ZIGNAGO VETRO

Interim Financial Report
31 March 2025

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31 March 2025

Zignago Vetro SpA
Registered office: Italy - Fossalta di Portogruaro (VE), Via Ita Marzotto No. 8
Share Capital approved Euro 8,932,000 Share Capital fully paid-in Euro 8,926,308
Tax and Venice Company Register No.: 00717800247
Company Duration: 31 December 2100

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Zignago Vetro Group Structure

AT 7 MAY 2025

ACTIVITIES AND SHAREHOLDINGS

Company Bodies

BOARD OF DIRECTORS
in office for the three-year period 2022 - 2024

chairperson
Nicolò Marzotto

vice chairperson
Franco Moscetti

chief executive officer
Biagio Costantini

directors
Alessia Antonelli
Roberta Benaglia
Ferdinando Businaro
Giorgina Gallo
Daniela Manzoni
Gaetano Marzotto
Luca Marzotto
Stefano Marzotto
Barbara Ravera

Control, Risks and Sustainability Committee

Alessia Antonelli
Luca Marzotto
Giorgina Gallo

Remuneration Committee

Daniela Manzoni
Stefano Marzotto
Franco Moscetti

Committee for Transactions with Related Parties

Alessia Antonelli
Barbara Ravera
Roberta Benaglia

Lead Independent Director

Franco Moscetti

BOARD OF STATUTORY AUDITORS
in office for the three-year period 2022 - 2024

statutory auditors
Alberta Gervasio - chairperson
Carlo Pesce
Andrea Manetti

alternate auditors
Cesare Conti
Roberta Tognin

Supervisory Board

Alessandro Bentsik - chairperson
Massimiliano Agnetti
Nicola Campana

Independent Audit Firm
for the 2016 - 2024 period

KPMG SpA

Management

Group Chief Financial Officer
Cristiano Bonetto

Group Technical Director
Roberto Bassarelli

Group Commercial Directors
Stefano Bortoli
Andrea Pianca

Directors' Report

The Zignago Vetro Group

The Zignago Vetro Group operates in the production and marketing of high quality hollow glass containers prevalently for the Food and Beverage, Cosmetics and Perfumery and "Specialty Glass" sectors (highly customised glass containers in small batches, typically used for wine, liquors and oils).

The Group operates in the market with a business-to-business model, supplying containers to its clients, which are then used in their respective industrial activities. Specifically, in the Italian market, the Group is one of the leading producers and distributors of glass containers for the food and beverage sector, while at international level it has a strong market share in the cosmetics and perfumery and specialty glass sectors.

The Interim Report for the period ended 31 March 2025 and 2024, unaudited, was prepared in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board ("IASB") and approved by the European Union in accordance with Regulation No. 1606/2002 ("IFRS").

The Interim Report at 31 March 2025 is prepared in accordance with IAS 34 "Interim Reporting" and Article 154-ter of the CFA, following the summary form permitted under the standard. This Interim Report therefore does not include all the information published in the annual report and must be read together with the financial statements at 31 December 2024 for full and complete disclosure of the Group accounts.

In particular, the accounting principles adopted for the preparation of the Interim Report for the period ended 31 March 2025 and 2024 are the same as those utilised for the consolidated financial statements of the Zignago Vetro Group for the year ended 31 December 2024 and were applied consistently for all periods presented, except for the adoption of the new standards, amendments and interpretations approved by the IASB and approved for adoption in Europe and obligatory for accounting periods beginning 1 January 2022.

We recall that IFRS 11 - Joint arrangements, applicable for the Group from 1 January 2014, replaces IAS 31 Interests in Joint Ventures and SIC 13 Jointly Controlled Entities – Non-Monetary Contributions by Venturers, and identifies, on the basis of the rights and obligations of the participants, two types of agreements - joint operations and joint ventures - and governs the consequent accounting treatment to be adopted for recognition in the financial statements, removing the option to consolidate jointly controlled companies proportionally and requiring jointly controlled companies defined as joint ventures to be recognised using the equity method.
In the Consolidated Financial Statements to the Interim Report for the period ended 31 March 2025 and for the comparative financial statements at 31 March 2024 and the annual financial statements at 31 December 2024, the Group recognised the investments held in Vetri Speciali, Vetreco and Julia Vitrum, which are classified as joint ventures, under the equity method, instead of the proportional consolidation method.
However, in the Directors' Report the figures (and the subsequent comments) are based on the "management view of the Group business", which provides for the proportional consolidation of joint ventures, in continuity with the accounting policies adopted until 31 December 2013. These figures however must not be considered as an alternative to those provided for by IFRS, but rather exclusively for supplementary disclosure and reflective of management's view of the business.

For this purpose, a reconciliation of the Balance Sheet and of the Income Statement, prepared according to IFRS in force from 1 January 2014 and those in force at 31 December 2013, is provided in the Directors' Report.

Pursuant to CONSOB communication DEM 6064293 of 28 July 2006 and ESMA/2015/1415 recommendations on alternative performance indicators utilised by the Parent - which although not specifically defined by IAS/IFRS are considered particularly useful to monitor the business performance - we provide the following information:

- net financial debt is defined by the Company as the sum of current loans and borrowings, liquidity and non-current loans and borrowings. This net figure is the same as the net financial position as per CONSOB communication No. DEM/6064293 of 28 July 2006;
- value of production: the Company defines this as the arithmetical sum of revenues, the change in finished products, semi-finished products, and work-in-progress and the internal work capitalised;
- value added: the Company defines this as the difference between value of production and raw materials consumed (purchase costs plus or minus the change in raw materials and service costs);
- EBITDA: the Company defines this as a difference between value added and personnel expense (including those of temporary workers), plus the effect of the measurement of joint ventures using the equity method. EBITDA is a measure utilised by the issuer to monitor and measure operating performance although not an accounting measure as per IFRS. The measurement criteria of this indicator may not be in line with that utilised by other entities and therefore it may not be entirely comparable. Within this context the issuer utilised a calculation model in line with its core business which included the effects deriving from the application of IFRS 11. The Company considers the results deriving from its equity investments in joint ventures as operating items and non-financial items of the Group's business, related to a clearly defined investment strategy and as such classified within the Group's interim operating results;
- EBIT: the Company defines this as the difference between EBITDA and depreciation & amortisation of tangible assets plus provisions & write-downs, including allowance for bad debts;
- Operating profit: this performance measure is also contained in IFRS and is defined as the difference between EBIT and the net balance of non-recurring operating costs and income. We point out that this latter item includes incidental income and costs, capital gains and losses on sales of assets, insurance compensation, grants, and other minor positive and negative items;
- free cash flow: the Company defines this as the sum of the cash flows from operating activities and cash flows from investing activities.

The figures reported in this Interim Report, if not otherwise stated, are expressed in thousands of Euro in the financial statements and in millions of Euro in the Explanatory Notes, excepted where otherwise stated.

* * * * *

The Zignago Vetro Group, according to management's view, operates through eight Business Units, corresponding to the respective legal entities. Given this, information concerning the operating performance of

the various operating and geographical segments (segment reporting under IFRS 8) is included in the illustration of the financial reporting data for each company and is an integral part of this Directors' Report.

Segment reporting which coincides with the various legal entities is provided below, independently of the respective consolidation method applied.

Disclosure by region is not considered appropriate for the Group.

The operating segments ("Business Units") are identified as follows:

- Zignago Vetro SpA: this Business Unit carries out the production of glass containers for food and beverages and for cosmetics and perfumery;
- Zignago Vetro Polska SA: this Business Unit undertakes the production of a wide range of customised products for cosmetic and perfumery containers and also for food and beverage niche markets worldwide;
- Zignago Vetro France SAS: this Business Unit carries out the production of glass containers for perfumes;
- Vetri Speciali SpA: this Business Unit includes the production of specialty containers, principally for wine, spirits, vinegar and olive oil;
- Zignago Glass USA Inc.: this Business Unit carries out the sales promotion of glass containers for food and beverages and for cosmetics and perfumery on the American continent;
- Tre-Ve Srl, Verreries du Sud Est and General Vetri Spa: this Business Unit is engaged in the marketing of glass containers, mainly in Italy;
- Vetreco Srl, Vetro Revet Srl and Julia Vitrum SpA: these Business Units are engaged in the processing of raw glass into secondary raw material ready for use by glassmakers.
- NRG Glass Moulds Srl and Italian Glass Moulds Srl: this Business Unit is engaged in the marketing and regeneration of glass container moulds.

The consolidation scope of the Zignago Vetro Group at 31 march 2025 and 2024 was as follows:

- Zignago Vetro SpA (parent)

The companies consolidated using the line-by-line method are as follows:

- Zignago Vetro France SAS
- Zignago Vetro Polska S.A.
- Zignago Glass USA Inc.
- Vetro Revet S.r.l.
- Italian Glass Moulds S.r.l.

The companies valued under the equity method are the following:

- Vetri Speciali SpA and the subsidiaries Tre-Ve Srl, Verreries du Sud Est Sas, NRG Glass Moulds Srl and General Vetri Spa
- Vetreco Srl
- Julia Vitrum SpA

The basis of consolidation and measurement criteria, including the equity investments held by Zignago Vetro S.p.A. are outlined in the paragraph "accounting principles and measurement criteria" in the notes to the consolidated financial statements.

In the Directors' Report, as previously stated, the figures are based on the "management view of the Group business", which provides for the proportional consolidation of joint ventures, in continuity with the accounting policies adopted until 31 December 2013.

Events in the first three months of 2025

Investigation by the Competition Authority into the market

As outlined in the annual report in the previous year, we recall that in November 2023 the Italian Competition Authority (AGCM) opened an investigation for an alleged agreement restricting competition in the sale of glass bottles, against nine companies, including Zignago Vetro.
The Company has provided the utmost support and cooperation to the Authorities in the course of these proceedings, while also promptly communicating that it has always operated in full compliance with applicable competition rules and regulations, restating that Zignago Vetro's conduct was influenced by the very significant and widespread cost increases for all production inputs, in particular energy and raw materials.
On 27 January 2025, the hearing of representatives of Zignago Vetro was held in the presence of the party's lawyers and consultants. At the hearing, the dynamics of the 2022 - 2023 - 2024 prices were described with regards to raw materials, energy and sales prices.
As of the closing date of these financial statements, there are no reasons to allocate liabilities to the industrial risk provision.
The closure of the proceedings, initially set by 31 December 2024, has been extended to 31 December 2025.

