



**Naftna industrija Srbije A.D.**

**Interim Condensed Consolidated Financial  
Statements (Unaudited)**

31 March 2026

*This version of the financial statements is a translation from the original, which is prepared in Serbian language. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original Serbian language version of the document takes precedence over this translation*

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## NIS Group

### Interim Condensed Consolidated Statement of Financial Position

(All amounts are in 000 RSD, unless otherwise stated)

	Note	31 March 2026	31 December 2025
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	37,094,572	30,520,104
Short-term financial assets	5	23,971	34,985
Trade and other receivables	6	19,192,205	20,672,647
Inventories	7	51,764,461	39,147,248
Current income tax prepayments		1,002	2,371,203
Other current assets	8	7,704,195	8,987,071
Assets classified as held for sale		131,093	135,697
<b>Total current assets</b>		<b>115,911,499</b>	<b>101,868,955</b>
<b>Non-current assets</b>			
Property, plant and equipment	9	334,536,376	336,511,853
Right-of-use assets	10	3,517,801	3,663,603
Investment property		1,668,061	1,664,931
Goodwill and other intangible assets		6,223,250	6,249,956
Investments in joint ventures		3,482,293	3,394,511
Trade and other non-current receivables		1,134,808	1,163,843
Long-term financial assets		104,545	104,398
Deferred tax assets		5,570,287	5,336,771
Other non-current assets	11	1,857,084	2,048,680
<b>Total non-current assets</b>		<b>358,094,505</b>	<b>360,138,546</b>
<b>Total assets</b>		<b>474,006,004</b>	<b>462,007,501</b>
<b>Liabilities and shareholder's equity</b>			
<b>Current liabilities</b>			
Short-term debt and current portion of long-term debt	12	17,920,753	19,373,727
Current lease liabilities	17	999,829	1,150,161
Trade and other payables	13	10,688,123	18,731,371
Other current liabilities	14	9,987,510	7,043,254
Current income tax payable		864,898	12,877
Other taxes payable	15	14,868,399	7,345,094
Provisions for liabilities and charges		2,359,739	2,538,201
Current portion of other non-current financial liabilities		20,255	29,176
<b>Total current liabilities</b>		<b>66,709,806</b>	<b>56,223,861</b>
<b>Non-current liabilities</b>			
Long-term debt	16	26,916,292	28,045,208
Non-current lease liabilities	17	1,772,699	2,063,674
Other non-current financial liabilities		865,999	864,962
Deferred tax liabilities		3,979	3,975
Long-term trade and other payables		9,135	9,125
Provisions for liabilities and charges		14,350,297	14,190,785
<b>Total non-current liabilities</b>		<b>43,918,401</b>	<b>45,177,729</b>
<b>Equity</b>			
Share capital		81,530,200	81,530,200
Reserves		1,014,021	1,034,247
Retained earnings		282,287,350	279,323,541
<b>Equity attributable to the Company's owners</b>		<b>364,831,571</b>	<b>361,887,988</b>
Non-controlling interest		(1,453,774)	(1,282,077)
<b>Total equity</b>		<b>363,377,797</b>	<b>360,605,911</b>
<b>Total liabilities and shareholder's equity</b>		<b>474,006,004</b>	<b>462,007,501</b>

Kirill Tyurdenev  
Chief Executive Officer  
17 April 2026



Anton Cherepanov  
Chief Financial Officer

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

**NIS Group**  
**Interim Condensed Consolidated Statement of Profit and Loss and Other**  
**Comprehensive Income**

(All amounts are in 000 RSD, unless otherwise stated)

	Note	Three month period ended 31 March	
		2026 <i>(unaudited)</i>	2025 <i>(unaudited)</i>
Sales of petroleum products, oil and gas		62,542,589	66,815,103
Other revenues		3,628,834	5,487,737
<b>Total revenue from sales</b>	<b>3</b>	<b>66,171,423</b>	<b>72,302,840</b>
Purchases of oil, gas and petroleum products		(33,955,997)	(40,613,320)
Production, manufacturing and cost of other sales	18	(10,335,424)	(12,393,021)
Selling, general and administrative expenses	19	(8,314,975)	(8,587,137)
Transportation expenses		(270,401)	(416,067)
Depreciation, depletion and amortization		(7,329,647)	(7,258,892)
Taxes other than income tax		(2,417,412)	(2,249,505)
Exploration expenses		-	(10)
<b>Total operating expenses</b>		<b>(62,623,856)</b>	<b>(71,517,952)</b>
Other income, net	20	243,963	1,290,253
<b>Operating profit</b>		<b>3,791,530</b>	<b>2,075,141</b>
Share of profit in joint ventures		87,782	575,972
Net foreign exchange loss	21	(21,695)	(66,641)
Finance income	22	265,984	252,037
Finance expenses	23	(581,649)	(824,849)
<b>Total other expense</b>		<b>(249,578)</b>	<b>(63,481)</b>
<b>Profit before income tax</b>		<b>3,541,952</b>	<b>2,011,660</b>
Current income tax expense		(983,356)	(806,654)
Deferred tax income		233,516	292,676
<b>Total income tax</b>		<b>(749,840)</b>	<b>(513,978)</b>
<b>Profit for the period</b>		<b>2,792,112</b>	<b>1,497,682</b>
<b>Other comprehensive income/(loss):</b>			
<b>Items that will not be reclassified to profit/(loss)</b>			
Gain/(Loss) from investments in equity instruments		-	-
<b>Items that may be subsequently reclassified to loss</b>			
Currency translation differences		(20,226)	(28,844)
<b>Other comprehensive loss for the period</b>		<b>(20,226)</b>	<b>(28,844)</b>
<b>Total comprehensive income for the period</b>		<b>2,771,886</b>	<b>1,468,838</b>
<b>Profit/(loss) attributable to:</b>			
- Shareholders of Naftna Industrija Srbije		2,963,809	1,698,302
- Non-controlling interest		(171,697)	(200,620)
<b>Profit for the period</b>		<b>2,792,112</b>	<b>1,497,682</b>
<b>Total comprehensive income/(loss) attributable to:</b>			
- Shareholders of Naftna Industrija Srbije		2,943,583	1,669,458
- Non-controlling interest		(171,697)	(200,620)
<b>Total comprehensive income for the period</b>		<b>2,771,886</b>	<b>1,468,838</b>
Earnings per share attributable to shareholders of Naftna Industrija Srbije			
Basic earnings (RSD per share)		18.18	10.42
Weighted average number of ordinary shares in issue (in millions)		163	163

