



Connect the future

Interim financial report



Public limited company with capital of €13,517,498.50
Headquarters: 10, rue Edouard Branly – 22300 Lannion
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Interim financial report at June 30, 2025

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DECLARATION BY THE PERSONS RESPONSIBLE FOR THE INTERIM REPORT

I certify that, to my knowledge, the complete consolidated financial statements for the past six months were drawn up in accordance with applicable accounting standards and give a true and fair view of the assets and liabilities, financial position, and profits and losses of the Company and of all the companies included in the scope of consolidation, and that the interim management report attached provides a true picture of the significant events having occurred in the first six months of the financial year, their impact on the interim financial statements, and the main related-party transactions, the main risks and uncertainties for the remaining six months of the year.

Lannion, July 31, 2025

Didier Brédy, Chairman and Chief Executive Officer of Ekinops

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INTERIM MANAGEMENT REPORT

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2.1 EKinops BUSINESS IN THE FIRST SIX MONTHS OF THE YEAR

For the first half of 2025, Ekinops' revenue came to €57.2 million, virtually stable compared with H1 2024 (-1%, identical on a constant exchange rate basis).

Olfeo, a French publisher of SSE (Secure Service Edge) cybersecurity software, acquired at the end of May and consolidated since June 1, 2025, contributed €0.5 million to H1 2025 revenue. The acquisition creates a leading European player in the rapidly growing SSE (Security Service Edge) and SASE (Secure Access Service Edge) markets for network cybersecurity, bringing French expertise to the European and international stage.

10% rebound in Optical Transport activity, decline in Access in the first half of 2025

After a 16% decline in the first quarter, sales of **Optical Transport** equipment rebounded strongly in the second quarter, up 42%, driven by several major equipment deployment projects in Europe, particularly in Germany, and the gradual acceleration in deliveries of the new 800G solution.

On a sequential basis, Optical Transport sales rose by 30% in Q2 2025 compared with Q1.

Over the first half as a whole, growth in the Optical Transport business stood at 10%.

Sales of **Access** solutions were down 7% (+11% in Q1 and -23% in Q2), hit by a 10% decline in sales in France, Ekinops' main market for this business (59% of the Access business).

The fall in first-half revenue in France was solely due to Ekinops' largest customer, which recorded very strong growth in 2024 (+21%). All other customer accounts were stable or grew strongly in the first half of 2025.

At the mid-way point, **Software & Services** accounted for 20% of the Group's first-half revenue, compared with 17% a year earlier and 18% at the end of fiscal year 2024.

First-half consolidated gross profit, at €32.0 million, amounted to 55.9% of consolidated revenue versus 56.1% a year earlier. This stable performance stemmed from a beneficial business mix, a solid "selling price/manufacturing costs" ratio for Ekinops' solutions, and the rising share of Software & Services' sales in revenue.

First-half EBITDA stood at €7.5 million, compared with €8.2 million in H1 2024, with operating expenses down 2% due to the halt to the OTN activity at the end of 2024.

First-half current operating profit amounted to €2.0 million versus €2.6 million in H1 2024.

After taking into account the net financial result of (€2.3 million) and a tax expense of (€0.2 million), half-year net income was (€0.5 million), compared with €1.5 million for H1 2024 and (€7.0 million) for the entire 2024 financial year.

2.2 SUBSEQUENT EVENTS AFTER THE INTERIM CLOSING

No significant events occurred after the interim closing period.

2.3 EXPECTED BUSINESS TRENDS FOR EGINOPS THROUGH THE END OF THE YEAR

Despite a challenging economic and geopolitical environment, Ekinops continues to anticipate a gradual recovery in the telecommunications market over the coming quarters, driven by new applications (AI and Cloud).

The start of Q3 2025 has seen no change in trends compared with recent months which, excluding the

impact of the main customer on Access equipment sales, reflects growing business and stronger momentum in Optical Transport. In Access, business is set to remain difficult over coming months, impacted by a temporary decline in demand from the Group's main customer.

2.4 INFORMATION ON RISKS AND UNCERTAINTIES FOR THE SECOND HALF OF THE YEAR

The risk factors presented in the Universal Registration Document (URD) published by Ekinops and filed with the AMF on March 27, 2025 have not changed significantly, neither in nature nor scale.

2.5 MAIN TRANSACTIONS WITH RELATED PARTIES

Over the first half, the Group did not conclude any transactions with related parties other than those within the framework of its ordinary activities.

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INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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3.1 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(In thousands of euros)	Notes	June 30, 2025	December 31, 2024
Goodwill	6.1	46,439	28,410
Intangible assets	6.2	15,993	13,389
Tangible assets	6.3	6,286	6,849
Non-current financial assets	6.5	1,807	1,678
Rights of use	6.6	11,013	11,624
Other non-current assets	6.5	12,939	13,508
Deferred tax assets		6,327	6,523
Total non-current assets		100,804	81,980
Inventories	6.7	19,814	22,811
Trade receivables and related accounts	6.8	24,973	23,706
Other current assets	6.9	16,930	10,507
Derivative instrument assets	6.9	9	9
Cash and cash equivalents	6.10	36,739	46,367
Total current assets		98,465	103,400
TOTAL ASSETS		199,270	185,380
Issued capital	6.11	13,517	13,497
Share premiums		114,216	114,236
Consolidated reserves - Group share		(13,009)	(5,645)
Translation reserves		(1,420)	(3,036)
Income for the period - Group share		(522)	(6,951)
Shareholders' equity - Group share		112,782	112,100
Total shareholders' equity		112,782	112,100
Non-current financial debt	6.12	19,866	11,601
Non-current leasing liabilities	6.6	9,165	9,984
Non-current provisions	6.15	2,418	2,567
Employee commitments	6.14	2,844	3,173
Other non-current liabilities		1,603	1,477
Deferred tax liabilities		88	112
Total non-current liabilities		35,984	28,913
Current financial debt	6.12	8,150	7,617
Current lease debt	6.6	2,344	2,200
Current provisions	6.15	701	951
Derivative instruments liabilities	6.16		
Trade payables and related accounts	6.16	12,997	17,778
Current tax payable	6.16	596	815
Other current liabilities	6.16	25,716	15,006
Total current liabilities		50,504	44,367
TOTAL LIABILITIES		199,270	185,380

The accompanying notes are an integral part of the condensed consolidated financial statements.

