



Q2 2025

Glaston Corporation
Half-year financial report
January – June 2025

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Glaston's half-year financial report January–June 2025: Soft Architectural glass equipment market affected order intake

APRIL–JUNE 2025 IN BRIEF

- Orders received totaled EUR 38.1 (50.2) million
- Net sales totaled EUR 51.7 (49.9) million
- Comparable EBITA was EUR 3.1 (3.3) million, i.e. 6.1 (6.6)% of net sales
- The operating result (EBIT) was EUR -0.5 (1.0) million
- Comparable earnings per share were EUR 0.019 (0.042)

JANUARY–JUNE 2025 IN BRIEF

- Orders received totaled EUR 85.2 (96.8) million
- Net sales totaled EUR 103.3 (105.7) million
- Comparable EBITA was EUR 6.3 (6.9) million, i.e. 6.1 (6.5)% of net sales
- The operating result (EBIT) was EUR 0.5 (3.0) million
- Comparable earnings per share were EUR 0.049 (0.079)

GLASTON'S OUTLOOK FOR 2025

On July 22, 2025, Glaston announced a profit warning and lowered its net sales and comparable EBITA outlook for the full year 2025. The outlook remains unchanged since the announcement.

During the first half of the year, the softness of the Architectural market increased. The prevailing uncertainty in the market environment and the US tariff situation have increasingly affected customers' investment decisions.

Glaston expects market activity to remain slow throughout the year. To mitigate the effects of weakening demand, Glaston will, in addition to the already ongoing cost-control measures, start actions to improve the company's organizational efficiency and reduce costs to ensure profitable performance.

Glaston Corporation estimates that its net sales and comparable EBITA will decrease from the level of the previous year. Glaston expects net sales to be EUR 206–215 million and comparable EBITA to amount to EUR 13.1–15.1 million. In 2024, Group net sales totaled EUR 217.9 million and comparable EBITA was EUR 15.3 million.

CEO Miika Äppelqvist:

"In the second quarter, the demand environment weakened, and order intake clearly fell short of our targets. The global economic outlook remained uncertain and our customers became more cautious with their investment plans.

In addition to the hesitation to invest that has been evident in EMEA and APAC since the beginning of the year, the uncertainty over trade policies and the lack of clarity regarding US tariffs had a bigger impact on our US customers' decision-making in Q2 than what was anticipated at the beginning of the year. Glaston's second-quarter order intake was down 24% year-on-year mainly due to the low order intake for Tempering and Laminating Technologies. Order intake for Insulating Glass Technologies increased but was at a rather low level. Services' order intake fell slightly.

Second-quarter net sales were up 4% to EUR 51.7 million with both machines and services businesses contributing to the outcome. Comparable EBITA was almost at the same level as in the comparison period and was EUR 3.1 million. We will take further actions to mitigate the effect of weakening demand. In the short term, our goal is to continually improve relative profitability.

Due to the significantly lower demand in the second quarter and the Architectural glass equipment market showing no signs of significant recovery, we lowered our net sales and comparable EBITA outlook for the full year 2025 on July 22. To mitigate the impact of prolonged low market activity, we announced today actions to improve our organizational efficiency and reduce costs to ensure profitable performance.

We have initiated planning concerning measures to adapt our operating model and ways of working to the lower than expected demand. The plan covers all business and global functions and concern both temporary lay-offs and termination of employment contracts, and could lead to the termination of up to 40 employment contracts. We estimate, that these measures, in combination with the already ongoing profitability-improving actions, would result in annual cost savings reaching approximately EUR 6 million. The savings would be realized throughout 2026.

I have had the pleasure of working in the glass processing industry for the past 15 years and I am honored to continue my journey in this industry as the new CEO of Glaston. The investment environment in our main markets, Architecture and Mobility, is not at its best; however, I see this as an opportunity to develop the company to be more resilient and to build future growth. I am happy that we have a strong and dedicated leadership team in place as we set off to take the next steps on our common journey. We have already started a strategy update process in order to ensure that the planned actions lead us to the strategic targets we have set for the medium-term, both in terms of growth and profitability.

Our number one priority for the rest of the year is to secure the order intake. We have the potential to grow the service business even if the investment cycle is not at its top. At the same time, we will adjust our fixed costs to meet the current business environment. Despite the challenges we currently face, I have full confidence in the company and its future. Glaston has a long tradition as a technology frontrunner and we will continue to build on this legacy. We will continue to work together with our customers. I strongly believe that collaborative innovation and a customer-first culture are key to shared success."



GLASTON GROUP'S KEY FIGURES

MEUR	4-6/2025	4-6/2024	Change %	1-6/2025	1-6/2024	Change %	1-12/2024
Orders received	38.1	50.2	-24.1%	85.2	96.8	-12.0%	202.7
of which service operations	17.8	18.8	-5.6%	35.5	37.7	-5.9%	77.5
of which service operations, %	46.7%	37.5%		41.7%	39.0%		38.2%
Order book at end of period	77.4	101.2	-23.5%	77.4	101.2	-23.5%	98.2
Net sales	51.7	49.9	3.6%	103.3	105.7	-2.3%	217.9
of which service operations	19.5	18.9	3.1%	39.4	36.7	7.5%	78.6
of which service operations, %	37.8%	37.9%		38.2%	34.7%		36.1%
EBITDA	1.7	3.2	-45.6%	4.9	7.2	-31.7%	14.3
Items affecting comparability ¹⁾	2.5	1.2	108.9%	3.5	1.8	98.5%	5.2
Comparable EBITDA	4.2	4.4	-2.8%	8.5	9.0	-6.0%	19.6
Comparable EBITDA, %	8.2%	8.8%		8.2%	8.5%		9.0%
Comparable EBITA	3.1	3.3	-4.7%	6.3	6.9	-8.7%	15.3
Comparable EBITA, %	6.1%	6.6%		6.1%	6.5%		7.0%
Operating result (EBIT)	-0.5	1.0	-148.7%	0.5	3.0	-83.9%	5.8
Profit/loss for the period	-1.5	0.5	-393.4%	-1.3	1.3	-197.1%	2.5
Comparable earnings per share, EUR	0.019	0.042	-53.2%	0.049	0.079	-37.5%	0.185
Cash flow from operating activities	2.0	-4.0	151.4%	1.9	-10.8	-117.4%	1.5
Return on capital employed (ROCE), %, (annualized)				1.3%	6.0%		6.0%
Comparable return on capital employed (ROCE), %, (annualized)				6.4%	9.1%		12.6%
Equity ratio, %				42.2%	43.4%		43.4%
Net gearing, %				40.0%	43.4%		29.6%
Number of employees at end of period				814	823	-1.1%	817

1) + cost, - income

OPERATING ENVIRONMENT

Architectural glass equipment

In the April–June period, the softness of the Architectural market increased. Affected by the continuing high degree of uncertainty in the global markets and key architectural economic indicators developing unfavorably, customers' hesitation to invest continued. Also, the US tariff situation caused uncertainty in the business environment, and particularly in the second quarter in the US. In the EMEA area, major markets such as Austria and Germany were waiting for political stimulation programs. In APAC, the Architectural market remained at a low level.

