEA showed cautious signs of improvement. The North American market remained stable. In APAC, the Architectural market activity continued to be at a low level.

Demand for tempering and laminating equipment picked up but remained at a relatively low level in all market areas. Positive development was seen especially in EMEA and the Americas.

Demand for insulating glass equipment was affected by uncertainty in the global markets. Interest in the new Glaston ULTRA TPS® line for triple TPS® insulating glass units with ultra-thin center glass developed well.

Due to customers' lower utilization rates, the market for spare parts and field services was slowish in EMEA; however, the UK market showed signs of picking up. In the Americas, demand for spare parts and field services was high.

Mobility, Display & Solar glass equipment

In the first quarter, China remained the most active mobility market. However, the market activity in the pre-processing mobility market in China slowed down. Driven by the transition to electric vehicles, cautiously growing demand was noted for heat treatment technologies with complex bending capabilities. Outside China, increasing market activity was seen in Japan and India. In EMEA and North America, demand remained low.

A majority of the world's mobility glass value chain investments take place in China and Glaston has the ability to serve the market with locally manufactured pre-processing products. A significant part of the investment demand in China is driven by the high expectations for electric vehicle sales outside of China. The tariffs and related uncertainty increase market unpredictability and cause volatility.

FINANCIAL DEVELOPMENT OF THE GROUP

Orders received and order book

Supported by the improved order intake in the Architecture segment, the Group's received orders were slightly up compared to the first quarter in 2024 and totaled EUR 47.1 (46.6) million. The order intake for the Architecture segment was up 9% and was EUR 37.8 (34.7) million. The Mobility, Display & Solar segment order intake was EUR 9.3 (11.6) million, down 20%. Services' order intake was down 6% year-on-year.

Orders received, EUR million	1–3/2025	1–3/2024	Change%	1–12/2024
Architecture	37.8	34.7	8.9%	147.3
Mobility, Display & Solar	9.3	11.6	-20.3%	54.3
Total segments	47.1	46.4	1.6%	201.7
Unallocated and eliminations	0.0	0.3	-100.0%	1.0
Total Glaston Group	47.1	46.6	1.0%	202.7

The order book at the end of the period was 11% lower than in the corresponding period in 2024 and stood at EUR 90.8 (101.4) million. The Architecture segment's order book totaled EUR 65.7 (81.3) million, representing 72% of the Group's order book, while the Mobility, Display & Solar segment's order book totaled EUR 25.1 (20.1) million or 28% of the Group's total.

Net sales and profitability

The Group's net sales were down 7% from the corresponding period of the previous year and totaled EUR 51.7 (55.8) million. The Architecture segment's net sales were slightly lower than in the corresponding period and totaled EUR 41.2 (42.5) million. Net sales in the Mobility, Display & Solar segment were down 20% and were EUR 10.5 (13.2) million, which was primarily due to the lower number of MDS Heat Treatment project deliveries. Services' net sales were up by 12%.

Of total net sales, the Architecture segment accounted for 80% and the Mobility, Display & Solar segment for 20%. Geographically, the EMEA region accounted for 48%, the Americas for 30%, and APAC for 22% of first-quarter net sales.

Comparable EBITA was EUR 3.1 (3.6) million, i.e. 6.0 (6.4)% of net sales mainly due to the lower net sales in the Mobility, Display and Solar segment and slightly higher fixed costs.

The Group's comparable operating result was EUR 2.0 (2.5) million, i.e. 3.8 (4.4)% of net sales. The first-quarter operating result was EUR 1.0 (1.9) million. Items affecting comparability amounting to EUR -1.0 (-0.6) million were recognized in the first quarter and were mainly related to restructuring costs. Financial income and expenses were EUR -0.6 (-0.5) million. The result before taxes was EUR 0.3 (1.3) million. The result for the first quarter was EUR 0.2 (0.8) million and earnings per share were EUR 0.002 (0.010). The comparable earnings per share were EUR 0.015 (0.019).

Reporting segment Architecture

Architecture segment's first quarter in brief:

- Markets continued to be soft
- Order intake up 9%; positive development for Tempering and Laminating Technologies
- Net sales slightly below the previous year's level, profitability improved from previous year

Architecture KEY RATIOS EUR million	1–3/2025	1–3/2024	Change%	1–12/2024
Orders received	37.8	34.7	8.9%	147.3
of which service operations	13.2	14.0	-5.7%	57.8
of which service operations, %	35.0%	40.4%		39.2%
Order book at end of period	65.7	81.3	-19.2%	70.3
Net sales	41.2	42.5	-3.0%	166.8
of which service operations	15.0	12.8	17.9%	57.3
of which service operations, %	36.5%	30.0%		34.4%
Comparable EBITA	3.5	3.4	3.5%	14.3
Comparable EBITA, %	8.4%	7.9%		8.6%
Operating result (EBIT)	2.5	2.1	18.3%	8.3
Operating result (EBIT), %	6.1%	5.0%		5.0%

Orders received and order book

The softness in the Architectural market continued. However, cautiously growing demand was noted in EMEA and the Americas. This was reflected in the segment's order intake, which was up 9% compared to the corresponding period in 2024 and was EUR 37.8 (34.7) million. The order intake for Tempering and Laminating Technologies tripled from the very low level of the comparison period, and several FC and RC Series orders were received. Also, demand for Autopilot remained strong as the product meets customers' expectations for a higher level of automation. The order intake for Insulating Glass Technologies was down 24%. However, a high level of interest was noted for the new Glaston ULTRA TPS® insulating glass line. Services' order intake decreased by 6% and orders were received for, among others, an FC zone upgrade.

The order book decreased by 19% and stood at EUR 67.5 (81.3) million at the end of the period.

Financial development

The segment's net sales were slightly below the comparison period's level and were EUR 41.2 (42.5) million. Architectural Tempering and Laminating Technologies' net sales were on the same level as in the comparison period, while Insulating Glass Technologies' net sales decreased by 19% from a high comparison period. Services' net sales were up 18%, driven by upgrades. Also, field services and spare parts contributed to the outcome.

Comparable EBITA improved and was EUR 3.5 (3.4) million, i.e. 8.4 (7.9)% of net sales and was mainly due to the higher services' share.