The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.

## NIS Group

### Interim Condensed Consolidated Statement of Changes in Shareholders' Equity

Three month period ended 31 March 2026 and 2025

(All amounts are in 000 RSD, unless otherwise stated)

	<u>Equity attributable to the Company's owners</u>				<b>Non-</b>	<b>Total</b>
<i>(unaudited)</i>	<b>Share capital</b>	<b>Reserves</b>	<b>Retained earnings</b>	<b>Total</b>	<b>controlling interest</b>	<b>equity</b>
<b>Balance as at 1 January 2025</b>	<b>81,530,200</b>	<b>741,832</b>	<b>288,538,150</b>	<b>370,810,182</b>	<b>(254,221)</b>	<b>370,555,961</b>
Profit/(loss) for the period	-	-	1,698,302	1,698,302	(200,620)	1,497,682
<b>Other comprehensive loss</b>						
Currency translation differences	-	(28,844)	-	(28,844)	-	(28,844)
<b>Total comprehensive income/(loss) for the period</b>	<b>-</b>	<b>(28,844)</b>	<b>1,698,302</b>	<b>1,669,458</b>	<b>(200,620)</b>	<b>1,468,838</b>
<b>Balance as at 31 March 2025</b>	<b>81,530,200</b>	<b>712,988</b>	<b>290,236,452</b>	<b>372,479,640</b>	<b>(454,841)</b>	<b>372,024,799</b>

	<u>Equity attributable to the Company's owners</u>				<b>Non-</b>	<b>Total</b>
<i>(unaudited)</i>	<b>Share capital</b>	<b>Reserves</b>	<b>Retained earnings</b>	<b>Total</b>	<b>controlling interest</b>	<b>equity</b>
<b>Balance as at 1 January 2026</b>	<b>81,530,200</b>	<b>1,034,247</b>	<b>279,323,541</b>	<b>361,887,988</b>	<b>(1,282,077)</b>	<b>360,605,911</b>
Profit/(loss) for the period	-	-	2,963,809	2,963,809	(171,697)	2,792,112
<b>Other comprehensive loss</b>						
Currency translation differences	-	(20,226)	-	(20,226)	-	(20,226)
<b>Total comprehensive income/(loss) for the period</b>	<b>-</b>	<b>(20,226)</b>	<b>2,963,809</b>	<b>2,943,583</b>	<b>(171,697)</b>	<b>2,771,886</b>
<b>Balance as at 31 March 2026</b>	<b>81,530,200</b>	<b>1,014,021</b>	<b>282,287,350</b>	<b>364,831,571</b>	<b>(1,453,774)</b>	<b>363,377,797</b>

**NIS Group**  
**Interim Condensed Consolidated Statement of Cash Flows<sup>1</sup>**

(All amounts are in 000 RSD, unless otherwise stated)

	Note	Three month period ended 31 March	
		2026 <i>(unaudited)</i>	2025 <i>(unaudited)</i>
<b>Cash flows from operating activities</b>			
Profit before income tax		3,541,952	2,011,660
<b>Adjustments for:</b>			
Share of profit in joint ventures		(87,782)	(575,972)
Finance expenses	23	581,649	824,849
Finance income	22	(265,984)	(252,037)
Unrealised foreign exchange (income)/loss, net		(147,252)	135,687
Depreciation, depletion and amortization		7,329,647	7,258,892
Other non-cash items		345,843	(987,394)
<b>Operating cash flow before changes in working capital</b>		<b>11,298,073</b>	<b>8,415,685</b>
<b>Changes in working capital:</b>			
Trade and other receivables		1,524,262	8,514,559
Inventories		(12,647,926)	(15,147,074)
Other current assets		1,413,198	(1,123,136)
Trade payables and other current liabilities		5,625,304	(9,767,636)
Other taxes payable		10,212,422	3,260,545
<b>Total effect on working capital changes</b>		<b>6,127,260</b>	<b>(14,262,742)</b>
Income taxes paid		(453,055)	(51,269)
Interest paid		(475,650)	(639,844)
Interest received		220,062	300,549
<b>Net cash (used in)/generated by operating activities</b>		<b>16,716,690</b>	<b>(6,237,621)</b>
<b>Cash flows from investing activities</b>			
Capital expenditures <sup>2</sup>		(7,059,533)	(6,180,625)
Proceeds from sale of property, plant and equipment		2,012	14,457
Bank deposits repayment, net		-	(2,007,450)
Other outflow		(11,714)	-
<b>Net cash used in investing activities</b>		<b>(7,069,235)</b>	<b>(8,173,618)</b>
<b>Cash flows from financing activities</b>			
Repayment of borrowings	12,16	(2,654,277)	(2,061,297)
Repayment of lease liabilities	17	(378,685)	(238,220)
<b>Net cash used in financing activities</b>		<b>(3,032,962)</b>	<b>(2,299,517)</b>
Net increase/(decrease) in cash and cash equivalents		6,614,493	(16,710,756)
Effect of foreign exchange on cash and cash equivalents		(40,025)	(81,100)
<b>Cash and cash equivalents as of the beginning of the period</b>		<b>30,520,104</b>	<b>40,736,335</b>
<b>Cash and cash equivalents as of the end of the period</b>	4	<b>37,094,572</b>	<b>23,944,479</b>

*The accompanying notes are an integral part of these Interim Condensed Consolidated Financial Statements.*

<sup>1</sup> Group policy is to present cash flow inclusive of related VAT.