For tempering and laminating equipment, the economic uncertainty affected all market areas and demand was at a modest level. In anticipation of more clarity in the operating environment, many customers, especially in the US, postponed their investment decisions.

Demand for insulating glass equipment was also affected by the uncertainty in the global markets. While EMEA and the US were soft, APAC and especially China, developed positively. The new Glaston ULTRA TPS® line for triple TPS® insulating glass units with ultra-thin middle pane continued to gain traction.

Due to customers' lower utilization rates, the market for spare parts and field services remained low in EMEA. In the Americas, demand for spare parts was good while field services were at a somewhat lower level. In APAC, strong price competitiveness with local providers for services and spare parts continued.

Mobility, Display & Solar glass equipment

Reflecting the uncertainty in the global business environment, customers' hesitation to invest continued. Also, in the second quarter, China remained the most active Mobility market. Driven by the transition to electric vehicles, market activity in the pre-processing Mobility market in China continued, although at a lower level than in the comparison period. The demand for sunroof products for electric vehicles continued. Outside China, increasing market activity was seen in India. In EMEA and North America, where customers are operating with reduced capacity, demand remained low. In the quarter, demand for pre-processing upgrades picked up.

The majority of the world's mobility glass value chain investments take place in China. However, a significant part of the investment demand in China is driven by the high expectations for electric vehicle sales outside of China. The tariffs and related uncertainty increase market unpredictability and cause volatility.

FINANCIAL DEVELOPMENT OF THE GROUP

Orders received and order book

April–June

The Architectural market weakened in the second quarter, and the Group's orders received were EUR 38.1 (50.2) million, down 24% compared to April–June 2024. Orders received for Architectural Tempering and Laminating Technologies were down 65% from a very strong comparison period. Orders for Insulating Glass Technologies were up 32% from a weak comparison period, hence being at a rather low level. For Mobility, Display and Solar Technologies, order intake was down 49% from the comparison period. Services' order intake was down 6% compared to the same period in the previous year.

Orders received, EUR million	4–6/2025	4–6/2024	Change%	1–6/2025	1–6/2024	Change%	1–12/2024
Architecture	31.3	40.1	-21.9%	69.1	74.9	-7.6%	147.3
Mobility, Display & Solar	6.7	9.8	-31.5%	16.0	21.5	-25.4%	54.3
Total segments	38.1	50.0	-23.8%	85.2	96.3	-11.6%	201.7
Unallocated and eliminations	0.0	0.2	-100.0%	0.0	0.5	-100.0%	1.0
Total Glaston Group	38.1	50.2	-24.1%	85.2	96.8	-12.0%	202.7

January–June

Order intake was down 12% compared to the corresponding period in 2024 and totaled EUR 85.2 (96.8) million. Orders received for Architectural Tempering and Laminating Technologies were down 15% from a high comparison period, mainly due to the rather low order intake in the second quarter of the year. Orders received for Insulating Glass Technologies were down 5%. For Mobility, Display and Solar Technologies, order intake was down 38%. Services' order intake was down 6% compared to the previous year.

Order book

At the end of the period, the order book was 24% lower than in the corresponding period in 2024 and stood at EUR 77.4 (101.2) million. The Architecture segment's order book totaled EUR 58.5 (84.4) million, representing 76% of the Group's order book, while the Mobility, Display & Solar segment's order book totaled EUR 18.8 (16.7) million or 24% of the Group's total.

Net sales and profitability

April–June

The Group's net sales were up 4% from the corresponding period of the previous year and totaled EUR 51.7 (49.9) million due to the 7% increase in the Architecture segment. The Architecture segment's net sales totaled EUR 39.1 (36.7) million. Net sales in the Mobility, Display & Solar segment were down 3% to EUR 12.6 (13.0) million. Services' net sales were up 3% from the comparison period.

Of total net sales, the Architecture segment accounted for 76% and the Mobility, Display & Solar segment for 24%.

Geographically, the EMEA region accounted for 45%, the Americas for 31%, and the APAC region for 25% of second-quarter net sales.

Comparable EBITA was down 5% from the comparison period and totaled EUR 3.1 (3.3) million, i.e. 6.1 (6.6)% of net sales. Comparable EBITA margin fell slightly as Machines' and Services' gross margins were at a more typical level compared to the comparison period, which was seen also in the Architecture segment's comparable EBITA and EBITA margin. The Mobility, Display & Solar segment's comparable EBITA and EBITA margin improved due to slightly better gross margin and lower fixed costs.

The Group's comparable operating result was EUR 2.0 (2.3) million, i.e. 3.9 (4.5)% of net sales. The second-quarter operating result was EUR -0.5 (1.0) million. Items affecting comparability amounting to EUR -2.5 (-1.2) million were recognized and were mainly related to restructuring costs, of which the majority were in Switzerland. The items affecting comparability related to restructuring the Swiss operations were in line with numbers estimated and communicated in August 2024. Financial income and expenses were EUR -0.6 (-0.4) million. The result before taxes was EUR -1.2 (0.5) million. The result for the second quarter was EUR -1.5 (0.5) million and earnings per share were EUR -0.035 (0.012). The comparable earnings per share were EUR 0.019 (0.042).

January–June

Due to the lower net sales in the Mobility, Display & Solar segment's net sales, the Group's net sales were slightly down from the corresponding period of the previous year and totaled EUR 103.3 (105.7) million. The Architecture segment's net sales were slightly up from the comparison period and totaled EUR 80.4 (79.2) million. Net sales in the Mobility, Display & Solar segment were EUR 23.1 (26.2) million. Services' net sales were up 8% from the comparison period. The Group's comparable EBITA amounted to EUR 6.3 (6.9) million, i.e. 6.1 (6.5)% of net sales.

The comparable operating result was EUR 4.0 (4.7) million, i.e. 3.9% (4.5)% of net sales. The Group's operating result was EUR 0.5 (3.0) million. Items affecting comparability totaled EUR -3.5 (-1.8) million and were mainly related to restructuring costs. Financial income and expenses amounted to EUR -1.2 (-0.9) million. The result before taxes was EUR -0.9 (1.9) million. The January–June result was EUR -1.3 (1.3) million.

Reporting segment Architecture

Architecture segment's second quarter in brief:

- Further slowdown in market activity
- Order intake down 22% due to weak order intake for Tempering and Laminating Technologies
- Net sales up by 7% against a somewhat lower comparison period

Architecture KEY RATIOS EUR million	4–6/2025	4–6/2024	Change%	1–6/2025	1–6/2024	Change%	1–12/2024
Orders received	31.3	40.1	-21.9%	69.1	74.9	-7.6%	147.3
of which service operations	13.6	14.0	-3.1%	26.8	28.1	-4.4%	57.8
of which service operations, %	43.4%	35.0%		38.8 %	37.5%		39.2%
Order book at end of period	58.5	84.4	-30.7%	58.5	84.4	-30.7%	70.3
Net sales	39.1	36.7	6.5%	80.4	79.2	1.4%	166.8
of which service operations	14.5	13.6	6.4%	29.5	26.4	12.0%	57.3
of which service operations, %	37.0%	37.1%		36.7%	33.3%		34.4%
Comparable EBITA	2.7	3.1	-13.0%	6.2	6.4	-4.4%	14.3
Comparable EBITA, %	6.9%	8.4%		7.7%	8.1%		8.6%
Operating result (EBIT)	1.2	1.3	-3.9%	3.7	3.4	10.1%	8.3
Operating result (EBIT), %	3.1%	3.4%		4.7%	4.3%		5.0%

Orders received

April–June

The softness in the Architectural market was reflected in the segment's order intake, which was down 22% compared to the same period in 2024 and totaled EUR 31.3 (40.1) million. Tempering and Laminating Technologies were most affected by the challenging market conditions and the received orders were EUR 6.0 (17.2) million. In the quarter, tempering orders were placed for smaller lines. Order intake for Insulating Glass Technologies was up 32% and totaled EUR 11.8 (8.9) million. A customer in the UK placed its second order for the new Glaston ULTRA TPS® line demonstrating the attractiveness of the product in the UK market. Supported by the China Glass exhibition in May, deals for several Comfort TPS® lines to Chinese customers were closed. Services' orders were down 3%.