Reporting segment Mobility, Display & Solar

Mobility, Display & Solar segment's first quarter in brief:

- New orders were down 20%
- Weak net sales and profitability development
- The transfer of pre-processing equipment production to China progressed as planned

Mobility, Display & Solar KEY RATIOS				
EUR million	1-3/2025	1-3/2024	Change%	1-12/2024
Orders received	9.3	11.6	-20.3%	54.3
of which service operations	4.5	4.8	-7.7%	19.7
of which service operations, %	48.2%	41.6%		36.3%
Order book at end of period	25.1	20.1	25.1%	27.9
Net sales	10.5	13.2	-20.4%	50.5
of which service operations	4.9	5.0	-2.5%	21.2
of which service operations, %	46.5%	37.9%		42.1%
Comparable EBITA	-0.4	0.1	-508.5%	0.7
Comparable EBITA, %	-3.5%	0.7%		1.4%
Operating result (EBIT)	-1.5	-0.3	-367.3%	-2.7
Operating result (EBIT), %	-14.7%	-2.5%		-5.4 %

Orders received

Mainly due to the reduced amount of pre-processing orders from China, the Mobility, Display & Solar segment's order intake was down by 20% compared to the corresponding period in the previous year. The received orders totaled EUR 9.3 (11.6) million, Mobility Heat Treatment lines continued to gain traction, and the order intake included, among others, an order for a MATRIX EVO furnace from a customer in EMEA. Services' orders were down 8% due to declining demand in APAC.

The segment's order book increased by 25% and stood at EUR 25.1 (20.1) million at the end of the period.

Financial development

The Mobility, Display & Solar segment's net sales were down 20% and were EUR 10.5 (13.2) million. MDS Heat Treatment Technologies' net sales were down from a strong comparison period. Also, Services' net sales decreased by 3%.

Comparable EBITA was EUR -0.4 (0.1) million. The unsatisfactory development was mainly due to lower net sales and margin in MDS Heat Treatment.

Financial position, cash flow and financing

At the end of March, the balance sheet total was EUR 190.6 (190.9) million. Intangible assets amounted to EUR 74.8 (76.5) million, of which goodwill was EUR 58.3 (58.3) million. At the end of the period, property, plant, and equipment amounted to EUR 22.7 (22.8) million and inventories to EUR 38.7 (37.1) million.

The comparable return on capital employed (ROCE) was 6.7 (12.3)%. At the end of March, net gearing was 32.6 (28.1)% and the equity ratio was 43.6 (44.9)%. Net interest-bearing debt totaled EUR 21.8 (19.6) million.

The first-quarter cash flow from operating activities, before the change in working capital, was EUR 2.5 (4.7) million. Cash flow from operating activities was EUR -0.2 (-6.8) million. Cash flow from investing activities was EUR -0.7 (-0.7) million.

Capital expenditure and product development

Gross capital expenditure totaled EUR 0.6 (0.7) million and was primarily related to product development. Depreciation and amortization of property, plant, and equipment, and intangible assets totaled EUR -2.2 (-2.2) million.

In the review period, automation and digitalization continued to be the leading themes in product development. The focus was on projects and innovations related to the automation of the core products and the further development of robotic and autonomous machine operations.

Research and product development expenditure, excluding depreciation, totaled EUR 2.2 (2.5) million, of which EUR 0.4 (0.5) million was capitalized. Research and product development expenditure amounted to 4.2 (4.4)% of net sales.

Personnel

Glaston Group had a total of 808 (800) employees on March 31, 2025. The Architecture segment employed 620 (604) and the Mobility, Display & Solar segment employed 188 (195) people.

Changes to the Executive Leadership Team

On February 17, 2025, Glaston announced that President & CEO Toni Laaksonen had submitted his resignation from his position as the President & CEO of Glaston Corporation to join another company. The exact transition date will be communicated in due course.

Robert Jenks was appointed EVP Service Supply & Development and a member of the Executive Leadership Team on March 17, 2025, and he took up the position on April 1, 2025.

On March 17, 2025, Glaston announced that General Counsel Kaisa Latva had decided to leave Glaston to join a new employer. She will continue in her position until August 2025, at the latest.

GOVERNANCE

Shares and shareholders

Glaston Corporation's shares are listed on the Nasdaq Helsinki Small Cap list. The trading code is GLA1V and the ISIN code is FI4000369657. Each share entitles its holder to one vote and a voting right. Glaston Corporation's share capital on March 31, 2025, was EUR 12.7 (12.7) million.

	No. of shares and votes			Share turnover, EUR million
	Highest	Lowest	Closing	Average price *)
GLA1V			84,289,911	2.0
Share price	0.85	0.71	0.71	0.77
			31.3.2025	31.3.2024
Market value			60.0	71.5
Number of shareholders			7,369	7,413
Foreign ownership, %			27.9	26.8

*) trading-weighted average

Reverse share split

On February 14, 2025, the Board of Directors proposed to reduce the number of shares in the company through a reverse share split procedure, so that every two (2) shares would correspond to one (1) share. The purpose of the reverse share split

is to increase interest in the company's shares, to facilitate trade in the shares, and to increase flexibility in connection with a possible distribution of funds.

The Board of Directors proposed the reverse share split to the Annual General Meeting. The proposal in its entirety was presented in the Notice to the Annual General Meeting published on February 27, 2025.

Share-based incentive plan

On February 14, 2025, Glaston announced that the Board of Directors had decided on a share-based incentive plan 2025–2029 for key employees in accordance with the terms and conditions materially corresponding to the terms and conditions of the previous share-based incentive plan 2022–2026. The plan comprises three performance periods, the calendar years 2025–2027, 2026–2028, and 2027–2029. The Board of Directors resolves on the plan's performance criteria and the performance levels at the beginning of each performance period.

For the performance period 2025–2027, the potential reward will be based on the Glaston Group's Cumulative comparable EBITA, cumulative Service Net Sales, and annual Earnings per Share. If the performance levels of the performance criteria for the performance period 2025–2027 are achieved in full, the payable rewards correspond to a maximum total of 796,000 current Glaston Corporation shares, including also the proportion to be paid in cash. The allocation shall be amended to reflect the reverse share split in the proportion 2:1.

Additional information, including essential terms and conditions of the plan is available in the stock exchange release dated February 14, 2025.