<sup>2</sup> CF from investing activities includes VAT in the amount of 0.8 bln RSD (2025: 0.7 bln RSD)

## **NIS Group**

### **Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026**

*(All amounts are in 000 RSD, unless otherwise stated)*

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#### **1. GENERAL INFORMATION**

Open Joint Stock Company Naftna Industrija Srbije (the “Company”) and its subsidiaries (together referred to as the “Group”) are a vertically integrated oil company operating predominantly in Serbia. The Group’s principal activities include:

- Exploration, production and development of crude oil and gas,
- Production of refined petroleum products,
- Petroleum products and gas trading,
- Electricity generation and trading and
- Production and trading of petrochemical products.

Other activities primarily include sales of other goods, works and services.

The Company is a public joint stock company listed on the Belgrade Stock Exchange.

These Interim Condensed Consolidated Financial Statements have been approved and authorized for issue by the Chief Executive Officer and will be presented to the Board of Directors for approval.

#### **2. SUMMARY OF MATERIAL ACCOUNTING POLICIES**

##### **2.1. Basis of preparation**

The Group maintains its books and records in the accordance with accounting and taxation principles and practices mandated by the legislation in the countries in which it operates (primarily Serbian). The accompanying Interim Condensed Consolidated Financial Statements were primarily derived from the Group’s statutory books and records with adjustments and reclassifications made to present them in accordance with the International Financial Reporting Standards (IFRS).

The Interim Condensed Consolidated Financial Statements have been prepared based on the going concern principle. In making this assessment, management considered the Group’s current and projected liquidity position, access to financing, operational performance and the broader regulatory and geopolitical environment.

For the three month period ended 31 March 2026, the Group recorded a net profit. The Group maintained a high level of positive EBITDA, reflecting the resilience of its core operations and the ability to generate operational cash flows. Management has considered this performance in its assessment of the Group’s ability to continue as a going concern and in planning mitigating actions to address potential operational and financial challenges arising from sanctions and supply disruptions (refer to note 2.3. Implication of imposed US Sanctions).

Management has prepared cash flow forecasts and assessed mitigating actions, including the ongoing engagement with relevant authorities, cooperation with shareholders (including the Government of the Republic of Serbia) and other operational measures aimed at ensuring business continuity. Based on these assessments, management believes that the Group will be able to meet its obligations as they fall due for at least the next twelve months from the reporting date.

Given the inherent uncertainty regarding the future development, scope and duration of sanctions and related regulatory measures, a material uncertainty exists which management is monitoring closely. The Interim Condensed Consolidated Financial Statements have been prepared on a going concern basis and do not include any adjustments that would be required if the Group were unable to continue as a going concern.

In 2026 the volatility in commodity and financial markets is seen rising while the RSD remained stable relative to EUR and depreciated to USD (information on the economic environment in the Republic of Serbia is detailed in Note 25) due to the geopolitical situation. Due to that during the first quarter 2026 the Group didn’t review the critical accounting estimates which are used by the Group in the Interim Condensed Consolidated Financial Statements preparation and which are assessed based on oil prices forecasts, inflation and market borrowing rate. In particular as of 31 March 2026 the Group didn’t review estimation of the recoverable amount of the non-current assets that is determined for the purpose of the impairment testing. Under current conditions it turned out to be impossible to evaluate how long the volatility will persist and at what level the key financial indicators will ultimately stabilise.

## **NIS Group**

### **Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026**

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*(All amounts are in 000 RSD, unless otherwise stated)*

The Group continues monitoring the development of macroeconomic situation and the emergence of a possibility to evaluate the indicators mentioned above with reasonable certainty.

The Interim Condensed Consolidated Financial Statements have been prepared in accordance with International Accounting Standard **IAS 34 Interim Financial Reporting**. IAS 34 for interim financial reporting does not require all disclosures that would be necessarily required by IFRS.

Quarterly financial reports are prepared in accordance with the requirements of the Law on the Capital Market and the Rulebook on Reporting of Public Companies.

The amendments to existing standards, which became effective on January 1, 2026, did not have a material impact on the condensed Interim Consolidated Financial Statements.

The Group plans to apply the new IFRS 18 Presentation and Disclosures in Financial Statements, as well as amendments to existing standards adopted but not effective at the date of issue of these Interim Condensed Consolidated Financial Statements, when they become effective. The Group does not expect the amendments to existing standards to have a material impact on the Interim Condensed Consolidated Financial Statements. In relation to the new standard, which will become effective from 1 January 2027 and will replace IAS 1 Presentation of Financial Statements, the Group is currently assessing its impact on the Consolidated Financial Statements.

The Group does not disclose information which would substantially duplicate the disclosures contained in its audited Consolidated Financial Statements for 2025, such as significant accounting policies, significant estimates and judgements, financial risk disclosures or disclosures of financial line items, which have not changed significantly in amount or composition. Management of the Group believes that the disclosures in these Interim Condensed Consolidated Financial Statements are adequate to make the information presented not misleading if these Interim Condensed Consolidated Financial Statements are read in conjunction with the Group's Consolidated Financial Statements for 2025.