3.2 CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(In thousands of euros)	Notes	June 30, 2025	June 30, 2024
Revenue	7.1	57,195	57,496
Cost of sales		(25,229)	(25,248)
Gross margin		31,966	32,248
Research and development costs	7.2	(12,034)	(12,753)
Sales and marketing costs	7.2	(11,961)	(11,083)
General and administrative expenses	7.2	(4,602)	(5,457)
Current operating income		3,369	2,955
Other operating income and expenses		(1,346)	(394)
Operating income		2,023	2,561
Net cost of debt	7.5	(668)	(802)
Other financial income and expenses	7.5	(1,645)	122
Pre-tax profit		(290)	1,882
Tax expense	7.6	(232)	(387)
Net income for the period		(522)	1,495
Portion attributable to Ekinops SA shareholders:	7.7	(522)	1,495
Attributable to non-controlling interests		-	-
Basic earnings per share (€/share)	7.7	(0.02)	0.06
Diluted earnings per share (€/share)		(0.02)	0.06
EBITDA	7.8	7,485	8,208

OTHER COMPONENTS OF CONSOLIDATED COMPREHENSIVE INCOME

(In thousands of euros)	June 30, 2025	June 30, 2024
Net income for the period	(522)	1,495
Components of comprehensive income recognized directly:	1,598	(334)
Other non-recyclable components of comprehensive income:	174	155
Actuarial gains (losses), net of taxes	174	114
Financial instruments, net of taxes	-	41
Total other comprehensive income	1,772	(179)
Comprehensive income	1,250	1,316
Portion attributable to Ekinops SA shareholders:	1,250	1,316
Attributable to non-controlling interests	-	-

The accompanying notes are an integral part of the condensed consolidated financial statements.

3.3 CONDENSED STATEMENT OF CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY

(In thousands of euros)	Number of shares	Capital	Share premium	Reserves and retained earnings	Translation reserves	Equity capital - Group share	Non-controlling interests	Total shareholders' equity
At January 1, 2024	26,801,716	13,401	114,415	(4,596)	(3,836)	119,387	-	119,386
Net income for the period	-	-	-	1,495	-	1,495	-	1,495
Other comprehensive income	-	-	-	155	(334)	(179)	-	(179)
Comprehensive income	-	-	-	1,650	(334)	1,316	-	1,316
Treasury shares	-	-	-	(572)	-	(572)	-	(572)
Options exercised and bonus shares issued	192,333	96	(178)	82	-	-	-	-
Share-based payments	-	-	-	286	-	286	-	286
At June 30, 2024	26,994,049	13,497	114,237	(3,151)	(4,170)	120,415	-	120,415
At January 1, 2025	26,994,049	13,497	114,236	(11,472)	(4,163)	112,103	-	112,100
Net income for the period	-	-	-	(522)	-	(522)	-	(522)
Other comprehensive income	-	-	-	174	1,598	1,772	-	1,772
Comprehensive income	-	-	-	(348)	1,598	1,250	-	1,250
Treasury shares	-	-	-	12	-	12	-	12
Options exercised and bonus shares issued	40,948	20	(20)	-	-	-	-	-
Share-based payments	-	-	-	(576)	-	(576)	-	(576)
Other	-	-	-	(3)	-	(3)	-	(3)
At June 30, 2025	27,034,997	13,517	114,216	(12,388)	(2,565)	112,783	-	112,783

3.4 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(In thousands of euros)

	Notes	June 30, 2025	June 30, 2024
Net income for the period		(522)	1,495
Elimination of amortization (excluding rights of use) and provisions	7.4	3,575	3,554
Elimination of rights of use (IFRS 16)	7.4	1,167	1,174
Elimination of share-based payment expenses (IFRS 2)	6.11	(576)	286
Elimination of deferred taxes		86	(69)
Elimination of other items without cash flow impact	7.5	1,992	60
Cash flow after taxes and net borrowing costs		5,722	6,499
Elimination of other non-operating items		(31)	26
Elimination of tax expense (income)	7.6	146	387
Neutralization of financial interest related to lease liabilities	7.5	180	152
Neutralization of borrowing costs disbursed	7.5	462	250
Cash flow before taxes and net borrowing costs		6,479	7,314
Impact of change in working capital requirement	6.17	(5,421)	(2,085)
Tax paid		(103)	(97)
Cash flows from operating activities		955	5,132
Acquisition of tangible and intangible assets	6.4	(2,772)	(5,712)
Acquisition of securities	6.16	(15,203)	-
Change in loans, advances, and security deposits		(45)	(64)
Cash acquired		583	-
Cash flows from investing activities		(15,437)	(5,777)
Trading in treasury shares		12	(572)
Issue of new loans	6.12	10,074	12
Loan repayments	6.12	(1,715)	(2,544)
Financial interest paid		(462)	(250)
Repayment of lease liabilities	6.6	(1,211)	(1,087)
Financial interest related to rent liabilities		(180)	(152)
Change in debt arising from factoring		(1,388)	(283)
Change in other financial debt		-	149
Cash flows from financing activities		5,130	(4,727)
Impact of currency fluctuations	6.10	(275)	(17)
Increase (decrease) in cash and cash equivalents		(9,627)	(5,388)
Opening cash and cash equivalents:		46,367	47,177
Closing cash and cash equivalents:		36,739	41,789

The accompanying notes are an integral part of the condensed consolidated financial statements.

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Note 1 - General information

Ekinops SA, registered at 10, rue Edouard Branly 22300 Lannion, France, is the consolidating entity of the Ekinops Group.

Ekinops is a leading supplier of open, interoperable telecommunications solutions for service providers (telecommunications operators and companies) around the world.