SHORT-TERM RISKS AND BUSINESS UNCERTAINTIES

The first quarter of 2025 was characterized by growing uncertainty in the global business environment due to geopolitical factors and the risk of a global trade war. This uncertainty with its impact on the Architectural market continues to constitute the main short-term risk for Glaston.

Typically, demand for Glaston's products and services for the Architectural market is affected by general economic cycles, particularly the level of activity within the construction industry. The construction market is expected to develop unevenly. Cautious development is predicted to continue in Europe and China. Elsewhere in Asia and in the Americas, and particularly in North America, the prospects are somewhat better.

Supported by the transition to electric vehicles, China is the Mobility market's most active region. In China, the market has been characterized by growth, but there are signs of a slowdown. Outside China, demand is well below typical levels and recovery is not expected soon. Glaston continues to closely follow this development.

The tariffs on trade to the US are fueling uncertainty in the market and could lead to increased investment hesitation among customers, which could affect received orders and thus net sales, earnings, and cash flow. Also, project business in general could be affected by the market uncertainty.

Glaston continuously monitors the global economy's development outlook and its impact on the progress of its markets. If the weaker demand environment continues, this would affect Glaston's net sales and earnings in the machines' businesses, with a delay of four to six months. Any material slowdown in the demand for services would have a faster impact. Tighter availability and the higher cost of financing may also increase customer-related credit risks.

Glaston delivers projects involving risks related to engineering, project execution, and installation. Failure to plan or manage these projects could lead to higher-than-estimated costs, revenue recognition delays, or disputes with customers.

In recent years, cyber security risks have increased. Potential cyber threats could cause various forms of operational and financial damage to the company.

Major supply chain disruptions may impact the company's performance as component scarcity may cause revenue recognition delays, whereas significantly increased raw materials prices may add to short-term profitability pressure.

Labor shortages and employee turnover are concerns in the market. Glaston's ability to maintain a high level of job satisfaction among its employees and also attract new employees is further emphasized.

Glaston's long-term strategic and operational risks and uncertainties are described in detail in the Annual Review 2024 in the Report of the Board of Directors.

EVENTS AFTER THE REPORTING PERIOD

The Annual General Meeting was held on April 16, 2025, in Helsinki. The AGM adopted the financial statements and discharged the members of the Board of Directors and the President & CEOs from liability for the financial year 2024. The AGM resolved to authorize the Board of Directors to resolve at a later date on the repayment of capital for a maximum amount of EUR 4,635,945

or EUR 0.11 per share calculated on the number of outstanding shares after the execution of the reverse share split, to be distributed for the financial year ended on 31 December 2024 in one or more installments.

The AGM adopted the Remuneration Report and the Remuneration Policy for governing bodies. The resolutions of the aforementioned are advisory. The AGM decided to elect seven members to the Board of Directors. The AGM re-elected Veli-Matti Reinikkala, Sebastian Bondestam, Antti Kaunonen, Arja Talma, Tero Telaranta, and Michael Willome as members of the Board of Directors, and elected Tina Wu as a new member. The AGM resolved that the annual remuneration of the Members of the Board of Directors should remain the same and is as follows: the Chair of the Board of Directors receives EUR 74,000, the Deputy Chair receives EUR 45,000, and the other members of the Board of Directors receive EUR 35,000.

The AGM re-elected KPMG Oy Ab as the company's auditor and elected the authorized sustainability audit firm KPMG Oy Ab as the sustainability reporting assurer.

In accordance with the proposal of the Board of Directors, the AGM resolved on a reverse share split procedure, so that every two (2) current shares in the company correspond to one (1) share in the company.

The resolutions of the Annual General Meeting are available in the stock exchange release dated April 16, 2025.

On April 22, 2025, Glaston executed the reverse share split concerning the company's shares. The reverse share split included a directed share issue without consideration, the redemption of shares, and the cancellation of the redeemed shares. After these measures, the new number of outstanding shares in the company is 42,145,805. Trading with the new total number of shares commenced on April 23, 2025, with the new ISIN code F14000587340. More information is available in the stock exchange release dated April 22, 2025.

On May 5, 2025, the Board of Directors decided, with the authorization of the Annual General Meeting, to pay the first instalment of the return of capital of EUR 0.06 per share. More information is available in the stock exchange release dated May 5, 2025.

On May 6, 2025, Glaston announced changes to the Executive Leadership Team. To further simplify and increase efficiency in decision making, all Market Area leaders will report directly to the President & CEO and they are also members of the Executive Leadership Team while the Chief Sales Officer role is no longer part of the Executive Leadership Team. More information is available in the stock exchange release dated May 6, 2025.

GLASTON'S OUTLOOK FOR 2025

In 2025, the glass processing equipment markets are expected to remain soft. The architectural market shows no signs of significant recovery for this year. For mobility glass processing equipment, the market activity in China shows signs of a slowdown. Due to increasing global economic uncertainty, continued geopolitical tensions, and the risk of a global trade war, a higher-than-normal level of uncertainty exists concerning customers' decision-making.

Given the sluggish greenfield investment environment, the company's growth opportunities arise from new product innovations, services, and upgrade products. Implemented and on-going structural cost-saving actions support profitability. Glaston Corporation estimates that its net sales will remain at the same level and comparable EBITA will stay at the same level or increase slightly in 2025 from the levels reported for 2024. In 2024, Group net sales totaled EUR 217.9 million and comparable EBITA was EUR 15.3 million.

GLASTON CORPORATION

INTERIM REPORT 1 JANUARY – 31 MARCH 2025

CONDENSED STATEMENT OF PROFIT OR LOSS

EUR million	1-3/2025	1-3/2024	Change, %	1-12/2024
Net sales	51.7	55.8	-7.5%	217.9
Other operating income	0.4	0.7		2.1
Changes in inventories of finished goods and work in progress	-1.2	2.5		4.6
Own work capitalized	0.1	0.1		0.7
Materials	-19.3	-24.1		-93.3
Personnel expenses	-17.6	-17.6		-69.1
Other operating expenses	-10.9	-13.3		-48.6
Depreciation, amortization and impairment	-2.2	-2.2		-8.5
Operating result	1.0	1.9	-48.3%	5.8
Financial items, net	-0.6	-0.5		-1.6
Interest expenses on lease liabilities	-0.1	-0.1		-0.4
Result before income taxes	0.3	1.3	-77.7%	3.8
Income taxes	-0.1	-0.5		-1.3
Profit / loss for the period	0.2	0.8	-78.4%	2.5
Earnings per share, EUR	0.002	0.010		0.029