The Group as a whole is not subject to significant seasonal fluctuations.

#### **2.2. Changes in significant accounting policies**

Significant accounting policies, judgements and estimates applied while preparing these Interim Condensed Consolidated Financial Statements are consistent with those applied during the preparation of the Consolidated Financial Statements as of and for the year ended 31 December 2025.

#### **2.3. Implication of imposed US Sanctions**

On 10 January 2025, the Group was included in the US Treasury Specially Designated Nationals and Blocked Persons (SDN) List.

Following the designation, the U.S. Office of Foreign Assets Control ("OFAC") issued a series of specific licenses which allowed the Group to continue operating while negotiations regarding potential changes in the ownership structure.

Management has assessed the potential implications of the sanctions and related regulatory measures. However, due to significant uncertainties regarding their scope, enforcement, duration and the evolving geopolitical and economic environment, the ultimate effects on the Group's financial position, results of operations and cash flows cannot be reliably estimated as at the reporting date.

## **NIS Group**

### **Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026**

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*(All amounts are in 000 RSD, unless otherwise stated)*

Notwithstanding the above, the sanctions may have a material adverse impact on the Group, including but not limited to:

- limitations in access to international financial markets and U.S. dollar transactions;
- disruptions in relationships with suppliers, customers and other business partners;
- potential reductions in revenues and profitability due to constrained trade activities; and
- operational challenges, including supply chain disruptions and increased costs related to the sourcing of crude oil, equipment and services.

The Group continues to actively monitor developments, engage with OFAC and other relevant authorities, and implement mitigation measures aimed at maintaining business continuity. The Group is also cooperating with its shareholders, including the Government of the Republic of Serbia, with the objective of identifying appropriate solutions to address the current situation and ensure the long-term sustainability of its operations.

Management judgment regarding going concern has been applied in preparing the financial statements. See note 2.1. for full disclosure.

### **3. SEGMENT INFORMATION**

Presented below is information about the Group's operating segments for the three month period ended 31 March 2026 and 2025. Operating segments are components that engage in business activities that may earn revenues or incur expenses, whose operating results are regularly reviewed by the chief operating decision maker (CODM), and for which discrete financial information is available.

The Group manages its operations in 2 operating segments: Upstream and Downstream.

The Upstream segment (exploration and production) includes the following Group operations: exploration, development and production of crude oil and natural gas and oil field services. The Downstream segment (refining and marketing) processes crude oil into refined products and purchases, sells and transports crude and refined petroleum products. The corporate centre, Energy business activities and petrochemical production are presented within the Downstream segment.

The eliminations and other adjustments section encompasses elimination of inter-segment sales and related unrealised profits, mainly from the sale of crude oil and products, and other adjustments. Intersegment revenues are based upon estimated market prices.

EBITDA represents the Group's EBITDA. Management believes that EBITDA represents useful means of assessing the performance of the Group's on-going operating activities, as it reflects the Group's earnings trends without showing the impact of certain charges. EBITDA is defined as earnings before interest, income tax expense, depreciation, depletion and amortization, finance income (expenses) net and other non-operating income (expenses). EBITDA is a supplemental non-IFRS financial measure used by management to evaluate operations.

## NIS Group

### Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026

(All amounts are in 000 RSD, unless otherwise stated)

Reportable segment results for the three month period ended 31 March 2026 are shown in the table below:

	<b>DWS</b>				<b>Total</b>
	<b>Upstream</b>	<b>Downstream</b>	<b>Petrochemical</b>	<b>Eliminations</b>	
Segment revenue	11,584,860	62,081,796	4,771,018	(12,266,251)	66,171,423
Intersegment	11,428,621	837,630	-	(12,266,251)	-
External	156,239	61,244,166	4,771,018	-	66,171,423
<b>Adjusted EBITDA (Segment results)</b>	<b>7,028,266</b>	<b>5,498,903</b>	<b>(1,499,003)</b>	<b>-</b>	<b>11,028,166</b>
Depreciation, depletion and amortization	(3,917,544)	(3,221,168)	(190,935)	-	(7,329,647)
Share of profit in joint ventures	-	87,782	-	-	87,782
Net foreign exchange loss	(795)	(9,180)	(11,720)	-	(21,695)
Finance expenses, net	(148,443)	(165,226)	(1,996)	-	(315,665)
Income tax	(10,304)	(743,665)	4,129	-	(749,840)
Segment profit/(loss)	2,957,099	1,551,986	(1,716,973)	-	2,792,112

Reportable segment results for the three month period ended 31 March 2025 are shown in the table below:

	<b>DWS</b>				<b>Total</b>
	<b>Upstream</b>	<b>Downstream</b>	<b>Petrochemical</b>	<b>Eliminations</b>	
Segment revenue	12,713,974	68,205,561	4,705,935	(13,322,630)	72,302,840
Intersegment	12,546,060	776,570	-	(13,322,630)	-
External	167,914	67,428,991	4,705,935	-	72,302,840
<b>Adjusted EBITDA (Segment results)</b>	<b>8,525,568</b>	<b>1,764,433</b>	<b>(1,771,701)</b>	<b>-</b>	<b>8,518,300</b>
Depreciation, depletion and amortization	(3,804,620)	(3,290,151)	(164,121)	-	(7,258,892)
Share of profit in joint ventures	-	575,972	-	-	575,972
Net foreign exchange gain/(loss)	41,335	(103,456)	(4,520)	-	(66,641)
Finance expenses, net	(140,342)	(431,365)	(1,105)	-	(572,812)
Income tax	6,499	(524,305)	3,828	-	(513,978)
Segment profit/(loss)	5,466,066	(1,962,184)	(2,006,200)	-	1,497,682