The highly programmable and scalable solutions offered by Ekinops enable the fast and flexible deployment of new services for high-capacity and high-speed optical transport as well as enterprise services, particularly through network virtualization. The portfolio of solutions consists of three sets of fully complementary products:

- the "Ekinops 360" platform to meet the needs of metropolitan, regional, and long-distance networks based on a simple, highly integrated architecture for network layer 1 (transport);
- "OneAccess" solutions to offer a wide range of physical and virtualized deployment options for layers 2 and 3 (link and routers);
- the Compose solutions for software-defined networks thanks to a variety of management tools and services, including the scalable SD-WAN Xpress solution, the Edge-to-Cloud NUVla.io solutions and the SSE brought by Olfeo.

Thanks to its global organization, Ekinops operates on four continents.

Ekinops SA is listed on compartment B of the Euronext Paris market (ISIN: FR0011466069, Ticker: EKI).

The condensed interim consolidated financial statements at June 30, 2025, were examined by the Board of Directors of Ekinops on July 28, 2025.

The condensed interim consolidated financial statements reflect the accounting position of Ekinops SA and its subsidiaries.

The Group's functional currency is the euro. Unless stated otherwise, the financial statements are presented in thousands of euros.

Note 2 - Highlights in H1 2025

Ekinops recorded H1 2025 consolidated revenue of €57.2 million, virtually stable versus H1 2024 (-1%, identical change at constant exchange rates).

In **France**, first-half sales declined by 6% after strong growth in 2024 (+18% for the year), penalized by a drop in sales of Access solutions in the second quarter, concentrated on the segment's leading customer. In Optical Transport, France recorded growth of 6% over the period. Ekinops generated 41% of revenue in its domestic market in H1 2025.

The first half of 2025 saw a 4% increase in Ekinops' international business, which accounts for 59% of the Group's total revenue (vs. 56% a year earlier and unchanged for the full year 2024).

In **North America**, sales returned to growth in the second quarter (+3% at current exchange rates and +9% in US dollars) after a decline of 20% (-22% in US dollars) in the first quarter, driven mainly by the rebound in sales of Optical Transport equipment, the Group's main business in this region. On a sequential basis, sales grew by 6% in the second quarter of 2025 compared to the previous quarter. Over the first half as a whole, sales were down 9% (-8% at constant exchange rates). Ekinops generated 20% of revenue in North America over the first half.

In **Europe** (excluding France), sales were up 15% over the six-month period. This solid growth was driven by the surge in sales of Optical Transport solutions in the region (+52%), especially in Germany, while Access sales remained stable. Ekinops generates 33% of its business in Europe.

In the **Rest of the World**, which accounts for 6% of the Group's business (unchanged from a year earlier), first-half sales remained virtually stable and were broadly balanced between Optical Transport and Access.

Software & Services accounted for 20% of Group revenue, with an increasing share of recurring revenue.

On May 30, 2025, Ekinops acquired 100% of Olfeo's capital (through the acquisition of its holding company "Oscar"). This merger creates a leading European player in the rapidly growing SSE (Security Service Edge) and SASE (Secure Access Service Edge) markets for network cybersecurity, bringing French expertise to the European and international stage.

No other significant events arose during the first half of the year.

Note 3 - Accounting principles, rules and methods

3.1 Accounting principles

The Group's condensed consolidated financial statements for the six-month period ended June 30, 2025 were prepared in accordance with the provisions of IAS 34 on interim financial reporting and on the basis of IFRS and interpretations published by the International Accounting Standards Board (IASB) as adopted in the European Union and mandatory as of January 1, 2020.

In accordance with IAS 34, the purposes of the explanatory notes to these condensed financial statements are:

- to update the accounting and financial information contained in the latest consolidated financial statements reported as of December 31, 2024;
- to include new accounting and financial information on significant events and transactions occurring during the period.

These notes therefore discuss significant events and transactions that occurred in the first six months of the year and should be read in conjunction with the consolidated financial statements at December 31, 2024. They are inseparable from the information presented in the consolidated financial statements included in the Group's Financial Report published for the 2024 financial year.

This document is available on the Group's website (www.ekinops.com) and that of the AMF (www.amf-france.org) and can be obtained from the Group at the address indicated above.

The accounting principles used for the preparation of the condensed interim consolidated financial statements comply with IFRS and interpretations as adopted by the European Union and applicable as of June 30, 2025, which are available on the website of the European Commission.

These accounting principles are identical to those applied for the preparation of the 2024 annual consolidated financial statements.

Standards, amendments, and interpretations adopted by the European Union and mandatory for reporting periods beginning on or after January 1, 2025

Amendments to IAS 21

Lack of exchangeability

These publications had no material impact on the Group's consolidated financial statements.

Standards, amendments and application interpretations from January 1, 2025 not adopted by the European Union