STATEMENT OF OTHER COMPREHENSIVE INCOME

EUR million	1-3/2025	1-3/2024	1-12/2024
Profit / loss for the period	0.2	0.8	2.5
Other comprehensive income that will be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations	-0.8	-0.1	1.2
Cash flow hedges	0.7	-0.4	-1.2
Cash flow hedges, taxes	-0.1	0.1	0.3
Other comprehensive income that will not be reclassified subsequently to profit or loss:			
Actuarial gains and losses arising from defined benefit plans	-	-	-1.2
Taxes on actuarial gains and losses arising from defined benefit plans	-	-	0.3
Other comprehensive income for the reporting period	-0.3	-0.4	-0.7
Total comprehensive income for the reporting period	-0.1	0.5	1.8

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

EUR million

	31.3.2025	31.3.2024	31.12.2024
Assets			
Non-current assets			
Goodwill	58.3	58.3	58.5
Other intangible assets	16.5	18.2	17.1
Property, plant and equipment	22.7	22.8	23.1
Right-of-use assets	5.7	6.7	6.0
Financial assets measured at fair value through other comprehensive income	0.0	0.0	0.0
Loan and other non-current receivables	1.3	0.5	1.4
Deferred tax assets	2.8	3.3	2.7
Total non-current assets	107.4	109.8	108.8
Current assets			
Inventories	38.7	37.1	37.0
Trade and other receivables	21.5	21.1	19.3
Contract assets	12.3	10.7	9.1
Total receivables	33.8	31.8	28.4
Cash equivalents	10.7	12.2	12.3
Total current assets	83.3	81.1	77.7
Total assets	190.6	190.9	186.5

EUR million

	31.3.2025	31.3.2024	31.12.2024
Equity and liabilities			
Equity			
Share capital	12.7	12.7	12.7
Other restricted equity reserves	0.1	0.1	0.1
Reserve for invested unrestricted equity	97.8	102.0	97.8
Treasury shares	-0.2	-0.1	-0.2
Other unrestricted equity reserves	0.1	0.2	-0.5
Retained earnings	-48.7	-49.6	-48.9
Exchange difference	5.1	4.7	5.9
Total equity	66.8	69.9	66.8
Non-current liabilities			
Non-current interest-bearing liabilities	23.0	19.9	22.9
Non-current lease liabilities	4.4	5.7	4.9
Non-current interest-free liabilities and provisions	1.2	0.6	1.0
Deferred tax liabilities	8.6	10.3	9.0
Total non-current liabilities	37.2	36.5	37.9
Current liabilities			
Current interest-bearing liabilities	2.8	4.0	2.0
Current lease liabilities	2.3	2.1	2.2
Current provisions	4.4	4.2	5.0
Trade and other current interest-free payables	74.7	71.8	70.2
Contract liabilities	0.2	0.2	0.4
Liabilities for current tax	2.3	2.1	1.9
Total current liabilities	86.7	84.5	81.8
Total liabilities	123.9	121.0	119.7
Total equity and liabilities	190.6	190.9	186.5

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

EUR million

	1-3/2025	1-3/2024	1-12/2024
Cash flows from operating activities			
Cash flow before change in net working capital	2.5	4.7	12.7
Change in net working capital	-2.7	-11.5	-11.2
Net cash flow from operating activities	-0.2	-6.8	1.5
Cash flow from investing activities			
Purchases of non-current assets	-0.7	-0.7	-4.0
Proceeds from sale of other non-current assets	-	-	0.0
Net cash flow from investing activities	-0.7	-0.7	-4.0
Cash flow before financing	-0.8	-7.5	-2.5
Cash flow from financing activities			
Acquisition of treasury shares	-	-	-
Increase in non-current liabilities	-	-	5.0
Decrease in non-current liabilities	-	-	-
Changes in loan receivables (increase - / decrease +)	-	-	-
Increase in short-term liabilities	2.8	-	-
Decrease in short-term liabilities	-2.0	-	-4.0
Repayment of leasing liabilities	-0.7	-0.7	-2.8
Return of capital	-	-	-4.2
Net cash flow from financing activities	0.1	-0.7	-6.1
Effect of exchange rate changes	-0.8	0.2	0.8
Net change in cash and cash equivalents	-1.6	-8.0	-7.9
Cash and cash equivalents at the beginning of period	12.3	20.2	20.2
Cash and cash equivalents at the end of period	10.7	12.2	12.3
Net change in cash and cash equivalents	-1.6	-8.0	-7.9

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

EUR million	Share capital	Other restr. equity	Reserve for inv. unrestr. equity	Treasury shares	Other unrestr. equity	Ret. earnings	Exch. diff.	Total equity
Equity on 1 January, 2025	12.7	0.1	97.8	-0.2	-0.5	-48.9	5.9	66.8
Total compr. income for the period	-	-	-	-	0.6	0.2	-0.8	-0.1
Acquisition of treasury shares	-	-	-	-	-	-	-	-
Disposal of treasury shares	-	-	-	-	-	-	-	-
Share-based incentive plan	-	-	-	-	-	-0.0	-	-0.0
Taxes on share-based incentive plan	-	-	-	-	-	0.0	-	0.0
Return of capital	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-0.0	-	0.0
Equity at 31 March 2025	12.7	0.1	97.8	-0.2	0.1	-48.7	5.1	66.8

EUR million	Share capital	Other restr. equity	Reserve for inv. unrestr. equity	Treasury shares	Other unrestr. equity	Ret. earnings	Exch. diff.	Total equity
Equity on 1 January, 2024	12.7	0.1	102.0	-0.2	0.5	-50.5	4.7	69.3
Total compr. income for the period	-	-	-	-	-0.3	0.8	-0.1	0.5
Acquisition of of own shares	-	-	-	-	-	-	-	-
Disposal of own shares	-	-	-	0.1	-	-	-	0.1
Share-based incentive plan	-	-	-	-	-	0.0	-	0.0
Taxes on share-based incentive plan	-	-	-	-	-	-0.0	-	-0.0
Return of capital	-	-	-	-	-	-	-	-
Other changes	-	0.0	-	-	-	-0.0	-	0.0
Equity at 31 March 2024	12.7	0.1	102.0	-0.1	0.2	-49.6	4.7	69.9