Adjusted EBITDA for the three month period ended 31 March 2026 and 2025 is reconciled below:

	<b>Three month period ended</b>	
	<b>31 March</b>	<b>2025</b>
	<b>2026</b>	<b>2025</b>
Profit for the period	2,792,112	1,497,682
Income tax	749,840	513,978
Finance expenses	581,649	824,849
Finance income	(265,984)	(252,037)
Depreciation, depletion and amortization	7,329,647	7,258,892
Share of profit in joint ventures	(87,782)	(575,972)
Net foreign exchange loss	21,695	66,641
Other income, net	(243,963)	(1,290,253)
Other non-operating expense, net	150,952	474,520
<b>Adjusted EBITDA</b>	<b>11,028,166</b>	<b>8,518,300</b>

## NIS Group

### Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026

(All amounts are in 000 RSD, unless otherwise stated)

Oil, gas, petroleum and petrochemical products sales, sales of electricity, lease revenue and other sales comprise the following:

	Three month period ended 31 March	
	2026	2025
Sale of crude oil	2,718,185	66,684
Sale of gas	221,401	51,252
<i>Wholesale activities</i>	221,401	51,252
Sale of petroleum products	54,923,784	62,013,489
<i>Through a retail network</i>	22,147,186	25,421,727
<i>Wholesale activities</i>	32,776,598	36,591,762
Sale of petrochemical products	4,679,219	4,683,678
Sale of electricity	234,400	130,886
Lease revenue	110,629	79,239
Other sales	3,283,805	5,277,612
<b>Total sales</b>	<b>66,171,423</b>	<b>72,302,840</b>

Other sales mainly relate to sales of non-fuel products at petrol stations in the amount of 2,848,351 RSD (2025: 3,657,442 RSD).

All performance obligations related to customers are satisfied at the point in time at which a customer obtains control of a promised asset and the entity satisfies a performance obligation.

#### 4. CASH AND CASH EQUIVALENTS

	31 March 2026	31 December 2025
Cash in bank and in hand	15,389,002	7,205,585
Deposits with original maturity of less than three months	21,346,869	22,956,223
Cash equivalents	3,134	3,386
Restricted cash	355,567	354,910
	<b>37,094,572</b>	<b>30,520,104</b>

The fair value of cash and cash equivalents approximates their carrying value.

Restricted cash includes temporarily frozen funds held in a bank account in Bulgaria, in accordance with a decision by the National Competent Authority in Bulgaria regarding the implementation of EU restrictive measures. The Group is actively working with its legal advisors to remove these restrictions and enable the use of the funds.

#### 5. SHORT-TERM FINANCIAL ASSETS

	31 March 2026	31 December 2025
Short-term loans	26,151	37,165
<i>Less impairment loss provision</i>	(2,180)	(2,180)
	<b>23,971</b>	<b>34,985</b>

The fair value of short-term financial assets approximates their carrying value.

#### 6. TRADE AND OTHER RECEIVABLES

	31 March 2026	31 December 2025
Trade receivables	26,219,601	27,908,744
Other receivables	79,048	81,967
<i>Less impairment provision for trade receivables</i>	(7,078,513)	(7,287,871)
<i>Less impairment provision for other receivables</i>	(27,931)	(30,193)
	<b>19,192,205</b>	<b>20,672,647</b>

## NIS Group

### Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026

(All amounts are in 000 RSD, unless otherwise stated)

The Management of the Group regularly assesses the credit quality of trade and other receivables taking into account the analysis of the ageing profile of receivables and the duration of the relationships with the Group.

Management believes that the non-impaired trade and other receivables and other current assets are fully recoverable.

The carrying amounts of the Group's trade and other receivables are mostly denominated in RSD.

#### 7. INVENTORIES

	<b>31 March 2026</b>	<b>31 December 2025</b>
Crude oil	27,299,591	13,981,138
Petroleum products	19,277,626	19,341,142
Materials and supplies	8,758,905	9,512,526
Other	1,556,286	1,455,893
<i>Less impairment provision</i>	<i>(5,127,947)</i>	<i>(5,143,451)</i>
	<b>51,764,461</b>	<b>39,147,248</b>

#### 8. OTHER CURRENT ASSETS

	<b>31 March 2026</b>	<b>31 December 2025</b>
Advances paid	1,267,139	3,415,521
VAT receivables	89,330	120,031
Deferred VAT	971,181	1,298,915
Prepaid expenses	458,238	251,405
Prepaid custom duties	103,746	101,351
Prepaid excise	4,127,912	3,107,734
Other current assets	8,191,257	8,195,797
<i>Less impairment provision</i>	<i>(7,504,608)</i>	<i>(7,503,683)</i>
	<b>7,704,195</b>	<b>8,987,071</b>

Deferred VAT as at 31 March 2026 amounting to 971,181 RSD (31 December 2025: 1,298,915 RSD) represents VAT inputs claimed on invoices received and accounted for in the current period, while the inputs will be allowed in the following accounting period.

Prepaid excise as at 31 March 2026 amounting to 4,127,912 RSD (31 December 2025: 3,107,734 RSD) relates to the excise paid for the finished products stored in the non-excise warehouse and the excise paid for the imported products used in the further production process, which will be refunded in the near future.