January–June

The Architectural market was slower than expected. The order intake decreased by 8% compared to the corresponding period in the previous year and totaled EUR 69.1 (74.9) million. Architectural Tempering and Laminating Technologies orders were down by 16% and Insulating Glass Technologies fell by 5%. Services' orders were down 4%.

Order book

The order book decreased by 31% and stood at EUR 58.5 (84.4) million at the end of the period.

Financial development

April–June

The segment's net sales were up by 7% and totaled EUR 39.1 (36.7) million. Net sales for Architectural Tempering and Laminating Technologies were at the same level as in the comparison period of 2024, EUR 9.2 (9.3) million while net sales for Insulating Glass Technologies grew by 10% to EUR 16.2 (14.7) million; however, remaining at a low level. Services' net sales were up 6%. Comparable EBITA was EUR 2.7 (3.1) million, i.e. 6.9 (8.4)% of net sales. Comparable EBITA declined against a strong comparison period with high machine margins.

January–June

The segment's net sales were at the same level as in the comparison period and totaled EUR 80.4 (79.2) million. Comparable EBITA was EUR 6.2 (6.4) million, i.e. 7.7 (8.1)% of net sales. Somewhat lower gross margin affected profitability.

Reporting segment Mobility, Display & Solar

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

- China continued to be the most active market
- New orders were down by 32% from high comparison period
- Net sales were down 3%, slight improvement in profitability

Mobility, Display & Solar KEY RATIOS							
EUR million	4-6/2025	4-6/2024	Change%	1-6/2025	1-6/2024	Change%	1-12/2024
Orders received	6.7	9.8	-31.5%	16.0	21.5	-25.4%	54.3
of which service operations	4.2	4.8	-12.9%	8.7	9.6	-10.3%	19.7
of which service operations, %	62.1%	48.9%		54.0%	44.9%		36.3%
Order book at end of period	18.8	16.7	12.5%	18.8	16.7	12.5%	27.9
Net sales	12.6	13.0	-3.4%	23.1	26.2	-11.9%	50.5
of which service operations	5.0	5.3	-5.2%	9.9	10.3	-3.9%	21.2
of which service operations, %	40.0%	40.7%		42.9%	39.3%		42.1%
Comparable EBITA	0.5	0.2	119.1%	0.1	0.3	-69.3%	0.7
Comparable EBITA, %	3.7%	1.6%		0.4%	1.2%		1.4%
Operating result (EBIT)	-1.7	-0.2	-704.2%	-3.3	-0.5	-499.6%	-2.7
Operating result (EBIT), %	-13.7%	-1.6%		-14.2%	-2.1%		-5.4%

Orders received

April-June

The segment's order intake was down by 32% to EUR 6.7 (9.8) million as a significant order for a Mobility Heat Treatment line was booked in the comparison period. Services' orders were down by 13%. In the quarter, demand for upgrades picked up.

January-June

Mainly due to the reduced amount of pre-processing orders from China, the Mobility, Display & Solar segment's orders were down by 25% compared to the corresponding period in the previous year, totaling EUR 16.0 (21.5) million.

Order book

The segment's order book increased by 13% and stood at EUR 18.8 (16.7) million at the end of the period.

Financial development

April-June

The Mobility, Display & Solar segment's net sales were down 3% and were EUR 12.6 (13.0) million due to lower volume in services. Services' net sales decreased by 5%. Comparable EBITA was slightly positive at EUR 0.5 (0.2) million, i.e. 3.7 (1.6)% of net sales. Profitability improvement was mainly due to lower fixed costs and a slightly better gross margin.

January-June

The segment's net sales decreased by 12% to EUR 23.1 (26.2) million, as MDS Heat Treatment Technologies' net sales were down from a strong comparison period and Services' net sales decreased. Comparable EBITA was EUR 0.1 (0.3) million, i.e. 0.4 (1.2)% of net sales.

Financial position, cash flow and financing

At the end of June, Glaston Group's balance sheet total was EUR 178.1 (186.9) million. Intangible assets amounted to EUR 73.6 (76.2) million, of which goodwill was EUR 57.7 (58.4) million. At the end of the period, property, plant and equipment amounted to EUR 22.6 (22.7) million and inventories to EUR 36.7 (38.8) million.

The comparable return on capital employed (ROCE) was 6.4 (9.1)%.

At the end of June, the company's net gearing was 40.0 (43.4)% and the equity ratio was 42.2 (43.4)%. Net interest-bearing debt totaled EUR 24.6 (28.8) million.

Second-quarter cash flow from operating activities, before the change in working capital, was EUR 0.9 (1.4) million. Cash flow from the change in working capital was EUR 1.1 (-5.4) million. Cash flow from operating activities was EUR 2.0 (-4.0) million. Cash flow from investing activities was EUR -1.2 (-1.0) million, and cash flow from financing activities was EUR -3.1 (-1.5) million. A return of capital of EUR 2.5 million was paid in May.

Capital expenditure and product development

Gross capital expenditure totaled EUR 1.8 (1.8) million and was primarily related to product development. Depreciation and amortization of property, plant, and equipment, and intangible assets totaled EUR -4.5 (-4.3) million.

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

In tempering and laminating technologies, the latest version of Autopilot was demonstrated in June. Autopilot offers a fully automated tempering process for highly variable mixed production. Also, it eliminates operator dependency, stabilizes quality, reduces waste, and increases overall efficiency. In laminating technologies, Glaston's new automatic trimming system, Autotrim, helps customers increase capacity and reduce manual labor needed in the laminating process by automating this typically manual process.

In insulating glass technologies, the field test for the MUNTIN'MASTER, the automatic muntin positioning station for TPS® insulating glass units, started in early Q2, whereas the field test for the new TPS® PRO line was successfully accomplished.

In January–June, research and product development expenditure, excluding depreciation, totaled EUR 4.4 (5.0) million, of which EUR 0.9 (1.2) million was capitalized. Research and product development expenditure amounted to 4.3 (4.7)% of net sales.

Organization and personnel

Glaston Group had a total of 814 (823) employees on June 30, 2025. The Architecture segment employed 631 (631) and the Mobility, Display & Solar segment employed 183 (191) people.