KEY RATIOS	31.3.2025	31.3.2024	31.12.2024
EBITDA, as % of net sales	6.2%	7.3%	6.6%
Comparable EBITDA, as % of net sales	8.1%	8.3%	9.0%
Operating profit (EBIT), as % of net sales	1.9%	3.4%	2.7%
Comparable EBITA, as % of net sales	6.0%	6.4%	7.0%
Profit / loss for the period, as % of net sales	0.3%	1.5%	1.1%
Gross capital expenditure, EUR million	0.6	0.7	4.1
Gross capital expenditure, as % of net sales	1.1%	1.3%	1.9%
Equity ratio, %	43.6 %	44.9%	43.4%
Gearing, %	48.6 %	45.5%	48.0%
Net gearing, %	32.6%	28.1%	29.6%
Net interest-bearing debt, EUR million	21.8	19.6	19.8
Capital employed, end of period, EUR million	99.3	101.7	98.9
Return on equity, %	1.1%	4.8%	3.6%
Return on capital employed, %	4.3%	10.4%	6.0%
Comparable Return on capital employed, %	6.7%	12.3%	12.6%
Number of personnel, average	805	799	809
Number of personnel, end of period	808	800	817

PER SHARE DATA	31.3.2025	31.3.2024	31.12.2024
Number of registered shares, end of period (1.000)	84 290	84 290	84 290
Number of registered shares, end of period, excluding treasury shares (1.000)	84 056	84 166	84 056
Number of shares, average, excluding treasury shares (1.000)	84 056	84 050	84 063
EPS, total, basic and diluted, EUR	0,002	0.010	0.029
Comparable EPS, total, basic and diluted, EUR	0.015	0.019	0.092
Equity attributable to owners of the parent per share, EUR	0.79	0.83	0.80
Return of capital per share, EUR ⁽¹⁾	-	-	0.055
Return of capital yield / share, % ⁽¹⁾	-	-	7.0%
Price per earnings per share (P/E) ratio	332.9	85.5	26.5
Price per equity attributable to owners of the parent per share	0.90	1.03	0.98
Market capitalization of registered shares, EUR million	60.0	71.5	65.7
Share turnover, %, number of shares traded, % of the average registered number of shares	3.1%	1.5%	14.4%
Number of shares traded, (1.000)	2 581	1 301	12 098
Closing price of the share, EUR	0.71	0.85	0.78
Highest quoted price, EUR	0.85	0.88	0.98
Lowest quoted price, EUR	0.71	0.73	0.72
Volume-weighted average quoted price, EUR	0.77	0.79	0.84

The reconciliation of alternative performance measures

Items affecting comparability

EUR million	1-3/2025	1-3/2024	1-12/2024
Re-structuring	-0.8	-0.2	-3.4
Other	-0.2	-0.4	-1.8
Items affecting comparability	-1.0	-0.6	-5.2

Comparable operating result (EBIT) and EBITA

EUR million	1-3/2025	1-3/2024	1-12/2024
Operating result	1.0	1.9	5.8
Items affecting comparability ¹⁾	1.0	0.6	5.2
Comparable EBIT	2.0	2.5	11.0
Operating result	1.0	1.9	5.8
Amortization ¹⁾	1.0	1.0	4.0
EBITA	2.1	2.9	9.8
Purchase price allocation, depreciation ¹⁾	0.1	0.1	0.2
Items affecting comparability ¹⁾	1.0	0.6	5.2
Comparable EBITA	3.1	3.6	15.3
% of net sales	6.0%	6.4%	7.0%

¹⁾ + cost, - income

Comparable ROCE% and EPS

EUR million	1-3/2025	1-3/2024	1-12/2024
Profit/loss for the period before taxes	0.3	1.3	3.8
Financial expenses	0.8	1.3	2.1
Purchase price allocation ¹⁾	0.3	0.3	1.4
Total	1.4	3.0	7.3
Total annualized	5.6	11.9	7.3
Items affecting comparability ¹⁾	1.0	0.6	5.2
Total	6.6	12.4	12.6
Equity	66.8	69.9	66.8
Interest bearing liabilities	32.5	31.8	32.1
Avg (1.1.and end of period)	99.1	101.0	99.6
Comparable ROCE%	6.7%	12.3%	12.6%
Profit/loss for the period	0.2	0.8	2.5
Purchase price allocation ¹⁾	0.3	0.3	1.4
Items affecting comparability ¹⁾	1.0	0.6	5.2
-tax	-0.3	-0.2	-1.3
Total	1.3	1.6	7.8
Number of shares, average	84.1	84.0	84.1
Comparable earnings per share, EUR	0.015	0.019	0.092

¹⁾ + cost, - income

Per share data

Earnings per share (EPS):

Net result attributable to owners of the parent / Average number of shares outstanding

Diluted earnings per share:

Net result attributable to owners of the parent / Average diluted number of shares outstanding

Dividend per share*:

Dividends paid / Number of issued shares at end of the period

Dividend payout ratio*:

(Dividend per share x 100) / Earnings per share

Dividend yield per share*:

(Dividend per share x 100) / Share price at end of the period

Equity attributable to owners of the parent per share:

Equity attributable to owners of the parent at end of the period / Number of shares at end of the period, excluding treasury shares

Average trading price:

Shares traded (EUR) / Shares traded (volume)

Price per earnings per share (P/E):

Share price at end of the period / Earnings per share (EPS)

Price per equity attributable to owners of the parent per share:

Share price at end of the period / Equity attributable to owners of the parent per share

Share turnover:

The proportion of number of shares traded during the period to weighted average number of shares, excluding treasury shares

Market capitalization:

Number of shares at end of the period x share price at end of the period

Number of shares at period end:

Number of issued shares - treasury shares

*The definition is also applied with return of capital

Financial ratios

EBITDA:

Profit / loss before depreciation, amortization, and impairment

Operating result (EBIT):

Profit / loss after depreciation, amortization, and impairment

Cash and cash equivalents:

Cash + other financial assets (includes cash and cash equivalents at amortized cost)

Net interest-bearing debt:

Interest-bearing liabilities (includes interest-bearing liabilities at amortized cost) - cash and cash equivalents

Financial expenses:

Interest expenses of financial liabilities + fees of financing arrangements + foreign currency differences of financial liabilities

Equity ratio, %:

Equity (Equity attributable to owners of the parent + non-controlling interest) x 100 / (Total assets - advance payments received)

Gearing, %:

(Interest-bearing liabilities x 100) / Equity (Equity attributable to owners of the parent + non-controlling interest)

Net gearing, %:

(Net interest-bearing debt x 100) / Equity (Equity attributable to owners of the parent + non-controlling interest)

Return on capital employed, % (ROCE):

(Profit / loss before taxes + financial expenses x 100) / (Equity + interest-bearing liabilities, average of 1 January and end of the reporting period)

Return on equity, % (ROE):

(Profit / loss for the reporting period x 100) / Equity (Equity attributable to owners of the parent + non-controlling interest), average of 1 January and end of the reporting period

Other alternative performance measures

Comparable EBIT:

Operating result after depreciation, amortization, and impairment, +/- items affecting comparability+ large, expensed cloud-computing investments

Comparable EBITDA:

Operating result before depreciation, amortization, and impairment, +/- items affecting comparability+ large, expensed cloud-computing investments

Comparable EBITA:

Operating result before amortization, impairment of intangible assets and purchase price allocation +/- items affecting comparability+ large, expensed cloud-computing investments

Comparable return on capital employed, % (Comparable ROCE):

$(\text{Profit / loss before taxes} + \text{amortization of purchase price allocations} +/- \text{items affecting comparability} + \text{financial expenses} \times 100) / (\text{Equity} + \text{interest-bearing liabilities, average of 1 January and end of the reporting period})$

Comparable earnings per share (Comparable EPS):

$\text{Net result attributable to owners of the parent} +/- (\text{items affecting comparability} + \text{amortization of purchase price allocations}) \text{ net of tax} / \text{Average number of shares outstanding}$

Items affecting comparability:

Items affecting comparability are adjusted for non-business transactions or changes in valuation items when they arise from restructuring, acquisitions and disposals, related integration and separation costs, sale or impairment of assets. These may include staff reductions, rationalization of the product range, restructuring of the production structure, and reduction of premises.

Impairment losses on goodwill, gains or losses on disposals due to changes in the group structure, exceptionally large gains or losses on tangible and intangible assets, exceptional compensations for damages and legal proceedings are restated as an item affecting comparability.

NOTES**Basis of preparation**

This interim report has been prepared in accordance with International Financial Reporting Standards (IFRS) IAS 34. The interim report has followed the same IFRS accounting principles as in the previous consolidated financial statements 2024. Quarterly information and interim reports are not audited. As a result of rounding differences, the figures presented in the tables may not add up to the total.

1. SEGMENT INFORMATION**Orders received**

EUR million

	1-3/2025	1-3/2024	1-12/2024
Architecture	37.8	34.7	147.3
Mobility, Display & Solar	9.3	11.6	54.3
Total segments	47.1	46.4	201.7
Unallocated and eliminations	0.0	0.3	1.0
Total Glaston Group	47.1	46.6	202.7

Net sales

EUR million

	1-3/2025	1-3/2024	1-12/2024
Architecture	41.2	42.5	166.8
Mobility, Display & Solar	10.5	13.2	50.5
Total segments	51.8	55.7	217.3
Unallocated and eliminations	-0.1	0.1	0.7
Total Glaston Group	51.7	55.8	217.9

Comparable EBITA

EUR million

	1-3/2025	1-3/2024	1-12/2024
Architecture	3.5	3.4	14.3
Mobility, Display & Solar	-0.4	0.1	0.7
Total segments	3.1	3.5	15.0
Unallocated and eliminations	0.0	0.1	0.3
Total Glaston Group	3.1	3.6	15.3
Comparable EBITA %	6.0%	6.4%	7.0%

Comparable EBITA %

	1-3/2025	1-3/2024	1-12/2024
Architecture	8.4%	7.9%	8.6%
Mobility, Display & Solar	-3.5%	0.7%	1.4%
Total segments	6.0%	6.2%	6.9%
Unallocated and eliminations	-0.9%	75.7%	40.8%
Total Glaston Group	6.0%	6.4%	7.0%

Operating result (EBIT)

EUR million	1-3/2025	1-3/2024	1-12/2024
Architecture	2.5	2.1	8.3
Mobility, Display & Solar	-1.5	-0.3	-2.7
Total segments	1.0	1.8	5.5
Unallocated and eliminations	0.0	0.1	0.3
Total Glaston Group	1.0	1.9	5.8
Operating result %	1.9%	3.4%	2.7%

Segment assets

EUR million	1-3/2025	1-3/2024	1-12/2024
Architecture	143.3	140.8	137.3
Mobility, Display & Solar	33.1	33.4	33.4
Total segment assets	176.4	174.2	170.7
Other assets	14.3	16.7	15.9
Total assets	190.6	190.9	186.5

Segment liabilities

EUR million	1-3/2025	1-3/2024	1-12/2024
Architecture	65.4	64.2	63.0
Mobility, Display & Solar	14.7	11.8	13.4
Total segment liabilities	80.0	76.0	76.3
Other liabilities	43.8	45.1	43.5
Total liabilities	123.9	121.0	119.8

Personnel at the end of the period

	1-3/2025	1-3/2024	1-12/2024
Architecture	620	604	619
Mobility, Display & Solar	188	195	197
Others	-	1	1
Total personnel at the end of the period	808	800	817

Personnel by region	1-3/2025	1-3/2024	1-12/2024
Finland	217	212	211
Germany	293	283	291
Other EMEA	70	98	83
Asia	184	157	187
Americas	44	50	45
Total personnel at the end of the period	808	800	817

ORDERS RECEIVED, ORDER BOOK, NET SALES AND OPERATING RESULT BY QUARTERS

Orders received

EUR million	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	37.8	36.2	36.3	40.1	34.7
Mobility, Display & Solar	9.3	16.6	16.3	9.8	11.6
Total segments	47.1	52.8	52.6	50.0	46.4
Unallocated and eliminations	0.0	0.4	0.2	0.2	0.3
Total Glaston Group	47.1	53.1	52.8	50.2	46.6