Distribution of dividends

The Shareholders' Meeting of Zignago Vetro SpA on 7 May 2025 approved the distribution of a dividend of Euro 0.45 per share, totalling Euro 39.7 million, with payment date of 14 May 2025.

Treasury shares

On 7 May 2025, the Shareholders' Meeting of Zignago Vetro SpA revoked, for the part not executed, the resolution granted in favour of the Board of Directors to purchase and sell treasury shares, as approved by the Shareholders' Meeting of 29 April 2024 and authorised the Board of Directors to purchase and sell treasury shares for a maximum number not exceeding the total nominal amount, including any shares held by subsidiaries, corresponding to one-fifth of the share capital. The new authorisation is proposed for a period of 18 months, commencing from 7 May 2025. The minimum purchase price shall not be less than 20%, and the maximum price not more than 20%, of the share price registered on the trading day prior to each transaction; the sale price shall not be 20% higher or lower than the share price registered on the trading day prior to each transaction. These price limits will not be applied where the sale of shares is to employees, including management, executive directors and consultants of Zignago Vetro and its subsidiaries in relation to incentive stock option plans.

In the first three months of 2025, no treasury shares were purchased.

At 31 March 2024, the company still had in portfolio 1,069,583 treasury shares, corresponding to 1.1975% of the share capital, purchased for Euro 10.6 million.

In addition, on 7 May 2025 Zignago Vetro S.p.A.'s share portfolio reduced by 14,785 shares, as a result of the allocation to the beneficiaries of the "2022-2024 Performance Share Plan" stock options, and thus totalled 1,054,708 shares at the reporting date.

Share-based payments

The fair value at the grant date of the incentives recognised in equity-settled share-based payments granted to employees is usually recognised as a cost, with a corresponding increase in equity, over the period during which employees obtain the right to the incentives. The amount recognised as an expense is adjusted to reflect the actual number of incentives for which the conditions for remaining in service have matured and consequentially non-market results, so that the final amount recognised as an expense is based on the number of incentives that meet the above conditions on the vesting date. In the case of incentives recognised in share-based payments whose conditions are not to be considered as vesting, the fair value at the grant date of the share-based payment is measured to reflect these conditions. With reference to the non vesting conditions, any differences between the assumptions at the grant date and the effective date will not produce any impact in the financial statements. The fair value of the amount to be paid to employees in respect to the share revaluation rights, settled in cash, is recognised as an expense with a corresponding increase in liabilities over the period during which employees mature the unconditional right to receive the payment. The liability is measured at each reporting date and at the settlement date based on the fair value of the revaluation rights of the shares. Any changes in the fair value of the liability are recognised to profit or loss for the year.

The Share incentive plan (approved by the Shareholders' Meeting of 28 July 2022) concluded on 31 December 2024, called the "2022-2024 Performance Shares Plan", reserved for the Chief Executive Officer and the senior executives of the company, based on the free granting of options to receive shares of the company, subject to the achievement of specific operating result and sustainability targets. This Plan overall concerned 109,500 ordinary shares of the company and has a vesting period from 1.1.2022 to 31.12.2024. As outlined above, on 7 May 2025, the final allocation was made to the beneficiaries for the portion of objectives achieved.

At the date of this report, the Shareholders' Meeting approved an additional plan, called the "2025-2027 Performance Shares Plan", reserved for the Chief Executive Officer and the senior executives of the company, based on the free granting of options to receive shares of the company, subject to the achievement of specific operating result and sustainability targets. This Plan overall concerned 202,500 ordinary shares of the company and has a vesting period from 1.1.2025 to 31.12.2027.

Zignago Group operating performance

The first quarter of 2025 featured recovering **Beverage and Food** container demand, stabilising at levels above those for Q1 2024. The destocking which had emerged in previous periods and across the supply chains is normalising in most of the market segments in which our Companies operate.
In this environment, the Group was able to tap into opportunities for a return to sales volume growth despite the strong competition emerging in its target markets.

In contrast, demand for **Cosmetic and Perfumery** containers continues to be affected by destocking and global market turbulence. The Group therefore reported reduced sales volumes in Q1 compared to the same period of the previous year, with a reduction in average prices mainly due to the mix.

During the first quarter, the production inputs, particularly energy, suffered from generalised inflation due to the geopolitical tensions and speculation. This resulted in, particularly in the first two months of the year, a contraction in operating margins for the period, also related to the temporary impact of inventory changes.

In order to better illustrate the performance, as previously stated, the figures are based on the "management view of the Group business", which provides for the proportional consolidation of joint ventures, as permitted by the accounting standards in force until 31 December 2013.

According to "management's view" therefore, consolidated revenues of the Zignago Vetro Group for the first quarter of 2025 amounted to Euro 155.4 million (-1.8% on the same period of the previous year: Euro 158.3 million).

Materials and external services, including changes in inventories and internal production of fixed assets, amounted to Euro 105.9 million compared to Euro 95.8 million in Q1 2024 (10.5%), accounting for 68.2% of revenues compared to 60.6% in the same period of the previous year.

Personnel expense amounted to Euro 27.4 million, compared to Euro 28.0 million in Q1 2024 (-2.0%). The percentage of revenues remains stable at 17.7% (17.6% in Q1 2024).

EBITDA was Euro 22 million (Euro 34.4 million in Q1 2024), decreasing 36% on the same period of 2024. This is a 14.2% revenue margin, compared to 21.8% in the same period of 2024.

Consolidated EBIT amounts to Euro 4.4 million, decreasing 73.9% on Euro 16.8 million for Q1 2024, with a 2.8% revenue margin (compared to 10.6%).

The consolidated operating profit in the first quarter of 2025 decreased 72.9% on the same period of the previous year (Euro 4.7 million, compared to Euro 17.2 million) - with a 3% margin compared 10.9%.

Unrealised exchange rate differences concern the adjustment to the period-end exchange rate of the loan in Euro granted by Zignago Vetro to the subsidiary Zignago Vetro Polska SA.

The consolidated net profit was Euro 1.1 million, compared to Euro 11.8 million in the same period of 2024 (-90.3%). The margin was 0.7%. The tax rate increased from 22.2% in the first quarter of 2024 to 48.9% in the first quarter of 2025, due to the effect of the taxable component independent of the pre-tax result.

The cash flow generated from the net profit in the period and amortisation/depreciation amounted to Euro 18.5 million, compared to Euro 29.0 million in the same period of the previous year (-36.1%).

The key data of the reclassified consolidated income statement of the Zignago Vetro Group in Q1 2025 and the previous year, prepared based on management's view as described previously, are reported below.

	Q1 2025		**Q1 2024**		Changes
	Euro thou.	%	Euro thou.	%	%
Revenues	155,382	100.0%	158,265	100.0%	(1.8)%
Changes in finished and semi-finished products and work in progress	(15,229)	(9.8)%	(4,680)	(3.0)%	n.a.
Internal production of fixed assets	771	0.5%	1,398	0.9%	(44.8)%
Value of production	140,924	90.7%	154,983	97.9%	(9.1)%
Cost of goods and services	(91,457)	(58.9)%	(92,566)	(58.6)%	(1.2)%
Value added	49,467	31.8%	62,417	39.4%	(20.7)%
Personnel expense	(27,428)	(17.7)%	(27,983)	(17.6)%	(2.0)%
EBITDA	22,039	14.2%	34,434	21.8%	(36.0)%
Amortisation & depreciation	(17,399)	(11.2)%	(17,230)	(10.9)%	1.0%
Accruals to provisions	(240)	(0.2)%	(357)	(0.2)%	(32.8)%
EBIT	4,400	2.8%	16,847	10.6%	(73.9)%
Net recurring non-operating income	265	0.2%	373	0.2%	(29.0)%
Operating Profit	4,665	3.0%	17,220	10.9%	(72.9)%
Net financial expense	(3,075)	(2.0)%	(2,274)	(1.5)%	35.2%
Net exchange rate gains/(losses)	159	0.1%	144	0.1%	10.4%
Profit before taxes	1,749	1.1%	15,090	9.5%	(88.4)%
Income taxes *(Tax-rate 2025: 48.9%)* *(Tax-rate 2024: 22.2%)*	(855)	(0.6)%	(3,348)	(2.2)%	(74.5)%
(Profit) Loss non-con. int.	254	0.2%	49	0.0%	n.a.
Group Profit	1,148	0.7%	11,791	7.5%	(90.3)%

The breakdown of **consolidated revenues** for Q1 2025 and 2024 are shown below:

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Zignago Vetro SpA	87,733	82,823	5.9%
Zignago Vetro France S.a.s.	12,565	20,746	(39.4)%
Vetri Speciali SpA (*)	38,520	34,464	11.8%
Zignago Vetro Polska S.a.	21,054	23,727	(11.3)%
Zignago Glass USA Inc.	936	993	(5.7)%
Vetro Revet Srl	2,587	4,689	(44.8)%
Vetreco Srl (*)	1,703	2,842	(40.1)%
Julia Vitrum SpA (*)	2,417	3,268	(26.0)%
Italian Glass Moulds Srl	1,007	1,018	(1.1)%
Total aggregate	168,522	174,570	(3.5)%
Elimination of inter-company revenues	(13,140)	(16,305)	(19.4)%
Total consolidated	**155,382**	**158,265**	(1.8)%

* For Group share

Revenues breakdown by **geographic area**:

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Italy	108,093	102,922	5.0%
E.U.	36,523	45,959	(20.5)%
Other countries	10,766	9,384	14.7%
Total	**155,382**	**158,265**	(1.8)%

Group revenues outside Italy amounted to Euro 47.3 million, compared to Euro 55.6 million in the previous year (-15.0%) and account for 23.9% of revenues (first quarter of 2024: 28.1%).