Changes to the Executive Leadership Team

In February 2025, Glaston announced that President & CEO Toni Laaksonen had submitted his resignation from his position as the President & CEO of Glaston Corporation to join another company. Miika Äppelqvist was appointed as the new President & CEO of Glaston Corporation on May 14, 2025, and he took up the position June 1, 2025. Äppelqvist took over as CEO from the position of Glaston's Chief Solutions & Operations Officer.

On March 17, 2025, Glaston announced that Robert Jenks was appointed EVP Service Supply & Development (EVP Services as of July 1, 2025) and a member of the Executive Leadership Team. He took up the position on April 1, 2025. Also, on March 17, Glaston announced that General Counsel Kaisa Latva had decided to leave Glaston to join a new employer.

On May 6, 2025, Glaston announced two appointments to the Executive Leadership Team with immediate effect. SVP Sales & Service, Americas Joe Butler was appointed EVP Sales & Service, Americas, and SVP Sales & Service APAC Kimmo Kuusela was appointed EVP Sales & Service, EMEA and APAC. In connection with these changes, as of May 6, 2025, the Chief Sales Officer role was no longer part of the Executive Leadership Team. As a consequence, Chief Sales officer Sasu Koivumäki left the company.

On June 25, 2025, Glaston announced two appointments to the Executive Leadership Team. Minna Toiviainen was appointed as General Counsel and she will take up her position on September 15, 2025, and SVP Insulating Glass Jens Mayr was appointed as EVP Solutions and Operations as of July 1, 2025.

SUSTAINABILITY

As the innovative frontrunner in its industry, Glaston's ambition is to remain at the forefront of moving the industry towards a more sustainable future.

Since the publication of the Sustainability Statement 2024, prepared on the basis of the Corporate Sustainability Reporting Directive (CSRD) and in accordance with the European Sustainability Reporting Standards (ESRS), Glaston has continued to advance its sustainability reporting throughout the first and second quarters of 2025. In addition to ongoing reporting activities, the company has focused on implementing the key initiatives outlined in its sustainability roadmap. These efforts reflect Glaston's commitment to integrating sustainability into its strategic priorities and operational practices in a systematic and forward-looking manner.

Currently, the glass industry is navigating increasing demands for environmental responsibility and energy efficiency. The Glass Performance Days (GPD) conference, founded and organized by Glaston, is the leading glass industry event where these topics are addressed through in-depth discussions on life cycle thinking, material efficiency, and standardization for greener construction. The 2025 edition of GPD was held in mid-June in Tampere, Finland, where distinguished experts in their fields showcased glass technology solutions contributing to energy efficiency, circular design, and climate resilience, all aimed at reducing environmental impact across the entire glass value chain. During the event, Glaston showcased its advances in energy-efficient manufacturing and automation strategies to minimize waste.

The safety of personnel is a high priority for Glaston and the company's strategic goal is zero work-related accidents. In May, the group-wide Safety Week was organized with various initiatives to further develop safety at work. Safety awareness has increased and for the first half of the year, the Lost-Time-Injury-Frequency Rate was 2.6 (5.7 in full-year 2024).

Glaston, as part of the Ahlström Collective Impact initiative, continued its support to UNICEF's global educational program, reinforcing its commitment to children's education worldwide.

GOVERNANCE

Shares and shareholders

Glaston Corporation's shares are listed on the Nasdaq Helsinki Small Cap list. The trading code is GLA1V and the ISIN code is FI4000587340 as of April 23, 2025. Each share entitles its holder to one vote and a voting right. Glaston Corporation's share capital on June 30, 2025, was EUR 12.7 (12.7) million.

	No. of shares and votes			Share turnover, EUR million
	Highest	Lowest	Closing	Average price *)
GLA1V			42,145,805	3.3
Share price	1.70	1.24	1.32	1.48
			30.6.2025	30.6.2024
Market value			55.5	73.5
Number of shareholders			7,278	7,465
Foreign ownership, %			28.0	27.8

*) trading-weighted average

Reverse share split

The Annual General Meeting (AGM) decided on April 16, 2025, to merge the company's shares and on the related share redemption so that after the consolidation, every two (2) shares of the company correspond to one (1) share in the company.

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

Share-based incentive plan

For key employees, Glaston has a share-based incentive plan for the period 2025–2029. The plan comprises three performance periods, the calendar years 2025–2027, 2026–2028, and 2027–2029. The Board of Directors resolves on the plan's performance criteria and the performance levels at the beginning of each performance period.

Performance Period 2025–2027

The potential reward for the performance period 2025–2027 is based on the Glaston Group's Cumulative comparable EBITA, cumulative Service Net Sales, and annual Earnings per Share during January 1, 2025–December 31, 2027. In total, 14 key employees, including the company's key executive leaders, belong to the plan's target group in the performance period 2025–2027.

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

Annual General Meeting

The Annual General Meeting was held on April 16, 2025, in Helsinki, Finland. The AGM adopted the financial statements and discharged the members of the Board of Directors and the President & CEOs from liability for the financial year 2024. The AGM resolved to authorize the Board of Directors to resolve at a later date in one or more instalments on the repayment of capital for a maximum amount of EUR 4,635,945 or EUR 0.11 per share calculated on the number of outstanding shares after the execution of the reverse share split.

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

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

The AGM resolved on a reverse share split procedure whereby every two (2) current shares in the company correspond to one (1) share in the company.

In its organization meeting held after the Annual General Meeting, the Board of Directors re-elected Veli-Matti Reinikkala as the Chair and Sebastian Bondestam as the Deputy Chair of the Board of Directors.

The Board of Directors determined the composition of the Board committees as follows:

Audit Committee

Arja Talma (Chair), Tina Wu and Tero Telaranta were elected as members of the Audit Committee of the Board of Directors.

People and Remuneration Committee

Veli-Matti Reinikkala (Chair), Sebastian Bondestam, Antti Kaunonen and Michael Willome were elected as members of the People and Remuneration Committee of the Board of Directors.

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

Repayment of capital

The AGM resolved to authorize the Board of Directors to decide at a later date on a repayment of capital of a maximum amount of EUR 0.11 per share in one or more instalments after the execution of the reverse share split.

In accordance with the authorization, the Board of Directors decided on May 5, 2025, on the first instalment of the return of capital of EUR 0.06 per share. The capital repayment record date was May 8, 2025, and the repayment date May 15, 2025.

The second instalment of EUR 0.05 per share is preliminary planned to be paid in November 2025. The Board of Directors will decide on the second instalment later this year, and the decision will be communicated separately.

SHORT-TERM RISKS AND BUSINESS UNCERTAINTIES

The global economic outlook has continued to soften due to elevated geopolitical instability and the uncertainty of trade policies, causing uncertainty in Glaston's operating environment. This uncertainty with its impact on the Architectural market continues to constitute the main short-term risk for Glaston.

Typically, demand for Glaston's products and services for the Architectural market is affected by general economic cycles, particularly the level of activity within the construction industry. The construction market is expected to develop unevenly. Cautious development is predicted to continue in Europe and China. Elsewhere in Asia and in the Americas, and particularly in North America, the prospects are somewhat better. However, the prolonged process surrounding US tariffs has affected market activity with customers being very cautious with their investment plans.