None

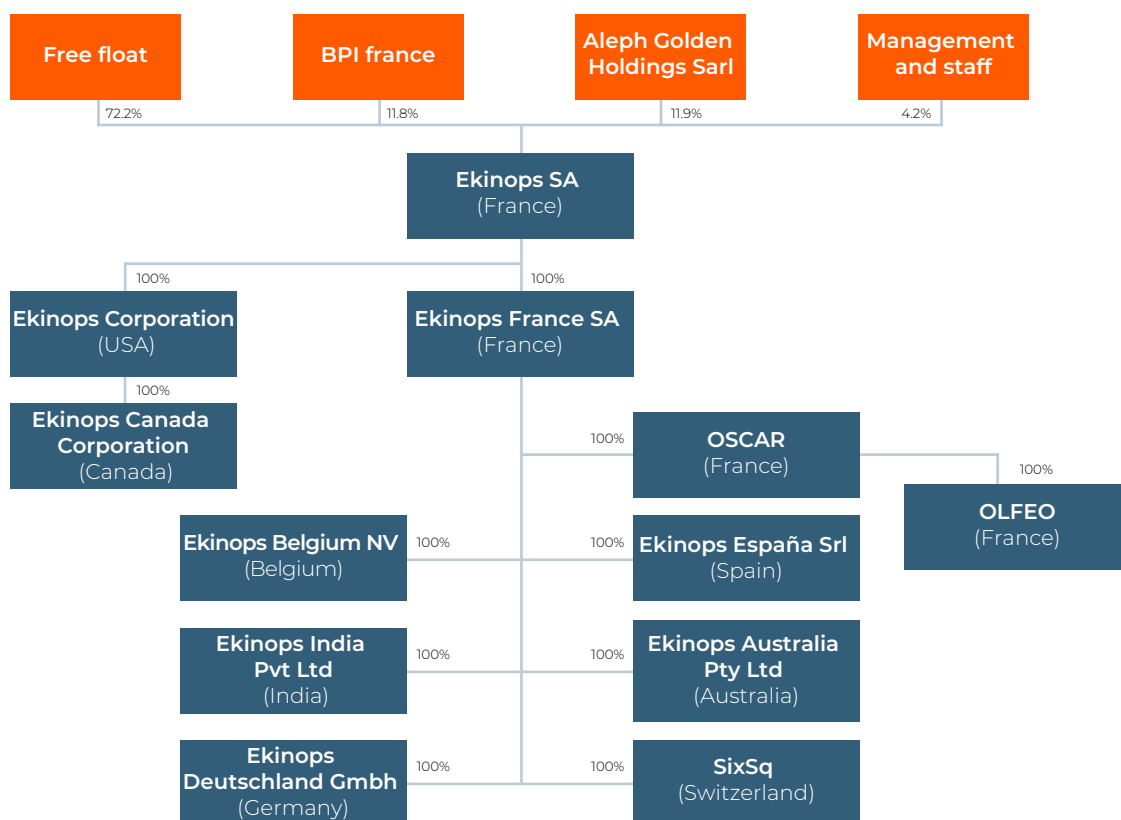
3.2 Judgments and estimates

For the preparation of the condensed interim financial statements, the Group's Management made assumptions, judgments, and estimates that impact the application of accounting methods and amounts presented as assets and liabilities expenses and income. The actual amounts may be different from the estimated amounts.

The significant judgments made by the Management to apply the accounting methods of the Group and the main uncertainties related to the estimates are identical to those described in the latest annual financial statements.

3.3 Scope and methods of consolidation

The Group's scope of consolidation has changed since December 31, 2024, notably with the closure of the subsidiary Ekinops Brasil and the acquisition of OLFE0 via the holding company OSCAR.



Note 4 - Information on the seasonal or cyclical nature of Group business

Generally, there is only a slight seasonal difference in revenue between the first and second half of the year.

Note 5 - Management of financial risk

Risk factors are the same as those identified in the 2024 Universal Registration Document.

Note 6 - Notes to the consolidated statement of financial position

6.1 Goodwill

Goodwill arose from the acquisition of the OneAccess Group on September 29, 2017 and of Olfeo on May 30, 2025. Provisional goodwill of €18 million has been recognized and will be revalued through the allocation of the purchase price.

(In thousands of euros)	Ekinops France	Ekinops SA	OSCAR	TOTAL
Net value at 12/30/2024	27,523	887	-	28,410
Acquisitions (provisional goodwill)	-	-	18,029	18,029
Net value at 06/30/2025	27,523	887	18,029	46,439

6.2 Intangible assets

(In thousands of euros)	Developed technologies	Customer relations	Order book	Development costs	Development costs in progress	Licenses and other intangible assets	Total intangible assets
Gross value at December 31, 2024	32,700	8,997	1,021	19,266	174	5,688	67,847
Capitalization of development costs	-	-	-	1,589	550	-	2,139
Acquisitions	-	-	-	-	-	2	2
Reclassification/ commissioning	5,674	-	-	(244)	-	295	(5,623)
Impact of currency fluctuations	163	-	-	6	-	(8)	161
Effects of business combinations	-	-	-	10,665	356	107	11,128
Gross value at June 30, 2025	27,190	8,997	1,021	31,283	1,080	6,083	75,654
Accumulated depreciation at December 31, 2024	(31,538)	(6,525)	(1,021)	(13,715)	-	(1,658)	(54,457)
Allowance for the period	(200)	(450)	-	(1,490)	-	(312)	(2,452)
Reclassification/ commissioning	5,674	-	-	1,937	-	(1,989)	5,622
Impact of currency fluctuations	(161)	-	-	(50)	-	51	(160)
Effects of business combinations	-	-	-	(8,153)	-	(60)	(8,213)
Accumulated depreciation at June 30, 2025	(26,225)	(6,975)	(1,021)	(21,471)	-	(3,968)	(59,660)
Net value at December 31, 2024	1,162	2,472	-	5,551	174	4,030	13,389
Net book value at June 30, 2025	965	2,022	-	9,812	1,080	2,115	15,993

The Group closed its subsidiary Ekinops Brasil and disposed of its technological assets. Furthermore, following the integration of Olfeo, the Group has seen a significant increase in the gross value of development costs.

6.3 Tangible assets

(In thousands of euros)	Plant and machinery	Office furniture and equipment, computer hardware	Tangible assets in progress	Total tangible assets
Gross value at December 31, 2024	13,870	9,533	-	23,402
Acquisition	319	300	1	620
Decrease	(665)	(237)	-	(902)
Reclassifications	3	(3)	-	-
Impact of currency fluctuations	(15)	(110)	-	(125)
Effects of business combinations	92	375	-	467
Gross value at June 30, 2025	13,604	9,858	1	23,462
Accumulated depreciation at December 31, 2024	(10,425)	(6,128)	-	(16,554)
Allowance for the period	(686)	(540)	-	(1,226)
Decrease	713	189	-	902
Reclassifications	-	-	-	-
Impact of currency fluctuations	10	76	-	86
Effects of business combinations	(71)	(313)	-	(384)
Accumulated depreciation at June 30, 2025	(10,459)	(6,716)	-	(17,176)
Net value at December 31, 2024	3,445	3,405	-	6,849
Net book value at June 30, 2025	3,145	3,142	1	6,287