**NIS Group****Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026***(All amounts are in 000 RSD, unless otherwise stated)***9. PROPERTY, PLANT AND EQUIPMENT**

	<b>Oil and gas properties</b>	<b>Refining assets</b>	<b>Marketing and distribution assets</b>	<b>Other assets</b>	<b>Assets under construction</b>	<b>Total</b>
<b>As at 1 January 2026</b>						
Cost	299,265,216	195,730,709	90,057,695	17,638,578	35,444,290	638,136,488
Depreciation and impairment	(139,354,096)	(103,927,380)	(46,114,466)	(10,066,808)	(2,161,885)	(301,624,635)
<b>Net book value</b>	<b>159,911,120</b>	<b>91,803,329</b>	<b>43,943,229</b>	<b>7,571,770</b>	<b>33,282,405</b>	<b>336,511,853</b>
<b>Period ended 31 March 2026</b>						
Additions	6,539,339	202,929	210,465	139,314	(2,108,800)	4,983,247
Changes in decommissioning obligations	69,316	-	-	-	-	69,316
Impairment (note 20)	-	-	-	-	(1,460)	(1,460)
Depreciation	(3,741,503)	(2,313,052)	(757,159)	(129,666)	-	(6,941,380)
Transfer from non-current assets held for sale	-	-	-	4,610	-	4,610
Disposals and write-off	-	(25)	(4,713)	(10)	-	(4,748)
Other transfers	(44,192)	(23)	(676)	871	(60,940)	(104,960)
Translation differences	4,682	-	11,498	-	3,718	19,898
	<b>162,738,762</b>	<b>89,693,158</b>	<b>43,402,644</b>	<b>7,586,889</b>	<b>31,114,923</b>	<b>334,536,376</b>
<b>As at 31 March 2026</b>						
Cost	306,208,040	195,968,178	90,268,585	17,783,194	33,241,379	643,469,376
Depreciation and impairment	(143,469,278)	(106,275,020)	(46,865,941)	(10,196,305)	(2,126,456)	(308,933,000)
<b>Net book value</b>	<b>162,738,762</b>	<b>89,693,158</b>	<b>43,402,644</b>	<b>7,586,889</b>	<b>31,114,923</b>	<b>334,536,376</b>

**NIS Group****Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026***(All amounts are in 000 RSD, unless otherwise stated)***10. RIGHT-OF-USE ASSETS**

Movements in right-of-use assets for the three month period ended 31 March 2026 are as follows:

	Land	Property	Plant and equipment	Vehicles	Total
<b>As at 1 January 2026</b>	<b>99,340</b>	<b>1,051,238</b>	<b>571,782</b>	<b>1,941,243</b>	<b>3,663,603</b>
Additions	-	6,495	16,209	44,450	67,154
Depreciation	(2,684)	(51,958)	(53,206)	(83,018)	(190,866)
Disposals	-	-	-	(22,600)	(22,600)
Foreign currency translation	59	423	-	28	510
<b>As at 31 March 2026</b>	<b>96,715</b>	<b>1,006,198</b>	<b>534,785</b>	<b>1,880,103</b>	<b>3,517,801</b>

**11. OTHER NON-CURRENT ASSETS**

	31 March 2026	31 December 2025
Advances paid for PPE	1,357,500	1,527,977
Prepaid expenses	50,836	56,818
Other assets	908,305	921,728
<i>Less allowance for other assets</i>	(275,603)	(273,895)
<i>Less allowance for advances paid</i>	(183,954)	(183,948)
	<b>1,857,084</b>	<b>2,048,680</b>

**12. SHORT-TERM DEBT AND CURRENT PORTION OF LONG-TERM DEBT**

	31 March 2026	31 December 2025
Interest liabilities	133,549	128,572
Current portion of long-term loans (note 16)	17,787,204	19,245,155
	<b>17,920,753</b>	<b>19,373,727</b>

**13. TRADE AND OTHER PAYABLES**

	31 March 2026	31 December 2025
Trade payables	12,222,869	11,240,739
Dividends payable	5,844,191	5,844,191
Other accounts payable	1,621,363	1,646,441
	<b>19,688,423</b>	<b>18,731,371</b>

**14. OTHER CURRENT LIABILITIES**

	31 March 2026	31 December 2025
Contract liabilities arising from contracts with customers:		
- Advances received	3,986,929	2,092,821
- Customer loyalty	846,368	804,379
- Deferred income	88,322	75,828
Payables to employees	4,765,347	3,615,606
Other current non-financial liabilities	300,544	454,620
	<b>9,987,510</b>	<b>7,043,254</b>

Revenue in the amount of 1,331,756 RSD recognized in the current reporting period (31 March 2025: 4,291,009 RSD) related to the contract liabilities as at 1 January 2026, of which 1,170,916 RSD (31 March 2025: 3,954,690 RSD) related to advances and 160,840 RSD (31 March 2025: 336,319 RSD) to the customer loyalty programme.

**NIS Group****Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026***(All amounts are in 000 RSD, unless otherwise stated)***15. OTHER TAXES PAYABLE**

	<b>31 March 2026</b>	<b>31 December 2025</b>
Mineral extraction tax	526,555	501,157
VAT	4,020,677	2,464,268
Excise tax	7,825,540	3,403,527
Contribution for State commodity reserves	352,741	128,631
Custom duties	21,934	7,499
Energy efficiency fee	38,745	15,063
Other taxes	2,082,207	824,949
	<b>14,868,399</b>	<b>7,345,094</b>

**16. LONG-TERM DEBT**

	<b>31 March 2026</b>	<b>31 December 2025</b>
Bank loans	43,798,634	46,392,417
Other long-term borrowings	904,862	897,946
<i>Less current portion (note 12)</i>	<i>(17,787,204)</i>	<i>(19,245,155)</i>
	<b>26,916,292</b>	<b>28,045,208</b>

Movements on the Group's liabilities from bank loans are as follows:

	<b>Three month period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
<b>Long-term loans at 1 January</b>	<b>46,392,417</b>	<b>65,159,107</b>
Repayment	(2,654,277)	(2,061,297)
Non-cash transactions	6,481	10,174
Foreign exchange difference	54,013	107,734
<b>Long-term loans at 31 March</b>	<b>43,798,634</b>	<b>63,215,718</b>

*Bank loans*

	<b>31 March 2026</b>	<b>31 December 2025</b>
Total bank loans	43,798,634	46,392,417
Current portion	(17,787,204)	(19,245,155)
	<b>26,011,430</b>	<b>27,147,262</b>

The maturity of bank loans was as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
Between 1 and 2 years	6,335,246	6,323,800
Between 2 and 5 years	19,430,931	20,578,503
Over 5 years	245,253	244,959
	<b>26,011,430</b>	<b>27,147,262</b>

The carrying amounts of bank loans in the amount of 43,798,634 RSD (31 December 2025: 46,392,417 RSD) are denominated in EUR.