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Zignago Vetro SpA	14,464	16,599	(12.9)%
Zignago Vetro France S.a.s.	11,092	16,924	(34.5)%
Zignago Vetro Polska S.a.	14,173	14,148	0.2%
Zignago Glass USA Inc.	645	814	(20.8)%
Vetri Speciali SpA (*)	6,742	6,858	(1.7)%
Italian Glass Moulds Srl	172	286	(39.9)%
Total	**47,288**	**55,629**	(15.0)%
% of total revenues	23.9%	28.1%	

(*) For group share.

The **EBITDA** of the Individual companies for Q1 2025 and Q1 2024 is presented below:

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Zignago Vetro SpA	11,147	14,400	(22.6)%
Zignago Vetro France Sas	188	2,004	(90.6)%
Vetri Speciali SpA (*)	7,119	9,590	(25.8)%
Zignago Vetro Polska Sa	3,970	7,501	(47.1)%
Zignago Glass USA Inc.	111	216	(48.6)%
Vetro Revet Srl	(310)	43	n.a.
Vetreco Srl (*)	(228)	(11)	n.a.
Julia Vitrum Spa (*)	9	46	(80.4)%
Italian Glass Moulds Srl	(15)	53	n.a.
Total aggregate	**21,991**	**33,842**	**(35.0)%**
Consolidation adjustments	48	592	(91.9)%
Group EBITDA	**22,039**	**34,434**	**(36.0)%**

(*) For group share.

The **Operating Profit** of the Individual companies for Q1 2024 and Q1 2025 is presented below:

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Zignago Vetro SpA	1,624	4,493	(63.9)%
Zignago Vetro France Sas	(1,039)	502	n.a.
Vetri Speciali SpA (*)	3,948	6,663	(40.7)%
Zignago Vetro Polska Sa	1,267	5,229	(75.8)%
Zignago Glass USA Inc.	109	214	(49.1)%
Vetro Revet Srl	(445)	(18)	n.a.
Vetreco Srl (*)	(352)	(138)	155.1%
Julia Vitrum Spa (*)	(181)	(121)	49.6%
Italian Glass Moulds Srl	(282)	(177)	59.3%
Total aggregate	4,649	16,647	(72.1)%
Consolidation adjustments	16	573	(97.2)%
Group operating profit	**4,665**	**17,220**	(72.9)%

(*) For group share.

The **profit** in the first quarter of Q1 2025 and Q1 2024 was as follows:

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Zignago Vetro SpA	14,897	32,317	(53.9)%
Zignago Vetro France Sas	(862)	268	n.a.
Vetri Speciali SpA (*)	2,194	4,784	(54.1)%
Zignago Vetro Polska Sa	1,109	4,169	(73.4)%
Zignago Glass USA Inc.	77	161	(52.2)%
Vetro Revet Srl	(518)	(99)	n.a.
Vetreco Srl (*)	(386)	(189)	104.2%
Julia Vitrum Spa (*)	(288)	(220)	30.9%
Italian Glass Moulds Srl	(246)	(180)	36.7%
Aggregate total	**15,977**	**41,011**	**(61.0)%**
Consolidation adjustments	(15,083)	(29,269)	(48.5)%
(Profit) loss non-con. int.	**254**	**49**	n.a.
Group Profit	**1,148**	**11,791**	**(90.3)%**

(*) For group share.

The key data of the **reclassified consolidated income statement** of the Zignago Vetro Group in Q1 2025, in application of IFRS 11 and compared with the same quarter of the previous year is illustrated below.

	Q1 2025		**Q1 2024**		Changes
	Euro thou.	%	Euro thou.	%	%
Revenues	115,471	100.0%	120,787	100.0%	(4.4)%
Changes in finished and semi-finished products and work in progress	(11,384)	(9.9)%	(6,936)	(5.7)%	n.a.
Internal production of fixed assets	771	0.7%	1,398	1.2%	(44.8)%
Value of production	104,858	90.8%	115,249	95.4%	(9.0)%
Cost of goods and services	(69,267)	(60.0)%	(69,056)	(57.3)%	0.3%
Value added	35,591	30.8%	46,193	38.2%	(23.0)%
Personnel expense	(20,938)	(18.1)%	(21,384)	(17.7)%	(2.1)%
Equity-accounted Joint Ventures	1,520	1.3%	4,375	3.6%	(65.3)%
EBITDA	16,173	14.0%	29,184	24.2%	(44.6)%
Amortisation & depreciation	(13,808)	(12.0)%	(13,951)	(11.7)%	(1.0)%
Accruals to provisions	(109)	(0.1)%	(251)	(0.3)%	(56.6)%
EBIT	2,256	2.0%	14,982	12.4%	(84.9)%
Other income (charges)	514	0.4%	209	0.2%	145.9%
Operating Profit	2,770	2.4%	15,191	12.6%	(81.8)%
Net financial expense	(2,004)	(1.7)%	(1,686)	(1.4)%	18.9%
Net exchange rate gains/(losses)	186	0.2%	127	0.1%	46.5%
Profit before taxes	952	0.8%	13,632	11.3%	(93.0)%
Income taxes	(58)	(0.1)%	(1,890)	(1.6)%	(96.9)%
(Tax-rate 2025: 6.1%) *(Tax-rate 2024: 13.9%)*					
(Profit) Loss non-con. int.	254	0.2%	49	0.1%	n.a.
Group Profit	1,148	1.0%	11,791	9.8%	(90.3)%

For a better understanding of the results for Q1 2025, stated in accordance with management's view, a reconciliation is provided below of the reclassified statement of profit and loss between the version which values the investments in joint ventures at equity and the version utilising the proportional consolidation method, as adopted by the Group until 31 December 2013.

		Proportional consolidation					
	31.03.2025 IAS/IFRS	Vetri Speciali SpA	Vetreco Srl	Julia Vitrum Spa	Adjustment to Parent principles	Neutralisation JV using the equity criteria	31.3.2025 pre-IFRS 11 (management view)
	Euro thou.	Euro thou.	Euro thou.	Euro thou.	Euro thou.	Euro thou.	Euro thou.
Revenues	115,471	38,520	1,703	2,417	(2,729)	0	155,382
Changes in finished and semi-finished products and work in progress	(11,384)	(4,090)	107	138	0	0	(15,229)
Internal production of fixed assets	771	0	0	0	0	0	771
Value of production	104,858	34,430	1,810	2,555	(2,729)	0	140,924
Cost of goods and services	(68,782)	(21,122)	(1,898)	(2,384)	2,729	0	(91,457)
Value added	36,076	13,308	(88)	171	0	0	49,467
Personnel expense	(20,938)	(6,189)	(140)	(162)	0	0	(27,429)
Equity-accounted Joint Ventures	1,520	0	0	0	0	(1,520)	0
EBITDA	16,658	7,119	(228)	9	0	(1,520)	22,038
Amortisation & depreciation	(13,808)	(3,237)	(123)	(230)	0	0	(17,398)
Accruals to provisions	(109)	(130)	(1)	0	0	0	(240)
EBIT	2,741	3,752	(352)	(221)	0	(1,520)	4,400
Other income (charges)	29	196	0	40	0	0	265
Operating Profit	2,770	3,948	(352)	(181)	0	(1,520)	4,665
Net financial expense	(2,004)	(954)	(34)	(83)	0	0	(3,075)
Net exchange rate gains/(losses)	186	(27)	0	0	0	0	159
Profit before taxes	952	2,967	(386)	(264)	0	(1,520)	1,749
Income taxes	(58)	(773)	0	(24)	0	0	(855)
Consolidated profit	894	2,194	(386)	(288)	0	(1,520)	894
(Profit) loss non-con. int.	254	0	0	0	0	0	254
Group Profit	1,148	2,194	(386)	(288)	0	(1,520)	1,148

The **reclassified statement of financial position** of the Zignago Vetro Group at 31 March 2025, prepared according to management's view as described previously, is presented below in condensed form and compared with 31 March 2024 and 31 December 2024:

	31.03.2025		**31.03.2024**		**31.12.2024**	
	Euro thou.	%	Euro thou.	%	Euro thou.	%
Trade receivables	154,315		153,436		139,384	
Other receivables	33,366		24,701		40,679	
Inventories	180,924		187,262		196,980	
Current non-financial payables	(153,244)		(165,799)		(150,077)	
Payables on fixed assets	(6,138)		(15,659)		(9,059)	
A) Working capital	209,223	31.8%	183,941	29.5%	217,907	32.4%
Net tangible and intangible assets	402,975		391,804		408,742	
Goodwill	53,494		53,458		53,479	
Other eq. invest. & non-current assets	13,734		22,730		13,497	
Non-current provisions and non-financial payables	(21,404)		(28,454)		(21,617)	
B) Net fixed capital	448,799	68.2%	439,538	70.5%	454,101	67.6%
A+B= Net capital employed	658,022	100.0%	623,479	100.0%	672,008	100.0%
Financed by:						
Current loans and borrowings	131,749		126,298		135,404	
Cash and cash equivalents	(59,010)		(98,294)		(55,218)	
Current net debt	72,739	11.1%	28,004	4.4%	80,186	11.9%
Non-current loans and borrowings	211,990	32.2%	194,019	31.1%	221,134	32.9%
C) Net financial debt	284,729	43.3%	222,023	35.6%	301,320	44.8%
Opening Group equity	370,289		388,708		388,708	
Dividends paid	0		0		(66,376)	
Other equity changes	1,711		295		(3,914)	
Group Profit	1,148		11,791		51,871	
D) Closing equity	373,148	56.7%	400,794	64.3%	370,289	55.1%
E) Non-controlling interest equity	145	0.0%	662	0.1%	399	0.2%
D+E = Group Equity	373,293	56.7%	401,456	64.4%	370,688	55.2%
C+D+E = Total financial debt and equity	658,022	100.0%	623,479	100.0%	672,008	100.0%

Working capital at the end of the first quarter of 2025 decreased by Euro 8.7 million compared to 31 December 2024.

Trade receivables increased (by Euro 14.9 million), as did current non-financial payables (Euro 3.1 million) and other receivables decreased (Euro -7.3 million), as inventories by Euro 16 million.