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

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

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

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

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

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

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

EVENTS AFTER THE REPORTING PERIOD

On July 22, 2025, Glaston published a profit warning. Due to significantly lower demand in the second quarter and the Architectural market showing no signs of significant recovery, Glaston lowered its net sales and comparable EBITA outlook for the full year 2025. More information is available in the stock exchange release dated July 22, 2025.

On August 8, 2025 Glaston announced that it initiates actions to increase efficiency and align costs to the market situation. More information is available in the stock exchange release dated August 8, 2025.

GLASTON'S OUTLOOK FOR 2025

On July 22, 2025, Glaston announced a profit warning and lowered its net sales and comparable EBITA outlook for the full year 2025. The outlook remains unchanged since the announcement.

During the first half of the year, the softness of the Architectural market increased. The prevailing uncertainty in the market environment and the US tariff situation have increasingly affected customers' investment decisions.

Glaston expects market activity to remain slow throughout the year. To mitigate the effects of weakening demand, Glaston will, in addition to the already ongoing cost-control measures, start actions to improve the company's organizational efficiency and reduce costs to ensure profitable performance.

Glaston Corporation estimates that its net sales and comparable EBITA will decrease from the level of the previous year. Glaston expects net sales to be EUR 206–215 million and comparable EBITA to amount to EUR 13.1–15.1 million. In 2024, Group net sales totaled EUR 217.9 million and comparable EBITA was EUR 15.3 million.

GLASTON CORPORATION

HALF-YEAR FINANCIAL REPORT 1 JANUARY – 30 JUNE 2025

CONDENSED STATEMENT OF PROFIT OR LOSS

EUR million	4-6/2025	4-6/2024	Change, %	1-6/2025	1-6/2024	Change, %	1-12/2024
Net sales	51.7	49.9	3.6%	103.3	105.7	-2.3%	217.9
Other operating income	0.4	0.4		0.8	1.1		2.1
Changes in inventories of finished goods and work in progress	-0.1	2.4		-1.3	4.9		4.6
Own work capitalized	0.1	0.1		0.2	0.1		0.7
Materials	-21.2	-22.1		-40.5	-46.2		-93.3
Personnel expenses	-17.2	-17.5		-34.8	-35.1		-69.1
Other operating expenses	-11.8	-10.1		-22.7	-23.4		-48.6
Depreciation, amortization and impairment	-2.2	-2.1		-4.5	-4.3		-8.5
Operating result	-0.5	1.0	-148.7%	0.5	3.0	-83.9%	5.8
Financial items, net	-0.6	-0.4		-1.2	-0.9		-1.6
Interest expenses on lease liabilities	-0.1	-0.1		-0.2	-0.2		-0.4
Result before income taxes	-1.2	0.5	-322.9%	-0.9	1.9	-149.6%	3.8
Income taxes	-0.3	0.0		-0.4	-0.5		-1.3
Profit / loss for the period	-1.5	0.5	-393.4%	-1.3	1.3	-197.1%	2.5
Earnings per share, EUR*	-0.035	0.012		-0.031	0.032		0.059

*On 22 April 2025, a reverse share split was carried out. The number of shares and the share price in the comparison period, and the key figures calculated from them have been adjusted accordingly.

STATEMENT OF OTHER COMPREHENSIVE INCOME

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Profit / loss for the period	-1.5	0.5	-1.3	1.3	2.5
Other comprehensive income that will be reclassified subsequently to profit or loss:					
Exchange differences on translating foreign operations	-1.4	0.4	-2.3	0.3	1.2
Cash flow hedges	0.5	-0.1	1.1	-0.5	-1.2
Cash flow hedges, taxes	-0.1	0.0	-0.2	0.1	0.3
Other comprehensive income that will not be reclassified subsequently to profit or loss:					
Actuarial gains and losses arising from defined benefit plans	-	-	-	-	-1.2
Taxes on actuarial gains and losses arising from defined benefit plans	-	-	-	-	0.3
Other comprehensive income for the reporting period	-1.1	0.3	-1.3	0.0	-0.7
Total comprehensive income for the reporting period	-2.5	0.8	-2.6	1.3	1.8

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

EUR million

	30.6.2025	30.6.2024	31.12.2024
Assets			
Non-current assets			
Goodwill	57.7	58.4	58.5
Other intangible assets	15.9	17.9	17.1
Property, plant and equipment	22.6	22.7	23.1
Right-of-use assets	5.4	6.4	6.0
Financial assets measured at fair value through other comprehensive income	0.0	0.0	0.0
Loan and other non-current receivables	1.2	1.3	1.4
Deferred tax assets	2.5	3.2	2.7
Total non-current assets	105.3	109.9	108.8
Current assets			
Inventories	36.7	38.8	37.0
Trade and other receivables	19.9	20.4	19.3
Contract assets	8.9	11.7	9.1
Total receivables	28.8	32.1	28.4
Cash equivalents	7.4	6.1	12.3
Total current assets	72.8	77.1	77.7
Total assets	178.1	186.9	186.5

EUR million	30.6.2025	30.6.2024	31.12.2024
Equity and liabilities			
Equity			
Share capital	12.7	12.7	12.7
Other restricted equity reserves	0.1	0.1	0.1
Reserve for invested unrestricted equity	95.2	97.8	97.8
Treasury shares	-0.2	-0.2	-0.2
Other unrestricted equity reserves	0.5	0.1	-0.5
Retained earnings	-50.2	-49.2	-48.9
Exchange difference	3.5	5.1	5.9
Total equity	61.6	66.3	66.8
Non-current liabilities			
Non-current interest-bearing liabilities	23.0	17.9	22.9
Non-current lease liabilities	3.9	5.3	4.9
Non-current interest-free liabilities and provisions	1.2	0.5	1.0
Deferred tax liabilities	7.7	10.5	9.0
Total non-current liabilities	35.9	34.2	37.9
Current liabilities			
Current interest-bearing liabilities	2.8	9.4	2.0
Current lease liabilities	2.3	2.2	2.2
Current provisions	4.9	4.0	5.0
Trade and other current interest-free payables	67.5	68.7	70.2
Contract liabilities	0.2	0.3	0.4
Liabilities for current tax	3.0	1.7	1.9
Total current liabilities	80.7	86.4	81.8
Total liabilities	116.6	120.6	119.7
Total equity and liabilities	178.1	186.9	186.5

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

EUR million

	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Cash flows from operating activities					
Cash flow before change in net working capital	0.9	1.4	3.5	6.1	12.7
Change in net working capital	1.1	-5.4	-1.6	-16.8	-11.2
Net cash flow from operating activities	2.0	-4.0	1.9	-10.8	1.5
Cash flow from investing activities					
Purchases of non-current assets	-1.2	-1.0	-1.8	-1.8	-4.0
Proceeds from sale of other non-current assets	-	-	-	-	0.0
Net cash flow from investing activities	-1.2	-1.0	-1.8	-1.8	-4.0
Cash flow before financing	0.9	-5.0	0.0	-12.5	-2.5
Cash flow from financing activities					
Acquisition of treasury shares	-	-	-	-	-
Increase in non-current liabilities	0.1		2.9		5.0
Decrease in non-current liabilities	-	-	-	-	-
Changes in loan receivables (increase - / decrease +)	-	-	-	-	-
Increase in short-term liabilities	-	5.4	-	5.4	-
Decrease in short-term liabilities	-	-2.0	-2.0	-2.0	-4.0
Repayment of leasing liabilities	-0.7	-0.7	-1.5	-1.4	-2.8
Return of capital	-2.5	-4.2	-2.5	-4.2	-4.2
Net cash flow from financing activities	-3.1	-1.5	-3.1	-2.2	-6.1
Effect of exchange rate changes	-1.1	0.5	-1.9	0.7	0.8
Net change in cash and cash equivalents	-3.3	-6.1	-4.9	-14.0	-7.9
Cash and cash equivalents at the beginning of period	10.7	12.2	12.3	20.2	20.2
Cash and cash equivalents at the end of period	7.4	6.1	7.4	6.1	12.3
Net change in cash and cash equivalents	-3.3	-6.1	-4.9	-14.0	-7.9