The Group repays loans in accordance with the agreed dynamics, i.e. determined annuity plans. The Group has both fixed and floating interest rates with the creditors. Floating interest rates are connected with Euribor. Management expects that the Group will be able to fulfil its obligations within the agreed timeframe.

## NIS Group

### Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026

(All amounts are in 000 RSD, unless otherwise stated)

The loan agreements contain financial covenants that require the Group to maintain a ratio of Consolidated Indebtedness to Consolidated EBITDA (note 3). Management believes the Group is in compliance with these covenants as of 31 March 2026 and 31 December 2025 respectively.

Other long-term borrowings in the amount of 904,862 RSD (31 December 2025: 897,946 RSD) mainly relate to the corporate bonds.

#### 17. LEASE LIABILITIES

	<b>31 March 2026</b>	<b>31 December 2025</b>
Non-current lease liabilities	1,772,699	2,063,674
Current lease liabilities	999,829	1,150,161
	<b>2,772,528</b>	<b>3,213,835</b>

Amounts recognized in profit and loss:

	<b>Three month period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
Interest expense (included in finance cost) (note 23)	32,415	37,998
Expense relating to short-term leases and other lease contracts excluded from IFRS 16	19,235	27,750
Expense relating to leases of low value assets that are not shown above as short-term leases	19,517	16,426
Expense relating to variable lease payments not included in lease liabilities	642,886	617,851

Movements on the Group's liabilities from lease activities are as follows:

	<b>Three month period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
<b>As at 1 January</b>	<b>3,213,835</b>	<b>3,554,987</b>
Repayment	(378,685)	(238,220)
Non-cash transactions	(66,081)	148,612
Foreign exchange difference	3,459	11,050
<b>As at 31 March</b>	<b>2,772,528</b>	<b>3,476,429</b>

#### 18. PRODUCTION, MANUFACTURING AND COST OF OTHER SALES

	<b>Three month period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
Employee costs	3,834,180	3,633,271
Materials and supplies (other than O&G and petroleum products)	880,072	953,768
Repair and maintenance services	990,606	1,146,720
Electricity for resale	4,925	23,605
Electricity and utilities	3,563,175	4,345,837
Safety and security expense	40,677	268,062
Transportation services for production	159,312	174,658
Other	862,477	1,847,100
	<b>10,335,424</b>	<b>12,393,021</b>

**NIS Group****Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026***(All amounts are in 000 RSD, unless otherwise stated)***19. SELLING, GENERAL AND ADMINISTRATIVE EXPENSES**

	Three month period ended 31 March	
	2026	2025
Employee costs	6,010,185	5,729,498
Commission and agency fees	132,884	199,120
Legal, audit and consulting services	146,324	235,441
Current repair cost	284,805	388,823
Costs on advertising and marketing	34,355	77,586
Electricity and utilities	377,112	336,837
Rent expense	11,298	11,084
Business trips expense	22,492	47,166
Safety and security expense	302,125	286,115
Insurance expense	22,465	31,795
Transportation and storage	54,636	66,111
Allowance for doubtful accounts	965	14,552
Other	915,329	1,163,009
	<b>8,314,975</b>	<b>8,587,137</b>

Other expenses in the amount of 915,329 RSD (2025: 1,163,009 RSD) mainly relate to bank charges, IT services, telecommunication services and other services.

**20. OTHER INCOME, NET**

	Three month period ended 31 March	
	2026	2025
Penalties	182,698	(29,351)
(Charge)/release of provisions (legal, environmental, etc.), net	(68,079)	1,165,194
Impairment of non-financial assets	(1,460)	-
Gain from write-off of accounts payable	125,414	2,101
ARO - Change in estimate	(4,207)	-
Charity and social payments	(587)	(9,499)
Other	10,184	161,808
	<b>243,963</b>	<b>1,290,253</b>

**21. NET FOREIGN EXCHANGE LOSS**

	Three month period ended 31 March	
	2026	2025
Foreign exchange gain/(loss) on financing activities including:		
- foreign exchange gain	11,560	30,226
- foreign exchange loss	(71,585)	(149,010)
Net foreign exchange gain on operating activities	38,330	52,143
	<b>(21,695)</b>	<b>(66,641)</b>

**22. FINANCE INCOME**

	Three month period ended 31 March	
	2026	2025
Interest on bank deposits	263,990	248,440
Interest income on loans issued	1,994	3,597
	<b>265,984</b>	<b>252,037</b>

## NIS Group

### Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026

(All amounts are in 000 RSD, unless otherwise stated)

#### 23. FINANCE EXPENSES

	Three month period ended 31 March	
	2026	2025
Interest expense	530,847	794,060
Losses on restructuring of borrowings	6,481	10,173
Decommissioning provision: unwinding of the present value discount	45,008	35,835
Provision of trade and other non-current receivables: discount	(687)	(6,725)
Less: amounts capitalised on qualifying assets	-	(8,494)
	<b>581,649</b>	<b>824,849</b>

Interest expense includes expenses on lease liabilities in the amount of 32,415 RSD for the three months period ended 31 March 2026 (37,998 RSD for the three months period ended 31 March 2025 accordingly) (Note 17).