The **net fixed capital** at 31 March 2025 decreased on 31 December 2024 (by Euro 5.3 million), principally due to higher depreciation than investments in the period.

Zignago Vetro Group **capital expenditure** in the first quarter of 2025 totalled Euro 11.6 million (Euro 20.6 million in the first quarter of 2024). This related in particular to:

- **Zignago Vetro SpA** for Euro 3.1 million (Euro 5.7 million in the same period of 2024), mainly for the upgrading of plant, machinery and equipment and for the purchase of moulds;
- **Zignago Vetro France SAS** for Euro 0.5 million for the upgrading of plant and industrial equipment, including moulds. In the first quarter of 2024, investments of Euro 1 million were made;
- **Zignago Polska S.A**. for Euro 0.5 million, gross of the exchange rate effect of approx. Euro 1.3 million, principally for the purchase of moulds; in the first quarter of 2024, investments of Euro 5.2 million were made;
- **Vetri Speciali SpA** (for its share) for Euro 6 million for the upgrading of industrial plant and equipment, including moulds and pallets (Euro 8 million in Q1 2024);
- **Vetro Revet Srl, Vetreco Srl, Julia Vitrum SpA,** (raw glass processing companies) for their share of Euro 0.1 million (Euro 0.2 million in 2024) concerns the maintenance and upgrading of plant and equipment.

Consolidated equity, inclusive of the profit for the period, amounted to Euro 373.3 million (31 December 2024: Euro 370.7 million). The increase of Euro 2.6 million is mainly due to the consolidated profit for the period (Euro 1.1 million) and the conversion reserve (Euro 1.5 million).

The **net financial debt** at 31 March 2025 was Euro 284.7 million, a decrease of Euro 16.6 million on 31 December 2024.

The **reclassified statement of financial position** of the Individual companies of the Zignago Vetro Group at 31 March 2025 and 2024 follows.

31.03.2025	Zignago Vetro SpA	Zignago Vetro France Sas	Vetri Speciali SpA (*)	Zignago Vetro Polska Sa	Zignago Glass USA Inc.	Vetro Revet Srl	Vetreco Srl (*)	Julia Vitrum Spa (*)	Italian Glass Moulds Srl
(Euro thousands)									
Working capital	144,410	16,376	21,789	26,271	(499)	(217)	(1,065)	1,619	583
Net fixed capital	213,570	13,656	176,963	60,611	57	8,373	4,564	10,478	5,805
Total Assets	357,980	30,032	198,752	86,882	(442)	8,156	3,499	12,097	6,388
Net financial debt	154,073	10,126	82,937	13,079	(681)	7,118	2,252	9,790	5,904
Equity	203,907	19,906	115,815	73,803	239	1,038	1,247	2,307	484
Total Liabilities	357,980	30,032	198,752	86,882	(442)	8,156	3,499	12,097	6,388

31.03.2024	Zignago Vetro SpA	Zignago Vetro France Sas	Vetri Speciali SpA (*)	Zignago Vetro Polska Sa	Zignago Glass USA Inc.	Vetro Revet Srl	Vetreco Srl (*)	Julia Vitrum Spa (*)	Italian Glass Moulds Srl
(Euro thousands)									
Working capital	139,299	22,071	(2,734)	21,903	(39)	1,949	2	379	1,395
Net fixed capital	230,592	15,433	151,823	54,948	80	7,362	4,916	11,508	6,618
Total Assets	369,891	37,504	149,089	76,851	41	9,311	4,918	11,887	8,013
Net financial debt	127,795	17,291	36,087	12,602	(63)	7,217	2,612	10,252	8,088
Equity	242,096	20,213	113,002	64,249	104	2,094	2,306	1,635	(75)
Total Liabilities	369,891	37,504	149,089	76,851	41	9,311	4,918	11,887	8,013

(*) For Group share

The **cash flow movements** affecting the consolidated net financial position in Q1 2025 and 2024 and in the previous full year, based on management's view, were as follows:

(Euro thousands)	**Q1 2025**	**Q1 2024**
Net financial debt at 1 January	**(301,320)**	**(227,905)**
Self-financing:		
- Group profit for the period	1,148	11,791
- amortisation & depreciation	17,399	17,230
- net change in provisions	(213)	(178)
- Net gains (losses) from sale of property, plant and equipment	0	(21)
	18,334	**28,822**
(Increase)/decrease in working capital	11,605	(1,332)
Net investments in property, plant and equipment	(14,658)	(19,111)
Net investments in intangible assets	(15)	(5)
Decrease (increase) of other medium/long term assets	(237)	(2,759)
Sales prices of property, plant and equipment	105	21
	(3,200)	**(23,186)**
Free cash flow	**15,134**	**5,636**
Acquisition of treasury shares	0	(457)
Effect on equity of currency conversion of financial statements of foreign companies and other changes	1,457	703
	1,457	246
Increase of net financial debt	**16,591**	**5,882**
Net financial debt	**(284,729)**	**(222,023)**

The table below shows the composition of the consolidated net financial position at 31 March 2025, compared to 31 March 2024 and 31 December 2024, calculated as per IFRS 11.

	(Euro thousands)		31.03.2025	31.03.2024	31.12.2024
A.	Cash		41,013	75,510	47,193
B.	Other cash equivalents		---	---	---
C.	Other current financial assets		995	4,874	1,421
D.	**Liquidity**	**(A) + (B) + (C)**	42,008	80,384	48,614
E.	Current financial debt		3,577	18,300	8,741
F.	Current portion of non-current financial debt		81,944	93,219	82,662
G.	**Current financial debt**	**(E) + (F)**	85,521	111,519	91,403
H.	**Net current financial debt**	**(G) - (D)**	43,513	31,135	42,789
I	Non-current loans and borrowings		146,237	141,937	163,003
J.	Debt instruments		---	---	---
K.	Trade payables and other non-current payables		---	---	---
L.	**Non-current financial debt**	**(I) + (J) + (K)**	146,237	141,937	163,003
M.	**Total financial debt**	**(H) + (L)**	189,750	173,072	205,792

The **reclassified statement of financial position** of the Zignago Vetro Group at 31 March 2025 according to IFRS in force, including the effects of applying IFRS 11, compared to 31 March and 31 December 2024 is shown below:

	31.03.2025		**31.03.2024**		**31.12.2024**	
	Euro thousands	%	Euro thousands	%	Euro thousands	%
Trade receivables	117,953		122,385		107,110	
Other receivables	36,583		45,856		27,201	
Inventories	149,030		151,404		161,434	
Current non-financial payables	(111,706)		(123,739)		(108,249)	
Payables on fixed assets	(4,980)		(9,612)		(8,341)	
A) Working capital	186,880	33.2%	186,294	32.4%	179,155	31.1%
Net tangible and intangible assets	259,040		275,055		267,291	
Goodwill	2,751		2,730		2,736	
Equity investments measured using the equity method	119,369		116,943		132,943	
Other eq. invest. & non-current assets	8,500		7,942		8,164	
Non-current provisions and non-financial payables	(13,497)		(14,436)		(13,809)	
B) Net fixed capital	376,163	66.8%	388,234	67.6%	397,325	68.9%
A+B= Net capital employed	563,043	100.0%	574,528	100.0	576,480	100.0
Financed by:						
Current loans and borrowings	84,526		111,519		91,403	
Cash and cash equivalents	(41,013)		(80,384)		(48,614)	
Current net debt	43,513	7.7%	31,135	5.4%	42,789	7.4%
Non-current loans and borrowings	146,237	26.0%	141,937	24.7%	163,003	28.3%
C) Net financial debt	189,750	33.7%	173,072	30.1%	205,792	35.6%
Opening Group equity	370,289		388,708		388,708	
Dividends paid	0		0		(66,376)	
Other equity changes	1,711		295		(3,914)	
Group Profit	1,148		11,791		51,871	
D) Closing equity	373,148	66.3%	400,794	69.8%	370,289	64.2%
E) Non-controlling interest equity	145	0.0%	662	0.1%	399	0.1%
D)+E) Group Equity	373,293	66.3%	401,456	69.9%	370,688	64.4%
C+D+E = Total financial debt and equity	563,043	100.0%	574,528	100.0 %	576,480	100.0 %

For a better understanding of the statement of financial position at 31 March 2025, stated in accordance with management's view, a reconciliation is provided below of the financial position with joint ventures measured using the equity method and that utilising the proportional consolidation method, as adopted by the Zignago Vetro Group until 31 December 2013.

		Proportional consolidation					
	31.3.2025 IAS/IFRS	Vetri Speciali SpA	Vetreco Srl	Julia Vitrum Spa	Adjustment to Parent principles	Neutralisation JV using the equity criteria	31.3.2025 pre-IFRS 11 (management view)
	Euro thou.	Euro thou.	Euro thou.	Euro thou.	Euro thou.	Euro thou.	Euro thou.
Trade receivables	117,953	34,564	1,030	2,506	(1,738)	0	154,315
Other receivables	36,583	10,672	621	584	(15,094)	0	33,366
Inventories	149,030	29,323	1,298	1,273	0	0	180,924
Current non-financial payables	(111,706)	(51,802)	(3,994)	(2,574)	16,832	0	(153,244)
Payables on fixed assets	(4,980)	(968)	(20)	(170)	0	0	(6,138)
A) Working capital	186,880	21,789	(1,065)	1,619	0	0	209,223
Net tangible and intangible assets	259,040	128,753	4,211	10,971	0	0	402,975
Goodwill	2,751	50,743	0	0	0	0	53,494
Equity investments measured using the equity method	119,369	21	0	0	0	(119,369)	21
Other eq. invest. & non-current assets	8,500	3,852	385	976	0	0	13,713
Non-current provisions and non-financial payables	(13,497)	(6,406)	(32)	(1,469)	0	0	(21,404)
B) Net fixed capital	376,163	176,963	4,564	10,478	0	(119,369)	448,799
A+B= Net capital employed	563,043	198,752	3,499	12,097	0	(119,369)	658,022
Financed by:							
Current loans and borrowings	84,526	44,152	2,273	1,798	(1,000)	0	131,749
Cash and cash equivalents	(41,013)	(18,654)	(21)	(322)	1,000	0	(59,010)
Current net debt	43,513	25,498	2,252	1,476	0	0	72,739
Non-current loans and borrowings	146,237	57,439	0	8,314	0	0	211,990
C) Net financial debt	189,750	82,937	2,252	9,790	0	0	284,729
Opening equity	370,289	128,715	1,633	2,595	0	(132,943)	370,289
Dividends	0	(15,094)	0	0	0	15,094	0
Other equity changes	1,711	0	0	0	0	0	1,711
Profit for the year	1,148	2,194	(386)	(288)	0	(1,520)	1,148
D) Closing equity	373,148	115,815	1,247	2,307	0	(119,369)	373,148
E) Non-controlling interest equity	145	0	0	0	0	0	145
D)+E) Group Equity	373,293	115,815	1,247	2,307	0	(119,369)	373,293
C+D+E = Total financial debt & equity	563,043	198,752	3,499	12,097	0	(119,369)	658,022

The Group average **headcount** at 31 March 2025 was 2,731, compared to 2,807 at 31 December 2024 and 2,804 at 31 March 2024. The employees of Vetri Speciali SpA and Vetreco Srl have been included 100%.