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

EUR million	Share capital	Other restr. equity	Reserve for inv. unrestr. equity	Treasury shares	Other unrestr. equity	Ret. earnings	Exch. diff.	Total equity
Equity on 1 January, 2025	12.7	0.1	97.8	-0.2	-0.5	-48.9	5.9	66.8
Total compr. income for the period	-	-	-	-	0.9	-1.3	-2.4	-2.8
Acquisition of treasury shares	-	-	-	-	-	-	-	-
Disposal of treasury shares	-	-	-	0.0	-	-	-	0.0
Share-based incentive plan	-	-	-	-	-	-0.0	-	-0.0
Taxes on share-based incentive plan	-	-	-	-	-	0.0	-	0.0
Return of capital	-	-	-2.5	-	-	-	-	-2.5
Other changes	-	-	-	-	-	0.0	-	0.0
Equity at 30 June 2025	12.7	0.1	95.2	-0.2	0.5	-50.2	3.5	61.6

EUR million	Share capital	Other restr. equity	Reserve for inv. unrestr. equity	Treasury shares	Other unrestr. equity	Ret. earnings	Exch. diff.	Total equity
Equity on 1 January, 2024	12.7	0.1	102.0	-0.2	0.5	-50.5	4.7	69.3
Total compr. income for the period	-	-	-	-	-0.4	1.3	0.3	1.3
Acquisition of own shares	-	-	-	-0.1	-	-	-	-0.1
Disposal of own shares	-	-	-	0.1	-	-	-	0.1
Share-based incentive plan	-	-	-	-	-	-0.1	-	-0.1
Taxes on share-based incentive plan	-	-	-	-	-	-0.0	-	-0.0
Return of capital	-	-	-4.2	-	-	-	-	-4.2
Other changes	-	-	-	-	-	-0.0	-	0.0
Equity at 30 June 2024	12.7	0.1	97.8	-0.2	0.1	-49.2	5.1	66.3

KEY RATIOS	30.6.2025	30.6.2024	31.12.2024
EBITDA, as % of net sales	4.8%	6.8%	6.6%
Comparable EBITDA, as % of net sales	8.2%	8.5%	9.0%
Operating profit (EBIT), as % of net sales	0.5%	2.8%	2.7%
Comparable EBITA, as % of net sales	6.1%	6.5%	7.0%
Profit / loss for the period, as % of net sales	-1.3%	1.3%	1.1%
Gross capital expenditure, EUR million	1.8	1.8	4.1
Gross capital expenditure, as % of net sales	1.8%	1.7%	1.9%
Equity ratio, %	42.2%	43.4%	43.4%
Gearing, %	52.0%	52.6%	48.0%
Net gearing, %	40.0%	43.4%	29.6%
Net interest-bearing debt, EUR million	24.6	28.8	19.8
Capital employed, end of period, EUR million	93.6	101.2	98.9
Return on equity, %	-4.1%	4.0%	3.6%
Return on capital employed, %	1.3%	6.0%	6.0%
Comparable Return on capital employed, %	6.4%	9.1%	12.6%
Number of personnel, average	809	807	809
Number of personnel, end of period	814	823	817

PER SHARE DATA	30.6.2025	30.6.2024*	31.12.2024*
Number of registered shares, end of period (1.000)	42 146	42 146	42 146
Number of registered shares, end of period, excluding treasury shares (1.000)	42 045	42 034	42 029
Number of shares, average, excluding treasury shares (1.000)	42 034	42 038	42 033
EPS, total, basic and diluted, EUR	-0.031	0.032	0.059
Comparable EPS, total, basic and diluted, EUR	0.049	0.079	0.185
Equity attributable to owners of the parent per share, EUR	1.46	1.57	1.59
Return of capital per share, EUR	-	-	0.055
Return of capital yield / share, %	-	-	3.5%
Price per earnings per share (P/E) ratio	-42.6	54.8	26.5
Price per equity attributable to owners of the parent per share	0.90	1.11	0.98
Market capitalization of registered shares, EUR million	55.5	73.5	65.7
Share turnover, %, number of shares traded, % of the average registered number of shares	9.0%	15.1%	28.8%
Number of shares traded, (1.000)	3 779	6 335	12 098
Closing price of the share, EUR	1.32	1.75	1.56
Highest quoted price, EUR	1.70	1.96	1.96
Lowest quoted price, EUR	1.24	1.44	1.44
Volume-weighted average quoted price, EUR	1.48	1.74	1.67

* On 22 April 2025, a reverse share split was carried out. The number of shares and the share price in the comparison period, and the key figures calculated from them have been adjusted accordingly.

The reconciliation of alternative performance measures

Items affecting comparability

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Re-structuring	-2.2	-0.8	-3.0	-1.0	-3.4
Other	-0.3	-0.4	-0.5	-0.7	-1.8
Items affecting comparability	-2.5	-1.2	-3.5	-1.8	-5.2

Comparable operating result (EBIT) and EBITA

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Operating result	-0.5	1.0	0.5	3.0	5.8
Items affecting comparability ¹⁾	2.5	1.2	3.5	1.8	5.2
Comparable EBIT	2.0	2.3	4.0	4.7	11.0
Operating result	-0.5	1.0	0.5	3.0	5.8
Amortization ¹⁾	1.1	1.0	2.1	2.0	4.0
EBITA	0.6	2.0	2.6	5.0	9.8
Purchase price allocation, depreciation ¹⁾	0.1	0.1	3.5	0.1	0.2
Items affecting comparability ¹⁾	2.5	1.2	3.5	1.8	5.2
Comparable EBITA	3.1	3.3	6.3	6.9	15.3
% of net sales	6.1%	6.6%	6.1%	6.5%	7.0%

¹⁾ + cost, - income

Comparable ROCE% and EPS

EUR million	1-6/2025	1-6/2024	1-12/2024
Profit/loss for the period before taxes	-0.9	1.9	3.8
Financial expenses	1.6	1.2	2.1
Purchase price allocation ¹⁾	0.7	0.7	1.4
Total	1.3	3.7	7.3
Total annualized	2.7	7.4	7.3
Items affecting comparability ¹⁾	3.5	1.8	5.2
Total	6.2	9.2	12.6
Equity	61.6	66.3	66.8
Interest bearing liabilities	32.0	34.9	32.1
Avg (1.1.and end of period)	96.2	100.8	99.6
Comparable ROCE%	6.4%	9.1%	12.6%
Profit/loss for the period	-1.3	1.3	2.5
Purchase price allocation ¹⁾	0.7	0.7	1.4
Items affecting comparability ¹⁾	3.5	1.8	5.2
-tax	-0.8	-0.5	-1.3
Total	2.1	3.3	7.8
Number of shares average, excluding treasury shares ²⁾	42.0	42.0	42.0
Comparable earnings per share, EUR	0.049	0.079	0.185

¹⁾ + cost, - income

²⁾ On 22 April 2025, a reverse share split was carried out. The number of shares and the share price in the comparison period, and the key figures calculated from them have been adjusted accordingly.