#### 24. FAIR VALUE MEASUREMENT

The following assets are measured at fair value in the Interim Condensed Consolidated Financial Statements: investment properties, financial investments classified as available for sale and other non-current financial assets and liabilities. The valuation techniques and inputs used in fair value measurements are on the same basis as disclosed in the Consolidated Financial Statements as of 31 December 2025. There were no transfers between the levels of the fair value hierarchy during 2026.

As of 31 March 2026 the carrying value of financial assets approximates their fair value.

#### 25. CONTINGENCIES AND COMMITMENTS

##### *Taxes*

Tax laws are subject to different interpretations and frequent amendments. Tax authorities' interpretation of Tax laws may differ to those made by the Group's management. As a result, some transactions may be disputed by tax authorities and the Group may have to pay additional taxes, penalties and interests. Tax liability due date is five years. Tax authorities have the right to determine unpaid liabilities within five years since the transaction date. Management has assessed that the Group has paid all tax liabilities as of 31 March 2026.

##### *Economic environment in the Republic of Serbia*

The exacerbation of the geopolitical situation as a result of further developments related to Ukraine has led to increased volatility in commodity and financial markets. This has been further intensified by rising tensions in the Middle East, including risks to energy supply and broader regional stability.

Currently the Group is continuing the assessment of the sanctions' impact on the Group's operations.

The management is taking necessary measures to ensure the sustainability of the Group's operations. However, the future effects of the current economic situation are difficult to predict and the management's current expectations and estimates could differ from the actual results.

##### *Environmental protection*

Based on an internal assessment of compliance with the Republic of Serbia's environmental legislation as at the reporting date, the Group's management recognised an environmental provision in the amount of 297,138 RSD (31 December 2025: 302,404 RSD).

The Group's Management believes that cash outflows related to provision will not be significantly higher than those already provided for. However, it is possible that these costs could increase significantly in the future, should the legislation become more restrictive.

## NIS Group

### Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026

(All amounts are in 000 RSD, unless otherwise stated)

#### Capital commitments

As of 31 March 2026 the Group has entered into contracts to purchase property, plant and equipment in the amount of 3,386,306 RSD (31 December 2025: 3,177,738 RSD).

There were no other material commitments and contingent liabilities of the Group.

## 26. GROUP STRUCTURE

The immediate and ultimate holding company of the Group is PJSC Gazprom. In relation to the company Gazprom, NIS is a member of the Gazprom Group on the grounds that legal entities (included in one group of entities), by virtue of their joint participation, have more than fifty percent of the total number of votes attributable to voting shares in the authorized capital of the Company.

## 27. RELATED PARTY TRANSACTIONS

For the purpose of these Interim Consolidated Financial Statements parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the party in making financial and operational decision as defined by IAS 24 Related Party disclosure.

In the three month period ended 31 March 2026 and in the same period in 2025, the Group entered into business transactions with its related parties. The most significant transactions with related parties in the mentioned periods related to the supply/delivery petroleum products and energy.

As at 31 March 2026 and 31 December 2025 the outstanding balances, presented net of impairment, with the related parties were as follows:

	Parent company	Parent's subsidiaries and associates	Joint venture
<b>As at 31 March 2026</b>			
Short-term financial assets	-	24,131	-
Trade and other receivables	-	108,634	2,578
Other current assets	-	1,477	-
Investments in joint venture	-	-	3,482,293
Trade and other non-current receivables	-	-	1,025,938
Trade and other payables	-	(2,078,785)	(36,516)
Other current liabilities	-	(994,771)	(326)
	-	<b>(2,939,314)</b>	<b>4,473,967</b>
<b>As at 31 December 2025</b>			
Short-term financial assets	-	35,145	-
Trade and other receivables	-	164,416	17,759
Other current assets	-	1,477	-
Investments in joint venture	-	-	3,394,511
Trade and other non-current receivables	-	-	1,013,125
Trade and other payables	-	(2,078,671)	(188,575)
Other current liabilities	-	(329)	(213)
	-	<b>(1,877,962)</b>	<b>4,236,607</b>

**NIS Group****Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026**

*(All amounts are in 000 RSD, unless otherwise stated)*

For the three month period ended 31 March 2026 and 2025 the following transactions occurred with the related parties:

	<b>Parent</b>	<b>Parent's subsidiaries and associates</b>	<b>Joint venture</b>
<b>Three month period ended 31 March 2026</b>			
Revenues from sales of products and services	-	9,801	28,281
Expenses based on procurement of products and services	-	-	(377,727)
Other income/(expenses), net	-	552	(143)
	-	<b>10,353</b>	<b>(349,589)</b>
<b>Three month period ended 31 March 2025</b>			
Revenues from sales of products and services	-	47,647	52,480
Expenses based on procurement of products and services	-	(124,847)	(843,127)
Other income, net	-	856	2,829
	-	<b>(76,344)</b>	<b>(787,818)</b>

**28. EVENTS AFTER THE REPORTING DATE**

On 17 April 2026, OFAC issued a specific license (Licence No. MUL- 2025-1447098-5) that postpones the full implementation of sanctions until 16 June 2026.

All events occurring after the reporting date from 31 March 2026 to 17 April 2026, when these Interim Condensed Consolidated Financial Statements were approved, have been taken into account.

## **NIS Group**

### **Notes to the Interim Condensed Consolidated Financial Statements for the three month period ended 31 March 2026**

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*(All amounts are in 000 RSD, unless otherwise stated)*

## **NIS Group**

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