Research, development and advertising costs

The companies of the Zignago Vetro Group undertook research and development focused on process and product innovation which resulted in, among other developments, the use of new materials, the introduction of new products and the application of new technical-production solutions for the "food and beverages", "cosmetics and perfumery" and "special containers" sectors.
Zignago Vetro SpA also carried out research and development for the design and introduction of new information management systems, including improvements to the process IT set up, in order to create more efficient and effective operating instruments.
Therefore, Zignago Vetro SpA avails of tax credits, establishing this amount according to the methodologies communicated in the Tax Agency Circular.

Environmental information

In the first quarter of 2025, the commitment of the Zignago Vetro Group continued in the protection of the environment with the continual improvement of the policies of territorial protection and management of environmental issues with actions aimed to reduce atmospheric emissions and energy consumption in the utilisation of natural resources and the optimisation of the production cycle, while remaining continually attentive to new and future technology developed internationally.

Risks related to personnel, safety and management

The Companies of the Zignago Vetro Group implement plant management policies to minimise the risk of accidents ensuring high levels of security in line with best industrial practices, utilising insurance to guarantee an extensive degree of protection for company structures, third party risks and interruptions in production activity. The company trains and motivates the workforce to guarantee efficiency and normal operational continuity.

Financial instruments: Group objectives & policies and description of risks

With regards to No. 6 bis of paragraph 3 of Article 2428 of the Civil Code, the main financial instruments used by the Zignago Vetro Group consist of trade receivables and payables, cash & cash equivalents, bank borrowings and interest rate swap contracts.

As regards the Group's financial management, the cash flow from operating activities are considered to be consistent with objectives for repayment of existing debt and such as to assure appropriate financial balance and adequate return on equity via dividend flows.
The Zignago Vetro SpA Group had undertaken at 31 March 2025 Interest Rate Swaps in order to hedge the interest rate risk on medium-long term loans and the currency risk. The mark to market of these derivatives at 31 March 2025 were as follows (in Euro):

Company	Bank	Underlying	Data of Signing	Notional at the reporting date	Expiry	Market value at **31.03.2025**
Zignago Vetro SpA	Unicredit	Loan	01/03/2022	9,600,000	01/02/2027	216,892
Zignago Vetro SpA	BPER	Loan	18/06/2020	1,014,325	18/06/2025	15,940
Zignago Vetro SpA	BNL	Loan	06/05/2020	1,111,111	07/05/2025	7,359
Zignago Vetro SpA	BNL	Loan	29/12/2021	12,353	28/12/2026	276,423
Zignago Vetro SpA	Intesa SanPaolo	Loan	06/08/2020	2,500,000	05/08/2025	34,634
Zignago Vetro SpA	Intesa SanPaolo	Loan	01/06/2021	13,500,000	29/05/2026	255,889
Zignago Vetro SpA	Banco BPM	Loan	08/02/2024	18,750,000	30/09/2027	(236,021)
Zignago Vetro SpA	Mediobanca	Loan	28/10/2021	18,000,000	27/10/2026	423,398
Zignago Vetro Polska	Bank Polski	Foreign currency hedges	21/10/2024	3,716,000	31/12/2025	66,382
Zignago Vetro Polska	BNP	Foreign currency hedges	27/03/2025	50,000	01/04/2025	63
Zignago Vetro Polska	BNP	Loan	05/05/2021	700,057	31/03/2026	11,366
Total				68,953,846		1,072,325

The above-mentioned transactions were undertaken for hedging purposes and provide for the payment of a fixed interest rate against the receipt of a variable interest rate. However, these transactions do not comply with all the requirements of IFRS to qualify for hedge accounting. Therefore, the Zignago Vetro Group does not use the so-called hedge accounting method and records the economic effects of hedging directly to profit or loss.

We consider that the Zignago Vetro Group is not exposed to credit risk any higher than the industry average, given that most receivables relate to customers of well-established commercial reliability and also that most are insured. Allowance for impairment debts has in any case been made to cover against any residual credit risks. We specify that such allowance was made in the period and in previous periods against specific positions involved in procedures or with longer past-due status than the Group companies' average collection times. Collective allowances for impairment have also been made for potential bad debts.

With regards to currency risk, the Zignago Vetro Group has undertaken currency hedging instruments with regards only to the Polish company, as the currency risk of the other companies is currently not considered significant.
Therefore, the Zignago Vetro Group remains exposed to the currency risk on the assets and liabilities in foreign currencies at year-end, which is not considered significant. A number of subsidiaries of the Zignago Vetro Group are located in countries not within the Eurozone: The United States and Poland. As the Zignago Vetro Group's functional currency is the Euro, the income statements of these companies are translated into Euro at the average exchange rate and, on like-for-like basis for revenues and profit in the local currency, changes in the exchange rate may impact the value in Euro of revenues, costs and profit (loss).

Zignago Vetro SpA is exposed to fluctuations in some commodity prices, in particular those relating to energy factors, such as fuel, utilised in the production process. Where considered appropriate, in order to neutralise the price effect, the Company undertook hedging transactions through the use of derivative financial instruments.

At 31 March 2025, Zignago Vetro SpA did not have any commodity swap contracts to hedge against fluctuations in energy factors.

The Zignago Vetro Group's present reference market does not involve areas possibly requiring country-risk management. Trade transactions substantially take place in western countries, primarily in the Euro and USD areas.

* * *

Pursuant to the Bank of Italy/ Consob /Isvap document No. 2 of 6 February 2009, it is considered, based on the strong profitability, on the Group's solid balance sheet and in spite of the current economic environment, that there are no uncertainties or risks on the going concern of the business.

It is considered that the information provided, together with the information illustrated below and relating to the performance of the individual companies, represents a true, balanced and exhaustive analysis of the situation of the Group and of the results of operations, overall and in the various sectors, in accordance with the size and complexity of the Group's business operations.

Reconciliation between the Group and Zignago Vetro SpA profit for the year and equity

The reconciliation of the equity and profit of Zignago Vetro SpA and the consolidated accounts at 31 March 2025, are disclosed below as per Consob communication No. DEM/6064293 of 28 July 2006.

(Euro thousands)	Net result 31/03/2025	Equity 31/3/2025
Financial statements of the Parent	14,897	203,907
Consolidation adjustments:		
interests in joint ventures measured using equity method	1,520	92,490
reversal of inter-company dividends	(15,094)	0
reversal of inter-company Profit	6	(169)
goodwill on acquisition of ZVP SA and adjustment to year-end exchange rate	0	734
consolidation effect of the investee Vetro Revet	0	2,017
IFRS 16	0	3
ZVP Loan	5	(46)
	(13,563)	**95,029**
Carrying amount of equity investments:		
Zignago Vetro France Sas	0	(4,000)
Zignago Glass USA Inc.	0	(189)
Zignago Vetro Polska Sa	0	(10,327)
Vetro Revet Srl	0	(3,030)
Italian Glass Moulds Srl	0	(2,825)
	0	**(20,371)**
Profit/(loss) and equity of the subsidiaries:		
Zignago Vetro France Sas	(862)	19,906
Zignago Glass USA Inc.	77	239
Zignago Vetro Polska Sa	1,109	73,803
Vetro Revet Srl	(518)	151
Italian Glass Moulds Srl	(246)	484
	(440)	**94,583**
(Profit) loss non-con. int.	**254**	**145**
Consolidated Financial Statements	**1,148**	**373,293**

In the following pages we review and comment upon the results of the Parent.
For clarity, Zignago Vetro S.p.A.'s operating results and statement of financial position at 31 March 2025 are presented in the usual reclassified statements.

The Company - Zignago Vetro SpA

The first quarter of 2025 saw **Beverage and Food** container demand recover from the preceding quarters. The destocking across the various supply chains is now normalising for most market segments.
Against stabilising demand and supply chains, the company has successfully returned to sales volume growth despite the highly competitive marketplace.

Cosmetics and Perfumery container demand continues to be shaped by destocking and the global market turbulence. Against this backdrop, the company reports lower sales volumes for the first quarter than in the same period of the previous year, while expecting a possible recovery towards the end of the year.

Zignago Vetro, in this environment, through optimising production capacity and the flexibility of its business model, has converted the opportunities available on the market, while noting a contraction in the margin in view of the dynamics for certain production factors and the temporary impact of inventory movements.