Order book

EUR million	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	65.7	70.3	81.6	84.4	81.3
Mobility, Display & Solar	25.1	27.9	20.1	16.7	20.1
Total segments	90.8	98.2	101.7	101.2	101.4
Unallocated and eliminations	-	-	-	-	-
Total Glaston Group	90.8	98.2	101.7	101.2	101.4

Net sales

EUR million	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	41.2	45.8	41.8	36.7	42.5
Mobility, Display & Solar	10.5	10.8	13.5	13.0	13.2
Total segments	51.8	56.6	55.3	49.7	55.7
Unallocated and eliminations	-0.1	0.2	0.2	0.1	0.1
Total Glaston Group	51.7	56.8	55.4	49.9	55.8

Comparable EBITA

EUR million

	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	3.5	4.0	3.8	3.1	3.4
Mobility, Display & Solar	-0.4	0.1	0.3	0.2	0.1
Total segments	3.1	4.1	4.1	3.3	3.5
Unallocated and eliminations	0.0	0.1	0.1	0.0	0.1
Total Glaston Group	3.1	4.2	4.2	3.3	3.6
Comparable EBITA %	6.0%	7.5%	7.5%	6.6%	6.4%

Comparable EBITA %

	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	8.4%	8.7%	9.2%	8.4%	7.9%
Mobility, Display & Solar	-3.5%	1.4%	2.1%	1.6%	0.7%
Total segments	6.0%	7.3%	7.4%	6.6%	6.2%
Unallocated and eliminations	-0.9%	49.4%	34.5%	2.3%	75.7%
Total Glaston Group	6.0%	7.5%	7.5%	6.6%	6.4%

Operating result (EBIT)

EUR million

	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	2.5	2.3	2.6	1.3	2.1
Mobility, Display & Solar	-1.5	-1.8	-0.4	-0.2	-0.3
Total segments	1.0	0.5	2.1	1.0	1.8
Unallocated and eliminations	0.0	0.1	0.1	0.0	0.1
Total Glaston Group	1.0	0.6	2.2	1.0	1.9
Operating result %	1.9%	1.1%	4.0%	2.1%	3.4%

ORDERS RECEIVED, ORDER BOOK AND NET SALES BY PRODUCT AREAS**Orders received by product area**

EUR million

	1-3/2025	1-3/2024	1-12/2024
Architectural Tempering and Laminating Technologies	11.8	3.8	36.5
Insulating Glass Technologies	12.8	16.9	53.1
Mobility, Display and Solar Technologies	4.8	6.8	34.6
Services	17.7	18.9	77.5
Unallocated and eliminations	0.0	0.3	1.0
Glaston Group, total	47.1	46.6	202.7

Order book by product area

EUR million

	31.3.2025	31.3.2024	31.12.2024
Architectural Tempering and Laminating Technologies	25.4	20.9	24.7
Insulating Glass Technologies	33.1	53.2	36.8
Mobility, Display and Solar Technologies	24.4	19.2	27.4
Services	7.9	8.0	9.3
Unallocated and eliminations	-	-	-
Glaston Group, total	90.8	101.4	98.2

Net sales by product area

EUR million	1-3/2025	1-3/2024	1-12/2024
Architectural Tempering and Laminating Technologies	10.5	10.2	40.4
Insulating Glass Technologies	16.2	20.0	72.3
Mobility, Display and Solar Technologies	5.8	8.5	30.8
Services	19.9	17.8	78.6
Unallocated and eliminations	-0.7	-0.7	-4.1
Glaston Group, total	51.7	55.8	217.9

NET SALES BY REGION

Geographical distribution of net sales EUR million	1-3/2025	1-3/2024	1-12/2024
Americas	15.7	18.5	66.7
EMEA	24.7	27.3	96.9
APAC	11.3	10.1	54.4
Glaston Group, total	51.7	55.8	217.9

2. FINANCIAL RISK MANAGEMENT**Liquidity risk**

Liquidity risk is managed through the effective use of advance payments in order to reduce the amount of working capital tied up in the operations. A special focus is set on working capital management and the development is monitored regularly. Short- and long-term cash planning is part of group companies' operational activity together with the Group Treasury. As a measurement for the liquidity risk are the Group's liquid funds and unused credit facilities. Group Treasury reports the Group's liquidity position regularly to the management and to the Board of Directors of Glaston Corporation.

The covenants in use are net interest-bearing debt to equity (gearing ratio) and interest-bearing debt to EBITDA (leverage). Group treasury is responsible for monitoring the covenants and reports the situation regularly to management and the Board of Directors of Glaston Corporation. All covenant terms have been met.

Glaston Corporation signed a long-term financing agreement in March 2022. The financing agreement consists of a EUR 30 million long-term loans as well as a EUR 25 million revolving credit facility. The agreement was for three years and included two one-year options for extension of the loan period. In February 2024, the second of the two one-year options of the financing agreement was utilized and the loan period for the remaining EUR 18 million long-term loan and for the revolving credit facility was extended until March 2027.

EUR million	In use	Unused	Total
Committed credit facilities 31.3.2025	15.0	10.0	25.0
Committed credit facilities 31.12.2024	15.0	10.0	25.0

Net interest bearing debt

EUR million	31.3.2025	31.3.2024	31.12.2024
Loans from financial institutions	25.8	23.9	25.0
Lease liabilities	6.7	7.9	7.1
Cash	10.7	12.2	12.3
Total	21.8	19.6	19.8
Net gearing, %	32.6	28.1	29.6

Credit risk

The Group becomes exposed to credit and counterparty risks when it grants payment time to the customers. The creditworthiness of these counterparties may decrease and affect Group's result. Credit risk management is conducted in accordance with the Group's Credit Management Policy.

The estimate made for doubtful receivables is based on a review of all trade receivables outstanding on the reporting date as well as on an assessment of the impairment of financial assets based on expected credit losses.

Risk management is performed together with the business management with the objective of avoiding major credit risk concentrations and to verify, that sufficient guarantees and collaterals are received. The Group reduces its credit risk by using letters of credit and guarantees received from the customers to secure the receivables. In addition, the Group uses advance payments to reduce risk and accelerate fund inflows.

At the end of March 2025, 26.8 (27.1 on 31.12.2024) percent of the Group's trade receivables were secured by LCs and other collaterals received.