6.4 Reconciliation of investments with the statement of cash flows

(In thousands of euros)	June 30, 2025	June 30, 2024
Acquisition of intangible assets	(2,141)	(4,467)
Acquisition of tangible assets	(620)	(1,140)
Change in fixed asset payables	(12)	(105)
Total	(2,772)	(5,712)

6.5 Financial assets

(In thousands of euros)	Security deposit	Other	Non-current financial assets	Non-current share of CIR research tax credit receivables	Other non-current assets
Gross value at December 31, 2024	892	788	1,678	13,508	13,508
Effects of business combinations	118	-	118	-	-
Increase	18	31	49	2,604	2,604
Decrease	(4)	-	(4)	-	-
Reclassifications	-	-	-	(3,173)	(3,173)
Currency fluctuations	(17)	(17)	(34)	-	-
Gross value at June 30, 2025	1,007	802	1,807	12,939	12,939

Reclassification of non-current share of CIR research tax credit as current.

6.6 Rights of use and lease liabilities

In the first half of 2025, the Group acquired Olfeo, which generated an increase in usage rights under its current lease agreement. Rotation in the Group's vehicle fleet is stable.

6.6.1 Rights of use

(In thousands of euros)	December 31, 2024	Effects of business combinations	New contracts and changes over the period	Amortization/ Depreciation	Translation adjustments	June 30, 2025
Rights of use – Buildings	10,469	379	(13)	(897)	(119)	9,819
Rights of use – Vehicles	1,155	4	306	(270)	-	1,194
Net value of rights of use	11,624	383	293	(1,167)	(119)	11,013

6.6.2 Lease liabilities

(In thousands of euros)	December 31, 2024	Effects of business combinations	New contracts and change of period	Reclassifications	Lease liability repayments	Translation adjustments	June 30, 2025
Lease liability – Buildings	9,262	379	(15)	(1,113)	-	(77)	8,437
Lease liabilities - Vehicles	722	4	303	(301)	-	-	728
Total Non-current	9,984	383	288	(1,414)		(77)	9,165
Lease liability – Buildings	1,752	-	-	1,113	(940)	(59)	1,866
Lease liabilities - Vehicles	448	-	-	301	(271)	-	478
Total current	2,200			1,414	(1,211)	(59)	2,344
Total	12,184	383	288	-	(1,211)	(136)	11,509

6.7 Inventories

(In thousands of euros)	December 31, 2024	Change	Allowance for inventory impairment provision	Writeback of inventory impairment provision	Impact of currency fluctuations	June 30, 2025
Components inventories	13,246	79	-	(465)	-	12,860
Finished product inventories	18,201	(3,051)	-	(1,930)	(5)	13,215
Gross values	31,447	(2,972)	-	(2,395)	(5)	26,075
Impairment losses – Components	(8,533)	-	-	465	-	(8,068)
Impairment losses - Finished products	(103)	-	(20)	1,930	-	1,807
Accumulated impairment losses	(8,636)	-	(20)	2,395	-	(6,261)
Net value of inventories	22,811	(2,972)	(20)	-	(5)	19,814

Following the discontinuation of OTN operations, most of the inventory was scrapped.

6.8 Trade receivables and related accounts

(In thousands of euros)	December 31, 2024	Effect of business combinations	Change	Impact of currency fluctuations	June 30, 2025
Trade receivables and related accounts	24,095	1,250	795	(551)	25,589
Accumulated impairment losses	(389)		(244)	17	(616)
Net value	23,706	1,250	551	(534)	24,973

The increase in trade receivables is linked to the significant increase in revenue at the end of the first half. The amount of mobilized receivables not yet due corresponding to factoring contracts without any transfer of risks and therefore included in trade receivables and related accounts was €2,599k.

6.9 Other current assets

(In thousands of euros)	December 31, 2024	Effect of business combinations	Change	Reclassifications and other changes	June 30, 2025
Forward exchange purchases	-	-	-	-	-
Derivative instrument assets	-	-	-	-	-
Corporate tax, CVAE receivable	720	941	(177)	(66)	1,418
Tax credits (CIR, CII, CICE)	3,067	-	-	3,173	6,240
Other taxes and social security receivables	3 384	101	1,168	(57)	4,596
Prepaid expenses	2,132	258	235	206	2,831
Other	1,402	930	(306)	18	2,044
Gross values	10,706	2,230	920	3,274	17,130
Accumulated impairment losses	(198)		(1)	-	(199)
Net values	10,507	2,230	919	3,274	16,930

The Group benefits from certain aid in the form of subsidies, which are recorded as "Other" current assets.

6.10 Cash and cash equivalents

(In thousands of euros)	December 31, 2024	Effect of business combinations	Change	Impact of currency fluctuations	June 30, 2025
Cash	46,367	2,583	(11,917)	(294)	36,739
Cash equivalents	-	-	-	-	-
Cash and cash equivalents	46,367	2,583	(11,917)	(294)	36,739
Bank overdraft facilities	-	-	-	-	-
Total net cash position	46,367	2,583	(11,917)	(294)	36,739

6.11 Capital

6.11.1 Issued capital

At June 30, 2025, the capital of the parent consisted of 27,034,997 fully paid up common shares with a nominal unit value of €0.50.