The reclassified income statement of Zignago Vetro SpA for the first quarter of 2025 compared to the same period of the previous year is shown below:

	Q1 2025		**Q1 2024**		Changes
	Euro thousands	%	Euro thousands	%	%
Revenues	87,733	100.0%	82,823	100.0%	5.9%
Changes in finished and semi-finished products and work in progress	(9,657)	(11.0)%	(4,748)	(5.7)%	103.4%
Internal production of fixed assets	21	0	728	0.9%	(97.1)%
Value of production	78,097	89.0%	78,803	95.1%	(0.9)%
Cost of goods and services	(55,658)	(63.4)%	(53,008)	(64.0)%	5.0%
Value added	22,439	25.6%	25,795	31.1%	(13.0)%
Personnel expense	(11,292)	(12.9)%	(11,395)	(13.8)%	(0.9)%
EBITDA	11,147	12.7%	14,400	17.4%	(22.6)%
Amortisation & depreciation	(9,497)	(10.8)%	(10,002)	(12.1)%	(5.0)%
Accruals to provisions	(60)	(0.1)%	(60)	(0.1)%	0
EBIT	1,590	1.8%	4,338	5.2%	(63.3)%
Other income (charges)	34	0	155	0.2%	(78.1)%
Operating Profit	1,624	1.9%	4,493	5.4%	(63.9)%
Investment income	15,094	17.2%	29,684	35.8%	(49.2)%
Net financial expense	(1,669)	(1.9)%	(1,308)	(1.6)%	27.6%
Net exchange rate gains/(losses)	(56)	(0.1)%	7	0	n.a.
Profit before taxes	14,993	17.1%	32,876	39.7%	(54.4)%
Income taxes	(96)	(0.1)%	(559)	(0.7)%	(82.8)%
(tax-rate 2025: n.a.)					
(tax-rate 2024: 17.5%)					
Profit for the period	14,897	17.0%	32,317	39.0%	(53.9)%

Revenues in the first three months of 2025 amounted to Euro 87.7 million (-5.9% compared to the first quarter of the previous year: Euro 82.8 million). Sales of glass containers and accessories (the latter referring to Zignago Vetro SpA's services on the market) amounted to Euro 84.1 million (+5.1% on Euro 80 million in Q1 2024).

Exports in the quarter, presented in the following table, decreased 10.1% on Q1 2024 and accounted for 18.4% of revenues (21.7% in 2024).

Revenues by geographic segment, excluding sundry materials and services:

(Euro thousands)	**Q1 2025**	**Q1 2024**	Change %
Italy	71,559	64,828	10.4%
EU Europe (Italy excluded)	11,092	14,061	(21.1)%
Other areas	5,082	3,934	29.2%
Total	87,733	82,823	5.9%
of which export	16,174	17,995	(10.1)%
%	18.4%	21.7%	

The percentage of raw material and service costs on revenues, including changes in inventories, increased in the quarter from 68.9% in Q1 2024 to 74.4% in Q1 2025.
Personnel expense remains stable at Euro 11.3 million in Q1 2025, compared to Euro 11.4 million in Q1 2024, accounting for 12.9% of revenues (13.8% in the previous year).

EBITDA was Euro 11.1 million, compared to Euro 14.4 million for the same period of 2024, mainly due to the lower sales revenues. This was a 12.7% revenue margin (17.4% in the same period of 2024).

EBIT in the first three months of 2025 totalled Euro 1.6 million (1.8% margin), compared to Euro 4.3 million in Q1 2024 (5.2% margin).

The profit before taxes in Q1 2025 of Euro 15 million (Euro 32.9 million in Q1 2024) constituted an 17.1% revenue margin (compared to 39.7% in Q1 2024).

The income taxes for the period concern a number of non-deductible items independent from the pre-tax result.

The Q1 2025 profit amounted to Euro 14.9 million, decreasing on Euro 32.3 million in the first quarter of 2024, with revenue margins respectively of 17% and 39%.

The cash flow generated from profit and depreciation/amortisation in the first quarter of 2025 amounted to Euro 24.4 million, compared to Euro 42.3 million in Q1 2024, accounting for 27.8% of revenues (compared to 51.1%).

The reclassified statement of financial position of Zignago Vetro SpA at 31 March 2025 and 2024 and 31 December 2024 was as follows:

	31.03.2025		**31.03.2024**		**31.12.2024**	
	Euro thou.	%	Euro thou.	%	Euro thou.	%
Trade receivables	99,463		94,988		89,048	
Other receivables	33,946		40,251		23,523	
Inventories	110,784		111,704		121,099	
Current non-financial payables	(95,748)		(101,444)		(90,849)	
Payables on fixed assets	(4,035)		(6,200)		(6,706)	
A) Working capital	144,410	40.3%	139,299	37.7%	136,115	38.3%
Net tangible and intangible assets	172,579		192,157		178,956	
Equity investments	47,250		45,750		47,250	
Other eq. invest. & non-current assets	3,625		3,888		3,666	
Non-current provisions and non-financial payables	(9,884)		(11,203)		(10,249)	
B) Net fixed capital	213,570	59.7%	230,592	62.3%	219,623	61.7%
A+B= Net capital employed	357,980	100.0%	369,891	100.0%	355,738	100.0%
Financed by:						
Current loans and borrowings	78,563		100,298		82,725	
Cash and cash equivalents	(66,729)		(107,640)		(74,420)	
Current net debt	11,834	3.3%	(7,342)	(2.0)%	8,305	2.3%
Non-current loans and borrowings	142,239	39.7%	135,137	36.4%	158,575	44.6%
C) Net financial debt	154,073	43.0%	127,795	34.5%	166,880	46.9%
Opening equity	188,858		210,129		210,129	
Dividends paid	0		0		(66,376)	
Share capital increase	0		0		0	
Profit for the year	14,897		32,317		48,828	
Other changes	152		(350)		(3,723)	
D) Closing equity	203,907	57.0%	242,096	65.5%	188,858	53.1%
C+D = Total Financial Debt and Equity	357,980	100.0%	369,891	100.0%	355,738	100.0%

Compared to 31 December 2024, **working capital** increased (+Euro 8.3 million) due to the increase in trade receivables (+Euro 10.4 million), of other receivables (+Euro 10.4 million), and the decrease in payables on fixed assets (+Euro 2.7 million), offset by the reduction in inventories (-Euro 10.3 million) and the increase in current non-financial payables (-4.9).

Net fixed capital at 31 March 2025 decreased Euro 6 million compared to 31 December 2024, as a result of amortisation and depreciation in the period exceeding investments.

Equity at 31 March 2025 increased Euro 15 million on 31 December 2024, mainly due to the profit for the first quarter of 2025.
The **net financial debt**, taking account of the above-stated movements, at 31 March 2025 amounted to Euro 154 million, a decrease of Euro 12.8 million compared to Euro 166.9 million at 31 December 2024.

The average number of employees of the Company at 31 March 2025 was 732. At 31 December 2024, employees numbered 732 (at 31 March 2024, 709 personnel).

Subsequent events after 31 March 2025

On 7 May 2025, the Shareholders' Meeting, with the approval of the financial statements at 31 December 2024, initiated the granting of stock options in terms of those realised, i.e. the "2022-2024 Performance Share Plan" which ended with the approval of the financial statements at 31 December 2024.
For this purpose, Zignago Vetro S.p.A. planned to allocate a total of 14,875 shares to the beneficiaries by drawing from the treasury shares account, which therefore decreased from 1,069,583 shares to 1,054,708 shares as of the above date.

No other major events are reported subsequent to 31 March 2025.

Outlook

The recovery of **Beverages and Food** glass container demand, which has begun to normalise, is expected to lead to stabilising sales prices, despite the continuing competitive environment and after their substantial reduction over the preceding quarters.

Cosmetics and Perfumery container market demand is still impacted by the slowdown in the previous year in the wake of declining end consumption and destocking throughout the supply chain; a number of positive signals for the development of new products suggest a recovery in demand in the latter part of the year.

In this context, the Group companies are committed to re-establishing balanced production costs and selling prices, particularly in terms of energy which continues to fluctuate substantially due to the geopolitical tensions, the storage balance and speculation. The optimised use of production capacity and the strict control of expenses, as well as the constant pursuit of flexibility, continue to be key elements in the Group's recovery of margins and the maintenance of strong cash generation, with the latter already showing some positive signs at the end of the quarter.

Although in a still uncertain and volatile economic environment, where geopolitical and trade tensions are weighing on market conditions, the Group considers that the medium to long-term prospects for glass containers, and those of the Group itself, remain solid and positive.

Fossalta di Portogruaro, 7 May 2025

The BOARD OF DIRECTORS
The Chairperson
Nicolo' Marzotto

Consolidated Interim Financial Statements at 31 March 2025

Statement of Financial Position

(Euro thousands)	31.03.2025	31.03.2024	31.12.2024
ASSETS			
Non-current assets			
Property, plant and equipment	257,491	273,321	265,782
Goodwill	2,751	2,730	2,736
Intangible assets	1,549	1,734	1,509
Equity investments measured using the equity method	119,369	116,943	132,943
Equity investments	386	389	386
Other non-current assets	785	1,026	910
Deferred tax assets	7,329	6,527	6,868
Total non-current assets	**389,660**	**402,670**	**411,134**
Current assets			
Inventories	149,030	151,404	161,434
Trade receivables	117,953	122,385	107,110
Other current assets	23,682	39,725	15,147
Current tax receivables	12,901	1,257	12,054
Other current financial assets	995	4,874	1,421
Cash and cash equivalents	41,013	75,510	47,193
Total current assets	**345,574**	**395,155**	**344,359**
TOTAL ASSETS	**735,234**	**797,825**	**755,493**
EQUITY & LIABILITIES			
EQUITY			
Share capital	8,932	8,932	8,932
Reserves	52,801	50,031	52,772
Acquisition of treasury shares	(10,546)	(7,917)	(10,547)
Retained earnings	320,813	337,957	267,261
Group Profit	1,148	11,791	51,871
TOTAL GROUP EQUITY	**373,148**	**400,794**	**370,289**
NON-CONTROLLING INT. EQUITY	**145**	**662**	**399**
TOTAL SHAREHOLDERS' EQUITY	**373,293**	**401,456**	**370,688**
LIABILITIES			
Non-current liabilities			
Provisions for risks and charges	2,638	2,346	2,875
Post-employment benefit provision	4,018	4,290	4,078
Non-current loans and borrowings	146,237	141,937	163,003
Other non-current liabilities	4,680	5,553	4,697
Deferred tax liabilities	2,161	2,247	2,159
Total non-current liabilities	**159,734**	**156,373**	**176,812**
Current liabilities			
Bank loans and borrowings current portion	85,521	106,645	91,403
Trade and other payables	87,685	90,324	87,525
Other current liabilities	28,762	27,526	27,932
Current tax payables	239	15,501	1,133
Total current liabilities	**202,207**	**239,996**	**207,993**
TOTAL LIABILITIES	**361,941**	**396,369**	**384,805**
TOTAL EQUITY AND LIABILITIES	**735,234**	**797,825**	**755,493**