Per share data

Earnings per share (EPS):

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

Diluted earnings per share:

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

Dividend per share*:

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

Dividend payout ratio*:

(Dividend per share x 100) / Earnings per share

Dividend yield per share*:

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

Equity attributable to owners of the parent per share:

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

Average trading price:

Shares traded (EUR) / Shares traded (volume)

Price per earnings per share (P/E):

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

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

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

Share turnover:

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

Market capitalization:

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

Number of shares at period end:

Number of issued shares - treasury shares

*The definition is also applied with return of capital

Financial ratios

EBITDA:

Profit / loss before depreciation, amortization, and impairment

Operating result (EBIT):

Profit / loss after depreciation, amortization, and impairment

Cash and cash equivalents:

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

Net interest-bearing debt:

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

Financial expenses:

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

Equity ratio, %:

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

Gearing, %:

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

Net gearing, %:

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

Return on capital employed, % (ROCE):

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

Return on equity, % (ROE):

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

Other alternative performance measures

Comparable EBIT:

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

Comparable EBITDA:

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

Comparable EBITA:

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

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

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

Comparable earnings per share (Comparable EPS):

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

Items affecting comparability:

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

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

NOTES**Basis of preparation**

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

1. SEGMENT INFORMATION**Orders received**

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architecture	31.3	40.1	69.1	74.9	147.3
Mobility, Display & Solar	6.7	9.8	16.0	21.5	54.3
Total segments	38.1	50.0	85.2	96.3	201.7
Unallocated and eliminations	0.0	0.2	0.0	0.5	1.0
Total Glaston Group	38.1	50.2	85.2	96.8	202.7

Net sales

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architecture	39.1	36.7	80.4	79.2	166.8
Mobility, Display & Solar	12.6	13.0	23.1	26.2	50.5
Total segments	51.7	49.7	103.4	105.5	217.3
Unallocated and eliminations	0.0	0.1	-0.1	0.3	0.7
Total Glaston Group	51.7	49.9	103.3	105.7	217.9

Comparable EBITA

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architecture	2.7	3.1	6.2	6.4	14.3
Mobility, Display & Solar	0.5	0.2	0.1	0.3	0.7
Total segments	3.1	3.3	6.3	6.8	15.0
Unallocated and eliminations	0.0	0.0	0.0	0.1	0.3
Total Glaston Group	3.1	3.3	6.3	6.9	15.3
Comparable EBITA %	6.1%	6.6%	6.1%	6.5%	7.0%

Comparable EBITA %

	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architecture	6.9%	8.4%	7.7%	8.1%	8.6%
Mobility, Display & Solar	3.7%	1.6%	0.4%	1.2%	1.4%
Total segments	6.1%	6.6%	6.0%	6.4%	6.9%
Unallocated and eliminations	0.0%	2.3%	-0.7%	37.8%	40.8%
Total Glaston Group	6.1%	6.6%	6.1%	6.5%	7.0%

Operating result (EBIT)

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architecture	1.2	1.3	3.7	3.4	8.3
Mobility, Display & Solar	-1.7	-0.2	-3.3	-0.5	-2.7
Total segments	-0.5	1.0	0.5	2.9	5.5
Unallocated and eliminations	0.0	0.0	0.0	0.1	0.3
Total Glaston Group	-0.5	1.0	0.5	3.0	5.8
Operating result %	-1.0%	2.1%	0.5%	2.8%	2.7%

Segment assets

EUR million	30.6.2025	30.6.2024	30.12.2024
Architecture	134.8	144.2	137.3
Mobility, Display & Solar	33.3	32.5	33.4
Total segment assets	168.2	176.7	170.7
Other assets	10.0	10.2	15.9
Total assets	178.1	186.9	186.5

Segment liabilities

EUR million	30.6.2025	30.6.2024	30.12.2024
Architecture	57.2	64.0	63.0
Mobility, Display & Solar	16.3	9.1	13.4
Total segment liabilities	73.5	73.2	76.3
Other liabilities	43.1	47.5	43.4
Total liabilities	116.6	120.6	119.7

Personnel at the end of the period

	30.6.2025	30.6.2024	30.12.2024
Architecture	631	631	619
Mobility, Display & Solar	183	191	197
Others	-	1	1
Total personnel at the end of the period	814	823	817

Personnel by region	30.6.2025	30.6.2024	30.12.2024
Finland	224	221	211
Germany	297	287	291
Other EMEA	59	93	83
Asia	186	172	187
Americas	48	50	45
Total personnel at the end of the period	814	823	817

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

Orders received

EUR million

	4-6/2025	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	31.3	37.8	36.2	36.3	40.1	34.7
Mobility, Display & Solar	6.7	9.3	16.6	16.3	9.8	11.6
Total segments	38.1	47.1	52.8	52.6	50.0	46.4
Unallocated and eliminations	0.0	0.0	0.4	0.2	0.2	0.3
Total Glaston Group	38.1	47.1	53.1	52.8	50.2	46.6

Order book

EUR million

	4-6/2025	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	58.5	65.7	70.3	81.6	84.4	81.3
Mobility, Display & Solar	18.8	25.1	27.9	20.1	16.7	20.1
Total segments	77.4	90.8	98.2	101.7	101.2	101.4
Unallocated and eliminations	-	-	-	-	-	-
Total Glaston Group	77.4	90.8	98.2	101.7	101.2	101.4

Net sales

EUR million

	4-6/2025	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	39.1	41.2	45.8	41.8	36.7	42.5
Mobility, Display & Solar	12.6	10.5	10.8	13.5	13.0	13.2
Total segments	51.7	51.8	56.6	55.3	49.7	55.7
Unallocated and eliminations	0.0	-0.1	0.2	0.2	0.1	0.1
Total Glaston Group	51.7	51.7	56.8	55.4	49.9	55.8

Comparable EBITA

EUR million

	4-6/2025	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	2.7	3.5	4.0	3.8	3.1	3.4
Mobility, Display & Solar	0.5	-0.4	0.1	0.3	0.2	0.1
Total segments	3.1	3.1	4.1	4.1	3.3	3.5
Unallocated and eliminations	0.0	0.0	0.1	0.1	0.0	0.1
Total Glaston Group	3.1	3.1	4.2	4.2	3.3	3.6
Comparable EBITA %	6.1%	6.0%	7.5%	7.5%	6.6%	6.4%