Date	Type of transaction	Capital	Number of shares created	Nominal value
At December 31, 2024		€13, 497,025	26,994,049	€0.50
First-half 2025	Capital increase following exercise of options and issue of bonus shares	€20,474	40,948	€0.50
At June 30, 2025		€13, 517,499	27,034,997	€0.50

6.11.2 Share subscription warrants and stock options

a) Stock options (OSA)

	Starting new potential shares	Awarded during the period	Exercised during the period	Canceled or lapsed during the period	Closing new potential shares	Adjusted exercise price (€)	Remaining contractual life	Expense recognized at 06/30/2025 (€k)	Expense recognized at 06/30/2024 (€k)
July 29, 2019	34,000	-	-	-	34,000	€3.68	more than 5.1 years	-	-
May 27, 2021	40,625	-	-	-	40,625	€6.64	6.9 years	(3)	(12)
July 26, 2023	16,000	-	-	-	16,000	€7.14	9.1 years	(6)	(13)
Total stock options (OSA)	90,625	-	-	-	90,625	N/A	N/A	(10)	(26)

b) Awarded bonus shares (AGA)

	Starting new potential shares	Awarded during the period	Acquired during the period	Canceled or lapsed during the period	Closing new potential shares	Expense recognized at 06/30/2025 (€k)	Expense recognized at 06/30/2024 (€k)
March 2, 2021	-	-	-	-	-	-	(72)
May 27, 2021	221,000	(110,500)	-	(110,500)	-	586	(118)
May 25, 2022	-	-	-	-	-	-	(70)
Total bonus shares awarded (AGA)	221,000	-	-	(110,500)	-	586	(260)

c) Summary of movements and reconciliation of the share-based payment expense

	Starting new potential shares	Awarded during the period	Exercised or acquired during the period	Canceled or lapsed during the period	Lapsed during the period	Closing new potential shares	Expense recognized at 06/30/2025 (€k)	Expense recognized at 06/30/2024 (€k)
Stock options (OSA)	90,625	-	-	-	-	90,625	(10)	(26)
Bonus shares awarded (AGA)	221,000	(110,500)	-	(110,500)	-	-	586	(260)
GRAND TOTAL	311,625	(110,500)	-	(110,500)	-	90,625	576	(286)

6.12 Financial debt

a) Change in financial debt

(In thousands of euros)	December 31, 2024	Effect of business combinations	Increases	Repayments	Other changes	Currency translation adjustment	June 30, 2025
Bank loans	11,008	1,506	10,000	-	(3,569)	-	18,945
Conditional advances and interest-free loans	-	332	-	-	(78)	-	254
Miscellaneous financial debt	593	-	74	-	-	-	667
Total non-current financial debt	11,601	1,838	10,074	-	(3,647)	-	19,866
Bank loans	3,368	-	-	(1,709)	3,569	-	5,228
Bank loans/CIR financing	2,320	-	-	-	-	-	2,320
Conditional advances and interest-free loans	-	-	-	(6)	78	-	72
Factoring debt	1,888	-	21,887	(23,275)	-	-	500
Miscellaneous financial debt	41	-	29	(39)	-	-	31
Total current financial debt	7,616	-	21,916	(25,029)	3,647	-	8,151
Total financial debt	19,218	1,838	31,990	(25,029)	-	-	28,017

Factoring debt corresponds to drawdowns under factoring contracts put in place by the Group. Given that these contracts do not transfer credit risk, the financial assets transferred to the Factor are not derecognized and are shown as trade receivables, whereas the drawdowns not yet repaid are included in financial debt.

The acquisition of Olfeo was financed through partial use, for €10 million, of the “external growth” financing facility entered into by Ekinops with its banking partners in July 2023. This financing line expired on July 18, 2025, but has been extended for the confirmed amount of €40 million for a further 12 months. This will enable the Group to pursue its external growth strategy.

b) Breakdown of financial debt by interest rate

(In thousands of euros)	June 30, 2025	Fixed rate	Variable rate
Non-current financial debt	19,866	19,866	-
Current financial debt	8,151	5,331	2,820
Total financial debt	28,017	25,197	2,820

The Group benefits from variable interest rates on its factoring debt as well as on the pre-financing of the CIR. Other debt is covered by hedging contracts.

6.13 Information on net debt

a) Breakdown of debt by currency

(In thousands of euros)	June 30, 2025	EUR	USD	AUD	Other currencies
Bank loans	24,174	24,146	-	-	28
Bank loans/CIR financing	2,320	2,320	-	-	-
Factoring debt	500	500	-	-	-
Miscellaneous financial debt	698	698	-	-	-
Financial debt	28,017	27,989	-	-	28
Cash and cash equivalents	(36,739)	(30,504)	(5,647)	(112)	(476)
Net debt/(Cash and cash equivalents)	(8,722)	(2,514)	(5,647)	(112)	(448)

b) Breakdown of debt by maturity

(In thousands of euros)	June 30, 2025	< 1 year	1-2 years	2-3 years	3-4 years	4-5 years	more than 5 years
Bank loans	24,174	5,228	3,084	4,957	4,004	4,950	1,950
Bank loans/CIR* financing	2,320	2,320	-	-	-	-	-
Factoring debt	500	500	-	-	-	-	-
Miscellaneous financial debt	698	31	177	316	174	-	-
Financial debt	28,017	8,151	3,333	5,345	4,250	4,988	1,950
Cash and cash equivalents	(36,739)	(36,739)	-	-	-	-	-
Net debt/(Cash and cash equivalents)	(8,721)	(28,588)	3,333	5,345	4,250	4,988	1,950

* The repayment of bank loans for CIR financing is simultaneous with the payments received from the tax authorities.

6.14 Employee commitments

a) Change in net commitment recognized on the balance sheet

(In thousands of euros)

	June 30, 2025	December 31, 2024
Starting actuarial debt	3,173	2,939
Cost of services rendered	145	328
Use (retirement)	(117)	(135)
Financial cost	47	84
Actuarial losses (gains)	(174)	(53)
Impact of currency fluctuations	(273)	10
Effect of business combinations	43	-
Ending actuarial debt	2,844	3,173

As the Group does not have hedging assets, the entire commitment set out above is recorded in the Group's liabilities.