Income Statement

(Euro thousands)	Q1 2025	Q1 2024	2024
Revenues	**115,471**	**120,787**	**454,519**
Raw materials, ancillary, consumables and goods	(33,344)	(30,823)	(103,275)
Service costs	(45,998)	(44,254)	(174,624)
Personnel expense	(20,938)	(21,384)	(84,758)
Amortisation & depreciation	(13,808)	(13,951)	(54,397)
Other operating expenses	(1,180)	(1,313)	(4,706)
Other operating income	1,047	1,754	6,628
Equity-accounted joint ventures	1,520	4,375	21,803
Operating Profit	**2,770**	**15,191**	**61,190**
Financial income	230	445	1,160
Financial expenses	(2,205)	(2,131)	(11,584)
Net exchange rate gains/(losses)	157	127	481
Profit before taxes	**952**	**13,632**	**51,247**
Income taxes	(58)	(1,890)	312
Profit for the year	**894**	**11,742**	**51,559**
Non-controlling interests loss (profit)	**254**	**49**	**312**
Group Profit	**1,148**	**11,791**	**51,871**
Earnings per share:			
Basic earnings (and diluted) per share	**0.013**	**0.133**	**0.587**
Diluted earnings per share	**0.013**	**0.133**	**0.587**

Comprehensive Income Statement

(Euro thousands)		Q1 2025	Q1 2024	2024
Profit for the period		**894**	**11,742**	**51,559**
Items that will be subsequently reclassified to profit or loss				
Translation difference for foreign operations		1,559	400	992
Tax effect		0	245	(1,034)
Share of profits/losses recognised to equity by equity-accounted companies				
Total items that will be subsequently reclassified to profit or loss	A)	1,559	645	(42)
Items that will not be subsequently reclassified to profit or loss				
Actuarial gains/(losses) on defined benefit plans		0	0	107
Tax effect		0	0	(26)
Total items that will not be subsequently reclassified to profit or loss	B)	0	0	81
Total other comprehensive income statement items, net of taxes	A+B)	1,559	645	39
Total comprehensive income for the period		**2,453**	**12,387**	**51,598**

Statement of Cash Flows

(Euro thousands)		Q1 2025	Q1 2024	2024
CASH FLOW FROM OPERATING ACTIVITIES:				
Profit for the period		**894**	**11,742**	**51,559**
Adjustments to reconcile net profit with cash flow generated				
from operating activities:				
Amortisation & depreciation		13,808	13,951	54,397
Losses/(gains) on sale of property, plant & equipment		0	(21)	(68)
Share-based payment settled with equity instruments		152	107	(718)
Provision adjustments		(237)	(32)	497
Financial income		(230)	(445)	(1,160)
Financial expenses		2,205	2,131	11,584
Net exchange rate gains/(losses)		(157)	(127)	(481)
Income taxes		58	1,890	(312)
Equity-accounted joint ventures		(1,520)	(4,375)	(21,803)
Changes in operating assets and liabilities:				
Decrease/(increase) in trade receivables		(10,843)	(7,189)	8,086
Decrease/(increase) in other current assets		(8,535)	(17,942)	6,636
Decrease/(increase) in inventories		12,404	6,550	(3,480)
Increase/(decrease) in trade & other payables		616	(2,214)	(3,647)
Increase (decrease) in other current liabilities		830	(454)	(48)
Change in other non-current assets and liabilities		(631)	3,578	2,541
Total adjustments and changes		**7,920**	**(4,592)**	**52,024**
Dividends distributed by equity-accounted joint ventures		15,094	29,684	29,684
Interest paid in the period		(1,579)	(766)	(23,988)
Net Cash Flows from operating activities	**(A)**	**22,329**	**36,068**	**109,279**
CASH FLOW FROM INVESTING ACTIVITIES:				
Gross investments in intangible assets		(205)	(173)	(324)
Gross investments in property, plant and equipment		(4,053)	(11,922)	(44,059)
Increase/(decrease) in payables for purchases of non-current assets		(456)	(1,781)	(3,147)
Sales price of property, plant and equipment		0	21	105
Net cash flow used in investing activities	**(B)**	**(4,714)**	**(13,855)**	**(47,425)**
CASH FLOWS FROM FINANCING ACTIVITIES:				
Acquisition of treasury shares		0	(457)	(3,087)
Interest paid in the period		(1,772)	(1,260)	(10,798)
Interest received in the period		133	717	296
Increase in bank payables		0	0	92,451
Decrease in bank payables		(21,142)	(12,548)	(91,223)
Repayment leases liabilities		(1,416)	(1,403)	(4,700)
Dividends distributed		0	0	(66,376)
Net cash flow generated (used) in financing activities	**(C)**	**(24,197)**	**(14,951)**	**(83,437)**
Change in assets and liabilities items due to translation effect	**(D)**	**402**	**254**	**782**
Net change in cash and cash equivalents	**(A+B+C+D)**	**(6,180)**	**7,516**	**(20,801)**
Cash & cash equivalents at beginning of period		**47,193**	**67,994**	**67,994**
Cash & cash equivalents at end of period		**41,013**	**75,510**	**47,193**

Statement of changes in Equity

	Share capital	Legal reserve	Revaluation reserve	Other reserves	Capital paid-in	Treasury shares	Translation reserve	Comprehensive income statement items	Retained earnings	Net result	Total Group Equity	Total non-controlling interest equity	Total consolidated equity
Balance at 31 December 2023	**8,932**	**1,785**	**27,334**	**24,072**	**157**	**(7,460)**	**260**	**(1,664)**	**212,900**	**122,392**	**388,708**	**711**	**389,419**
Profit (Loss)	0	0	0	0	0	0	0	0	0	11,791	11,791	(49)	11,742
Profit (loss) recognised directly to equity	0	0	0	0	0	0	400	245	0	0	645	0	645
Total Comp. Income (expense)	0	0	0	0	0	0	400	245	0	11,791	12,436	(49)	12,387
Allocation of result	0	0	0	0	0	0	0	0	122,392	(122,392)	0	0	0
Acquisition of treasury shares	0	0	0	0	0	(457)	0	0	0	0	(457)	0	(457)
IFRS 2	0	0	0	107	0	0	0	0	0	0	107	0	107
Balance at 31 March 2024	**8,932**	**1,785**	**27,334**	**24,179**	**157**	**(7,917)**	**660**	**(1,419)**	**335,292**	**11,791**	**400,794**	**662**	**401,456**
Profit (Loss)	0	0	0	0	0	0	0	0	0	51,871	51,871	(263)	51,608
Profit (loss) recognised directly to equity	0	0	0	0	0	0	592	(1,198)	0	0	(606)	0	(606)
Total Comp. Income (expense)	0	0	0	0	0	0	592	(1,198)	0	51,871	51,265	(263)	51,002
Allocation of result	0	0	0	0	0	0	0	0	0	(11,791)	(11,791)	0	(11,791)
Acquisition of treasury shares	0	0	0	0	0	(2,630)	0	0	0	0	(2,630)	0	(2,630)
IFRS 2	0	0	0	(825)	0	0	0	0	0	0	(825)	0	(825)
Other changes	0	1	0	---	---	---	---	---	---	---	1	0	1
Distribution of dividends	0	0	0	0	0	0	0	0	(66,525)	0	(66,525)	0	(66,525)
Balance at 31 December 2024	**8,932**	**1,786**	**27,334**	**23,354**	**157**	**(10,547)**	**1,252**	**(2,617)**	**268,767**	**51,871**	**370,289**	**399**	**370,688**
Profit (Loss)	0	0	---	---	---	---	---	---	---	1,148	1,148	(254)	894
Profit (loss) recognised directly to equity	0	0	0	0	0	0	1,559	0	0	---	1,559	0	1,559
Total Comp. Income (expense)	0	0	0	0	0	0	1,559	0	0	1,148	2,707	(254)	2,453
Allocation of result	0	0	0	0	0	0	0	0	51,871	(51,871)	0	0	0
IFRS 2	0	0	0	152	0	0	0	0	0	0	152	0	152
Balance at 31 March 2025	**8,932**	**1,786**	**27,334**	**23,506**	**157**	**(10,547)**	**2,811**	**(2,617)**	**320,638**	**1,148**	**373,148**	**145**	**373,293**

Notes to the Consolidated Interim Financial Statements at 31 March 2025

Summary of IFRS international accounting standards adopted for the preparation of the consolidated interim financial statements at 31 March 2025

Zignago Vetro SpA is a limited liability company and is domiciled at Fossalta di Portogruaro via Ita Marzotto No. 8.

The publication of the Interim Report at 31 March 2025 of Zignago Vetro S.p.A. was approved by the Board of Directors on 7 May 2025.

General preparation criteria

The Interim Report as at 31 March 2025 and for the period ended at that date was presented in accordance with IAS 34 – Interim financial reporting, which relates to the reporting of interim financial information and data. Accounting standard IAS 34 provides for a minimum level of information significantly lower than that required by IFRS, where information has already been published on the complete Financial Statements prepared in accordance with IFRS.

Therefore, the present Interim Report, which was prepared in "condensed" form and include the minimum disclosures required by IAS 34, should be read together with the Group consolidated financial statements for the year ended 31 December 2023, prepared in accordance with the International Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and approved by the European Union. IFRS include all the revised international accounting standards (IAS) and all interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), previously known as the Standing Interpretations Committee ("SIC").

The Interim Report at 31 March 2025 consists of the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of financial position, the consolidated statement of cash flows, the statement of changes in equity and these notes.

As previously indicated, the accounting policies adopted for the preparation of the Interim Report are the same as those utilised for the consolidated financial statements of the Zignago Vetro Group for the year ended 31 December 2024, except for the adoption of new standards, amendments and interpretations approved by the IASB and approved for adoption in Europe and obligatory for accounting periods beginning 1 January 2025.

Reference should be made to that stated above for further details.