Ageing analysis of trade receivables EUR million	Carrying amount of trade receivables after recognizing allowance account	Not past due	Past due			
			< 30 days	31-180 days	181-360 days	> 360 days
31.3.2025	15.7	13.6	1.1	0.8	0.1	0.1
31.12.2024	14.5	10.8	2.1	1.4	0.2	0.0

3. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

Changes in property, plant and equipment

EUR million	1-3/2025	1-3/2024	1-12/2024
Carrying amount at beginning of the period	23.1	23.2	23.2
Additions	0.2	0.2	1.7
Disposals	-	0.0	-0.0
Depreciation and amortization	-0.5	-0.5	-1.8
Reclassification and other changes	-	-	0.0
Exchange differences	-	-0.1	0.0
Carrying amount at end of the period	22.7	22.8	23.1

At the end of March 2025, Glaston had no contractual commitments for the acquisition of property, plant and equipment.

Changes in intangible assets

EUR million	1-3/2025	1-3/2024	1-12/2024
Carrying amount at beginning of the period	75.6	77.2	77.1
Additions	0.8	0.5	2.4
Disposals	-	-0.0	-0.2
Depreciation and amortization	-1.1	-1.0	-4.0
Reclassification and other changes	-	-	-0.0
Exchange differences	-0.5	-0.2	0.3
Carrying amount at end of the period	74.8	76.5	75.6

4. LEASES

LEASES IN THE BALANCE SHEET

EUR million

Right-of-use assets	1-3/2025	1-3/2024	1-12/2024
Carrying amount at beginning of the period	6.0	5.9	5.9
Additions	0.4	1.6	2.9
Depreciation expense	-0.7	-0.7	-2.8
Carrying amount at end of the period	5.7	6.7	6.0

Lease liabilities	1-3/2025	1-3/2024	1-12/2024
Carrying amount at beginning of the period	7.1	7.1	7.1
Additions	0.4	1.4	2.8
Interest expense	0.1	0.1	0.4
Rental payment	-0.8	-0.8	-3.2
Carrying amount at end of the period	6.7	7.9	7.1

LEASES IN PROFIT AND LOSS STATEMENT

EUR million	1-3/2025	1-3/2024	1-12/2024
Depreciation of right-of-use assets	-0.7	-0.7	-2.7
Interest expense on lease liabilities	-0.1	-0.1	-0.4
Short-term lease expense	-0.2	-0.2	-0.6
Total amounts recognised in profit or loss	-0.9	-0.9	-3.7

5. CONTINGENT LIABILITIES

EUR million	31.3.2025	31.3.2024	31.12.2024
Mortgages and pledges			
On own behalf	314.1	314.1	314.1
Guarantees			
On own behalf	8.3	7.0	9.6
On behalf of others	0.3	0.3	0.3

Mortgages and pledges include EUR 21.6 million shares in group companies.

Glaston Group can be a defendant or plaintiff in a number of legal proceedings incidental to those operations. The Group does not expect the outcome of any unmentioned legal proceedings currently pending, either individually or in the aggregate, to have a material adverse effect upon the Group's consolidated financial position or results of operations.

6. DERIVATIVE INSTRUMENTS

EUR million	31.3.2025		31.3.2024		31.12.2024	
	Nominal value	Fair value	Nominal value	Fair value	Nominal value	Fair value
Currency forwards						
Currency forward contracts	13.6	0.1	10.7	0.0	14.7	-0.6
Interest rate derivatives						
Interest rate derivatives	22.0	0.1	12.0	0.5	22.0	0.1

Glaston hedges foreign currency-denominated sales and cash flows of binding orders received with currency forwards. In fulfilling the conditions of hedge accounting, cash flow hedge accounting under IFRS 9 is applied with respect to currency derivatives.

In August 2024 Glaston entered into an additional 3-year interest rate swap with a nominal value of EUR 10 million to hedge a variable rate loan. The new swap has a forward start from the expiry of the EUR 12 million value swap expiring in October 2025. Interest rate swaps are subject to hedge accounting.

Derivative instruments are used only for currency and interest rate hedging purposes. Nominal values of derivative instruments do not necessarily correspond with the actual cash flows between the counterparties and do not therefore give a fair view of the risk position of the Group. The fair values are based on market valuation on the date of reporting.

7. FINANCIAL INSTRUMENTS AT FAIR VALUE

Financial instruments at fair value include derivatives. Other financial instruments at fair value through profit or loss can include mainly Glaston's current investments, which are classified as held for trading i.e. which have been acquired or incurred principally for the purpose of selling them in the near future.

Fair values of publicly traded derivatives are calculated based on quoted market rates at the end of the reporting period (fair value hierarchy level 1). All Glaston's derivatives are publicly traded.

Financial assets measured at fair value through other comprehensive income include listed investments are measured at the market price at the end of the reporting period (fair value hierarchy level 2). Investments, for which fair values cannot be measured reliably, such as unlisted equities, are reported at cost or at cost less impairment (fair value hierarchy level 3).

Fair value measurement hierarchy:

Level 1 = quoted prices in active markets

Level 2 = other than quoted prices included within Level 1 that are observable either directly or indirectly

Level 3 = not based on observable market data

During the reporting period there were no transfers between levels 1 and 2 of the fair value hierarchy. During the reporting period there were no changes in the valuation techniques of levels 2 or 3 of the fair value hierarchy.

Financial instruments measured at fair value and included in level 3 of fair value hierarchy, had no effect on the profit or loss of the reporting period or on other comprehensive income. These financial instruments are not measured at fair value on recurring basis.

Fair value hierarchy, fair values

EUR million	31.3.2025				31.3.2024				31.12.2024			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets												
Other shares	-	-	0.0	0.0	-	-	0.0	0.0	-	-	0.0	0.0
Currency forward contracts	-	0.2	-	0.2	-	0.2	-	0.2	-	0.1	-	0.1
Interest rate derivatives	-	0.2	-	0.2	-	0.5	-	0.5	-	0.1	-	0.1
Total	-	0.3	0.0	0.3	-	0.7	0.0	0.7	-	0.2	0.0	0.2
Liabilities												
Currency forward contracts	-	-0.1	-	-0.1	-	-0.1	-	-0.1	-	-0.7	-	-0.7
Interest rate derivatives	-	-0.0	-	-0.0	-	-	-	-	-	-0.1	-	-0.1
Total	-	-0.1	-	-0.1	-	-0.1	-	-0.1	-	-0.8	-	-0.8