All actuarial gains or losses are recognized in shareholders' equity. The cost of services rendered is recorded in operating expenses, and the financial cost is recorded in other financial income and expenses.

b) Actuarial assumptions

The main actuarial assumptions used for the calculation of end-of-career obligations are as follows:

Actuarial assumptions	June 30, 2025	December 31, 2024
Retirement age	65 years	65 years
Discount rate	3.60%	3.38%
Employer contribution rates	47.0%	47.0%
Rate of salary increases	2.00%	2.00%
Employee turnover		
Under 25	15.00%	15.00%
25-30 years	20.00%	20.00%
30-35 years	20.00%	20.00%
35-40 years	15.00%	15.00%
40-45 years	10.00%	10.00%
45-50 years	2.00%	2.00%
50-55 years	2.00%	2.00%
> 55 years	0.00%	0.00%

6.15 Provisions

(In thousands of euros)	December 31, 2024	Effect of business combinations	Allowances	Writeback used	Reclassifications	June 30, 2025
Provisions for disputes	2,432	29	-	(217)	-	2,244
Provisions for social and tax risks	135	-	39	-	-	174
Provisions for other liabilities and charges	-	-	-	-	-	-
Provisions for liabilities and charges - non-current portion	2,567	29	39	(217)	-	2,418
Provision for warranty	718	-	574	(602)	-	690
Provisions for disputes	105	-	-	(88)	(6)	11
Provisions for social and tax risks	-	-	-	-	-	-
Provisions for other liabilities and charges	128	-	6	(134)	-	-
Provisions for risks and charges -current portion	951	-	580	(824)	(6)	701
Provisions for liabilities and charges	3,518	29	619	(1,041)	(6)	3,119

Allowances for disputes and risks and charges relate to ongoing cases with no significant impact on operating business.

6.16 Other current liabilities

(In thousands of euros)	December 31, 2024	Effect of business combinations	Change	Reclassifications and other changes	June 30, 2025
Trade payables	17,778	544	(5,546)	221	12,997
Trade payables	17,778	544	(5,546)	221	12,997
Corporate taxes payable	815	-	(134)	(86)	596
Corporate taxes payable	815	-	(134)	(86)	596
Debts on acquisitions of tangible and intangible assets.	11	-	(11)	-	-
Taxes and social security contributions payable	12,102	1,011	547	(150)	13,510
Deferred income	2,892	8,128	948	(181)	11,787
Other debts	-	419	-	-	419
Total other current liabilities	15,006	9,558	1,484	(331)	25,716

Olefeo's business model is based on billing for services and software at the start of contracts. This leads to a significant increase in advance revenue.

6.17 Change in working capital requirement

(In thousands of euros)	June 30, 2025	June 30, 2024
Net (increase)/decrease in inventories	2,992	(3,267)
Net (increase)/decrease in trade receivables	(795)	3,462
Increase/(decrease) in trade payables	(4,781)	(1,078)
Net (increase)/decrease in other business related WCR items	(2,838)	(1,202)
(Increase)/decrease in working capital requirement	(5,421)	(2,085)

Note 7 - Notes to the income statement

7.1 Income from ordinary activities

a) By type

(In thousands of euros)	June 30, 2025	June 30, 2024
Sales of goods produced	45,553	47,942
Sales of services produced	11,642	9,554
Total revenue	57,195	57,496

b) By geographic region

(In thousands of euros)	June 30, 2025	June 30, 2024
North America	11,421	12,642
Europe/Middle East/Africa/Asia-Pacific	45,774	44,854
Total revenue	57,195	57,496

7.2 Type of allocated expenditure by function

a) Details of research and development costs

(In thousands of euros)	June 30, 2025	June 30, 2024
Payroll costs	(14,188)	(14,054)
Allocations to amortization/depreciation provisions	(3,564)	(4,201)
Business travel and trips	(89)	(143)
Professional fees and consulting	(511)	(492)
Outside personnel	(1,070)	(1,696)
Equipment and property rentals and rental charges	(250)	(106)
Supplies, equipment, maintenance	(1,310)	(1,384)
Tax credit	2,606	2,444
Subsidies	1,225	1,890
Capitalization of development costs	2,137	2,167
Allocation of manufacturing costs to costs of sales	3,312	3,230
Other	(332)	(407)
Total research and development costs	(12,034)	(12,753)

b) Details of sales and marketing expenses

(In thousands of euros)	June 30, 2025	June 30, 2024
Payroll costs	(8,822)	(8,090)
Outside personnel	(516)	(428)
Business travel and trips	(630)	(556)
Professional fees and consulting	(530)	(274)
Equipment and property rentals and rental charges	(124)	(68)
Supplies, equipment, maintenance	(450)	(426)
Trade fairs	(200)	(244)
Allocations to amortization/depreciation provisions	(573)	(900)
Other	(115)	(97)
Total marketing and sales expenses	(11,961)	(11,083)

c) Details of general and administrative expenses

(In thousands of euros)	June 30, 2025	June 30, 2024
Payroll costs	(2,740)	(2,866)
Share-based payments	576	(286)
Professional fees and consulting	(741)	(698)
Outside personnel	(57)	(19)
Supplies, equipment, maintenance	(707)	(673)
Insurance	(185)	(162)
Bank charges	(126)	(143)
Equipment and property rentals and rental charges	(61)	(68)
Allocations to amortization/depreciation provisions	(259)	(244)
Subsidies	17	4
Other	(303)	(406)
Operating currency gains (losses)	(16)	105
Total general and administrative expenses	(4,602)	(5,457)

7.3 Breakdown of personnel costs and headcount

a) Breakdown of personnel expenses by type

(In thousands of euros)	June 30, 2025	June 30, 2024
Salaries and wages	(18,811)	(18,091)
Social security contributions and payroll taxes	(6,912)	(6,874)
Cost of services rendered	(27)	(46)
Share-based payments	576	(286)
Total payroll costs	(25,174)	(25,297)

b) Breakdown of personnel costs by function

(In thousands of euros)	June 30, 2025	June 30, 2024
Total research and development costs	(14,188)	(14,054)
Total marketing and sales expenses	(8,822)	(8,090)
Total general and administrative expenses	(2,164)	(3,152)
Total payroll costs	(25,174)	(25,297)

c) Headcount

(in units)	June 30, 2025	June 30, 2024
Salaried personnel	555	500
Seconded personnel	36	43
Total headcount	591	543