Consolidation scope and basis for preparation

The main consolidation criteria adopted were as follows:

- the elimination of the carrying amount of equity investments against the recognition of the assets and liabilities of the subsidiary according to the line-by-line method or consolidation at equity;
- group investments in associates are measured using the equity method. The investment is initially recognised at cost. The carrying amount is subsequently increased or decreased to recognise the group's share of the profit or loss after the date of acquisition;
- the recognition of any non-controlling interests in equity;
- the elimination of all intergroup transactions, consisting of payables and receivables, sales and purchases, and unrealised profits and losses;
- the interim financial statements of the subsidiaries utilised for the preparation of the consolidated financial statements are those approved by the respective Board of Directors. The reporting date of the consolidated companies is the same as the parent. The interim financial statements of the investees are adjusted, where necessary, in line with the accounting principles utilised by the Parent, which are in accordance with the IFRS endorsed by the European Union.

The assets and liabilities, expenses and income of the companies consolidated using the line-by-line method are fully included in the consolidated financial statements; the book value of the investments is eliminated against the corresponding portion of equity of the investees.

Business combinations are recognized using the acquisition method. At the control acquisition date, the equity of the investees is established attributing to the relevant assets and liabilities their present value. Any positive difference between the acquisition cost and the fair value of the net assets acquired is recognized in "Goodwill"; if negative, it is recognised in profit and loss.
In the case of full control not being acquired, the minority interest equity is established based on the share of the present value attributable to the assets and liabilities at the date of acquisition of control, excluding any attributable goodwill (so-called partial goodwill method). Alternatively, in the case of full control not being acquired, the entire amount of goodwill generated by the acquisition is recorded considering therefore also the shareholding of non-controlling interests (full goodwill method); they are expressed at their overall fair value including therefore the portion of goodwill. The goodwill calculation method is chosen on a case by case basis for each business combination.
In the case of business combinations undertaken in a series of phases, the previously holding is revalued at fair value at the acquisition date and any gain or loss is recorded to the income statement. It is therefore considered in the determination of goodwill.
Any contingent payment to be recognised is recorded by the acquirer at fair value at the acquisition date. The change in the fair value of the potential payment classified as an asset or liability, as a financial instrument which is subject to IAS 39 financial instruments: recognition and measurement, must be recognised in the income statement and in the other items of the statement of comprehensive income. Where the potential payment is not within the scope of IAS 39, the amount is measured in accordance with the appropriate IFRS. If the potential payment is classified in equity, the amount is not remeasured and its subsequent settlement is recorded in equity.
With regard to equity investments acquired subsequent to the acquisition of control (non-controlling interest acquisitions), any positive difference between the acquisition cost and the corresponding portion of equity acquired is recognised to equity; similarly, the effects from the sale of the non-controlling share without loss of control are recognised to equity.

Goodwill deriving from the acquisition of investees is initially recorded at cost and represents the surplus of acquisition cost compared to the purchaser's share of net fair value with respect to identifiable amounts of the assets and liabilities acquired, current and potential. After initial recognition, goodwill is not amortised and is reduced for impairment loss. This is determined following an impairment test, as described below.

If the goodwill is allocated to a cash generating unit and the entity sells part of the activities of this unit, the goodwill associated with the activity sold is included in the book value of the activity when determining the gain or loss deriving from the sale. The goodwill associated to assets sold is calculated based on the relative values of the asset sold and the part maintained by the cash generating unit.

On the first-time adoption of IFRS, the Group has chosen not to apply IFRS 3 - Business Combinations in retrospective manner for the acquisition of companies prior to 1 January 2004 - consequently, the possible goodwill generated on the acquisitions prior to the transition date to IFRS was maintained at the previous value determined in accordance with Italian GAAP, with the prior impairment testing and recording of any impairment loss.

The Companies included in the Consolidated Interim Report at 31 March 2025 are shown in the following table:

Consolidated Companies (Euro)	Registered Office	Share capital (in local currency)	Percentage holding of the Group
Zignago Vetro SpA (Parent)	Fossalta di Portogruaro (VE)	EUR 8,932,000	---
Companies consolidated using the line-by-line method:			
Zignago Vetro France SAS	Vieux-Rouen-sur-Bresle (France)	EUR 4,000,000	100%
Zignago Vetro Polska SA	Trabkj (Poland)	PNL 3,594,000	100%
Zignago Glass USA Inc.	New York (U.S.A.)	USD 200,000	100%
Vetro Revet Srl	Empoli (FI)	EUR 402,000	51%
Italian Glass Moulds Srl	Portogruaro (VE)	EUR 100,000	100%
Equity-accounted investees:			
Vetri Speciali SpA and subsidiaries	Trento (TN)	EUR 10,062,400	50%
Vetreco Srl	Supino (FR)	EUR 400,000	30%
Julia Vitrum	S. Vito al Tagl.to (PN)	EURO 625,000	40%

Translation of financial statements in currencies other than the Euro

The functional and presentation currency adopted by the Zignago Vetro Group is the Euro.

The rules for the translation of financial statements of Companies which operate in a currency other than the Euro are the following:

- the assets and the liabilities were translated using the exchange rate at the balance sheet date;
- the costs and revenues, and income and expenses, are translated using the average exchange rate for the period;
- the "Translation reserve" includes both the exchange rate differences generated from the translation of foreign currency profit and loss items and at a rate different from the closing rate, and also those generated from the translation of opening equity at an exchange rate which is different from the closing exchange;
- goodwill related to the acquisition of a foreign entity is treated as assets and liabilities of the foreign entity and translated at the closing date.

The exchange rates applied are reported in the following table – those published by the Italian Exchange Office:

	2025 Exch. Rates		**2024 Exch. Rates**	
Currency	at 31 March	year average	at 31 March	year average
USD	1.0815	1.0521	1.0811	1.0857
PLN	4.1840	4.2026	4.3123	4.3341

Earnings per share

The basic earnings per share is calculated by dividing the consolidated net profit for the year attributable to the Company's shareholders by the weighted average number of ordinary shares outstanding during the year, net of treasury shares.
In order to calculate the diluted earnings per share, the average weighted number of shares outstanding is adjusted assuming the conversion of all shares with potential dilution effect. The Group's net result is also adjusted to account for the effects of conversion, net of taxes.

Use of estimates

The preparation of the interim financial statements and the relative notes in application of IFRS require that Management make estimates and assumptions on the values of the assets and liabilities in the financial statements and on the disclosures relating to the assets and contingent liabilities at the reporting date. The actual results may differ from those estimated. The estimates are used to value the doubtful debt and inventory obsolescence provisions, depreciation and amortisation, valuations of assets, employee benefits, income taxes and other provisions and funds. Estimates and assumptions are periodically reviewed and the effect of a change in an accounting estimate is immediately recognized through the income statement.

Risk management policies

The Group will continue to prudently manage risks in all departments with careful monitoring in order to identify, reduce and eliminate such risk, therefore extensively protecting shareholder interests.

Currency risk

The currency risk is the risk that the fair value or the future cash flows of a financial instrument are altered following changes in exchange rates.
The exposure of the Group to changes in exchange rates principally concerns the operating activities of the Group (when revenues and costs are denominated in a currency other than the presentation currency of the Group). Where these transactions are significant, the Group Companies assess the possibility of undertaking currency hedges in order to mitigate these fluctuations. During the periods presented, the Group entered into transactions to hedge the risk of exchange rate fluctuations.

Credit and country risks

The credit risk represents the exposure of the Group to potential losses deriving from non-compliance with obligations by trading partners; this activity is subject to ongoing monitoring within the normal management of business operations, in order to minimise the exposure to "counterparty" credit risk, also utilising appropriate insurance instruments to protect the solvency of the client or of the country risk in which this latter operates.
The Group Companies constantly assess political, social and economic risks in the areas in which they operate. No significant cases of non-fulfilment by trading partners have occurred and no significant credit risk by individual area and/or client exists.

The Group in fact only deals with established and reliable clients. Customers that request extensions of payment are subject to a credit rating check. Moreover, the collection of receivables is monitored during the year so that the exposure to losses is not substantial. Finally, in the case of new clients operating in non EU countries, the Group companies obtain letters of credit and advance payments.

Interest rate risk
The interest rate risk is a risk that the fair value for the future cash flows of a financial instrument alters due to changes in market interest rates. The Companies of the Group are exposed to the risk of fluctuations in interest rates principally in relation to the non current bank loans and borrowings, negotiated at floating interest rates, and amount to Euro 86 million. Where these risks are considered significant, the Companies of the Group undertake interest rate swaps in order to convert the floating rate of the non current loans into fixed rates, which reduces the impact of the fluctuations in interest rates
Therefore, the Parent undertook interest rate swaps in order to hedge the interest rate risk on medium-long term loans for a notional value of Euro 65 million.

For the notional value and market value as of 31 March 2025, please refer to that outlined previously in the Directors' Report.

Liquidity risk

The Group monitors the risk of a deficiency in liquidity utilising liquidity planning instruments.
The Group objective is to maintain a balance between continuity of available funds, flexibility of utilisation through utilisation of instruments such as bank overdrafts, bank loans, finance leases and adequate remuneration of its liquidity, temporarily investing exclusively with banking counterparties.

Risks related to the fluctuation in energy prices

The Group is exposed to fluctuations in energy purchase costs, a significant cost component in the glass sector. Where this risk is considered as significant, hedging operations may be undertaken in order to convert the variable cost into a fixed cost, which reduces the impact of fluctuations.
From 2012 the supply of energy at Fossalta di Portogruaro of the Parent has been guaranteed by Zignago Power Srl, a company wholly-owned by the parent Zignago Holding SpA., which started up a natural biomass energy production plant. The risk concerning energy cost fluctuation is therefore greatly reduced.

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Statement as per Article 154-bis, paragraph 2 of Leg. Decree 58/98

The Executive Responsible for Financial Reporting, Mr. Cristiano Bonetto, declares in accordance with Article 154-bis, paragraph 2, of the Consolidated Finance Act, that the accounting information contained in the present Consolidated Interim Report at 31 March 2025 corresponds to the underlying accounting documents, records and entries.

ZIGNAGO VETRO