7.4 Allocations to amortization/depreciation provisions, net of reversals

(In thousands of euros)	June 30, 2025	June 30, 2024
Allocations to amortization - Intangible assets	(1,802)	(1,653)
Allocations to amortization - Developed technologies and customer relations	(650)	(1,091)
Allocations to amortization - Tangible assets	(1,226)	(1,266)
Allowances for amortization - Rights of use	(1,167)	(1,174)
Net allowance for provisions for liabilities and charges of the "Current operating profit (loss)"	177	542
Cost of services rendered and impact of IAS19	(27)	(44)
Subtotal (EBITDA)	(4,695)	(4,685)
IAS 19 financial cost	(47)	(43)
Subtotal (SCF)	(4,742)	(4,728)
Net allowance for writebacks of provisions on inventories	(20)	(423)
Total	(4,762)	(5,151)

The increase in allocations to intangible assets is the result of significant activation of R&D projects in second-half 2024.

The Group closed its Brazilian subsidiary and no longer recognizes any amortization of the technology since the fourth quarter of 2024.

7.5 Cost of net debt and other financial income/expense

a) Net cost of debt

(In thousands of euros)	June 30, 2025	June 30, 2024
Interest expenses	(668)	(802)
Net cost of debt	(668)	(802)

b) Other financial income and expenses

(In thousands of euros)	June 30, 2025	June 30, 2024
Currency gains (losses)	346	(217)
Translation reserves	(1,992)	-
Other financial income and expenses	1	339
Other financial income and expenses	(1,645)	122

The deconsolidation of the subsidiary Ekinops Brasil generated the balance of historical translation reserves totaling €1,992k.

7.6 Tax expense

(In thousands of euros)	June 30, 2025	June 30, 2024
Current income tax	(146)	(456)
Change in deferred taxes	(86)	69
Tax expense	(232)	(387)

7.7 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss attributable to Ekinops SA shareholders by the weighted average number of common shares outstanding during the period.

In thousands of euros/In units	June 30, 2025	June 30, 2024
Net income attributable to Ekinops SA shareholders	(522)	1,495
Weighted average number of outstanding shares:	27,034,997	26,994,049
- Weighted average number of common shares	27,006,053	26,858,099
- Weighted average number of treasury shares	(40,763)	(42,734)
Basic earnings per share (€/share)	(0.02)	0.06

7.8 EBITDA⁽¹⁾

The Group has opted to report on this aggregate given its significance in the analysis of its financial performance.

As such, the Group defines EBITDA as current operating income restated for (i) amortization, depreciation, provisions and write-offs, and (ii) charges related to share-based payments.

(In thousands of euros)	First-half 2025	2024	Second-half 2024	First-half 2024
Current operating income	3,368	6,453	3,498	2,955
Amortization, depreciation and provisions	4,044	8,821	5,227	3,594
Amortization of developed technologies and customer relations	650	2,018	927	1,091
Income and expenses related to share-based payments	(576)	659	91	568
EBITDA	7,485	17,952	9,744	8,208

(1) Earnings Before Interest, Taxes, Depreciation and Amortization.

Note 8 - Segment information

The Group is managed on the basis of a single sector and does not distinguish between autonomous operating segments. The benchmark sector indicator is current operating income.

However, the Group monitors the revenue generated by its two main business regions:

- Europe - Middle East - Africa - Asia-Pacific; and
- North America

This information is presented in Note 7.1.

Note 9 - Off-balance-sheet items

9.1 Other commitments

The Group outsources the manufacturing of its equipment to its industrial partners. Orders for manufacturing finished products are launched on the basis of firm customer orders. In addition, the Group orders components or semi-finished products from these same subcontractors in order to be able to demonstrate commercial responsiveness. The Group therefore commits to taking back these inventories up to a certain limit. The amount of this commitment is estimated at €4.2 million as of June 30, 2025.

Following the acquisition of Olfeo, the Group has a commitment relating to an additional payment of €4 million.

Note 10 - Main transactions with related parties

During the interim period there were no substantial changes to recorded related-party transactions compared with those in the financial statements for the 2024 financial year, likely to interfere with the analysis of the 2025 interim financial statements.

Note 11 - Subsequent events after the interim closing

No significant events occurred after the interim closing period.

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REPORT BY THE STATUTORY AUDITORS ON THE INTERIM FINANCIAL INFORMATION

Period from January 1, 2025 to June 30, 2025

To the shareholders of Ekinops SA

Pursuant to the mission entrusted to us by your General Meeting and in application of Article L.451-1-2 III of the French monetary and financial code, we:

- performed a limited review of the company's condensed consolidated interim financial statements for the period from January 1, 2025 to June 30, 2025, as appended to this report;
- checked the information provided in the interim business report.

These condensed consolidated interim financial statements were prepared under the responsibility of the Board of Directors. Our role is to express our conclusion on these financial statements based on our limited review.

✓ Conclusion on the financial statements

We conducted our limited review in accordance with the professional standards applicable in France.

A limited review mainly consists in meeting with members of the management team responsible for accounting and financial aspects and implementing analytical procedures. This work is less extensive than that required for an audit performed in accordance with the professional standards applicable in France. As a result, the assurance obtained through a limited review that the financial statements, taken as a whole, do not include any material misstatements is a moderate assurance, inferior to that obtained from an audit.

On the basis of our limited review, we did not identify any material misstatements likely to call into question the compliance of the condensed interim consolidated financial statements with IAS 34, a standard of IFRS as adopted in the European Union relating to interim financial reporting.

✓ Specific verification

We also verified the information provided in the interim activity report commenting on the condensed interim consolidated financial statements that were the subject of our limited review.

We have no comments to make on the fair presentation of that information or its consistency with the condensed interim consolidated financial statements.

Angers and Paris La Défense, July 31, 2025

The Statutory Auditors

Altonéo Audit

David Cochery

Deloitte & Associés

Frédéric Neige



<https://www.ekinops.com/fr/>