Comparable EBITA %

	4-6/2025	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	6.9%	8.4%	8.7%	9.2%	8.4%	7.9%
Mobility, Display & Solar	3.7%	-3.5%	1.4%	2.1%	1.6%	0.7%
Total segments	6.1%	6.0%	7.3%	7.4%	6.6%	6.2%
Unallocated and eliminations	0.0%	-0.9%	49.4%	34.5%	2.3%	75.7%
Total Glaston Group	6.1%	6.0%	7.5%	7.5%	6.6%	6.4%

Operating result (EBIT)

EUR million

	4-6/2025	1-3/2025	10-12/2024	7-9/2024	4-6/2024	1-3/2024
Architecture	1.2	2.5	2.3	2.6	1.3	2.1
Mobility, Display & Solar	-1.7	-1.5	-1.8	-0.4	-0.2	-0.3
Total segments	-0.5	1.0	0.5	2.1	1.0	1.8
Unallocated and eliminations	0.0	0.0	0.1	0.1	0.0	0.1
Total Glaston Group	-0.5	1.0	0.6	2.2	1.0	1.9
Operating result %	-1.0%	1.9%	1.1%	4.0%	2.1%	3.4%

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

EUR million

	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architectural Tempering and Laminating Technologies	6.0	17.2	17.7	21.0	36.5
Insulating Glass Technologies	11.8	8.9	24.6	25.8	53.1
Mobility, Display and Solar Technologies	2.5	5.0	7.4	11.8	34.6
Services	17.8	18.8	35.5	37.7	77.5
Unallocated and eliminations	0.0	0.2	0.0	0.5	1.0
Glaston Group, total	38.1	50.2	85.2	96.8	202.7

Order book by product area

EUR million

	30.6.2025	30.6.2024	31.12.2024
Architectural Tempering and Laminating Technologies	22.6	29.7	24.7
Insulating Glass Technologies	28.6	46.7	36.8
Mobility, Display and Solar Technologies	18.1	16.2	27.4
Services	8.1	8.6	9.3
Unallocated and eliminations	-	-	-
Glaston Group, total	77.4	101.2	98.2

Net sales by product area

EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Architectural Tempering and Laminating Technologies	9.2	9.3	19.7	19.5	40.4
Insulating Glass Technologies	16.2	14.7	32.3	34.7	72.3
Mobility, Display and Solar Technologies	8.3	8.0	14.0	16.5	30.8
Services	19.5	18.9	39.4	36.7	78.6
Unallocated and eliminations	-1.5	-1.0	-2.2	-1.7	-4.1
Glaston Group, total	51.7	49.9	103.3	105.7	217.9

NET SALES BY REGION

Geographical distribution of net sales EUR million	4-6/2025	4-6/2024	1-6/2025	1-6/2024	1-12/2024
Americas	15.8	15.4	31.5	33.9	66.7
EMEA	23.1	21.7	47.8	48.9	96.9
APAC	12.8	12.8	24.0	22.9	54.4
Glaston Group, total	51.7	49.9	103.3	105.7	217.9

2. FINANCIAL RISK MANAGEMENT**Liquidity risk**

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

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

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

EUR million	In use	Unused	Total
Committed credit facilities 30.6.2025	15.0	10.0	25.0
Committed credit facilities 31.12.2024	15.0	10.0	25.0

Net interest bearing debt

EUR million	30.6.2025	30.6.2024	31.12.2024
Loans from financial institutions	25.8	27.4	25.0
Lease liabilities	6.2	7.5	7.1
Cash	7.4	6.1	12.3
Total	24.6	28.8	19.8
Net gearing, %	40.0	43.4	29.6

Credit risk

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

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

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

At the end of June 2025, 19.3 (27.1 on 31.12.2024) percent of the Group's trade receivables were secured by LCs and other collaterals received.

Ageing analysis of trade receivables						
EUR million			Past due			
	Carrying amount of trade receivables after recognizing allowance account	Not past due	< 30 days	31-180 days	181-360 days	> 360 days
30.6.2025	15.2	12.8	1.1	1.2	0.0	0.1
31.12.2024	14.5	10.8	2.1	1.4	0.2	0.0

3. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

Changes in property, plant and equipment

EUR million	1-6/2025	1-6/2024	1-12/2024
Carrying amount at beginning of the period	23.1	23.2	23.2
Additions	0.6	0.5	1.7
Disposals	-0.0	-0.0	-0.0
Depreciation and amortization	-0.9	-0.9	-1.8
Reclassification and other changes	-	-	0.0
Exchange differences	-0.2	-0.1	0.0
Carrying amount at end of the period	22.6	22.7	23.1

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

Changes in intangible assets

EUR million	1-6/2025	1-6/2024	1-12/2024
Carrying amount at beginning of the period	75.6	77.2	77.1
Additions	1.2	1.3	2.4
Disposals	-0.2	0.4	-0.2
Depreciation and amortization	-2.1	-2.0	-4.0
Reclassification and other changes	-	-0.7	-0.0
Exchange differences	-1.0	0.1	0.3
Carrying amount at end of the period	73.4	76.4	75.6

4. LEASES

LEASES IN THE BALANCE SHEET

EUR million

Right-of-use assets	1-6/2025	1-6/2024	1-12/2024
Carrying amount at beginning of the period	6.0	5.9	5.9
Additions	0.7	1.9	2.9
Depreciation expense	-1.4	-1.4	-2.8
Carrying amount at end of the period	5.4	6.4	6.0

Lease liabilities

EUR million

	1-6/2025	1-6/2024	1-12/2024
Carrying amount at beginning of the period	7.1	7.1	7.1
Additions	0.6	1.8	2.8
Interest expense	0.2	0.2	0.4
Rental payment	-1.7	-1.6	-3.2
Carrying amount at end of the period	6.2	7.5	7.1

LEASES IN PROFIT AND LOSS STATEMENT

EUR million

	1-6/2025	1-6/2024	1-12/2024
Depreciation of right-of-use assets	-1.4	-1.3	-2.7
Interest expense on lease liabilities	-0.2	-0.2	-0.4
Short-term lease expense	-0.3	-0.3	-0.6
Total amounts recognised in profit or loss	-1.8	-1.9	-3.7

5. CONTINGENT LIABILITIES

EUR million

	30.6.2025	30.6.2024	31.12.2024
Mortgages and pledges			
On own behalf	314.1	314.1	314.1
Guarantees			
On own behalf	6.8	9.2	9.6
On behalf of others	0.3	0.3	0.3

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

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

6. DERIVATIVE INSTRUMENTS

EUR million	30.6.2025		30.6.2024		31.12.2024	
	Nominal value	Fair value	Nominal value	Fair value	Nominal value	Fair value
Currency forwards						
Currency forward contracts	10.3	0.5	11.0	-0.1	14.7	-0.6
Interest rate derivatives						
Interest rate derivatives	22.0	0.0	12.0	0.4	22.0	0.1

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

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

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

7. FINANCIAL INSTRUMENTS AT FAIR VALUE

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

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

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

Fair value measurement hierarchy:

Level 1 = quoted prices in active markets

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

Level 3 = not based on observable market data

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

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

Fair value hierarchy, fair values

EUR million	30.6.2025				30.6.2024				31.12.2024			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets												
Other shares	-	-	0.0	0.0	-	-	0.0	0.0	-	-	0.0	0.0
Currency forward contracts	-	0.6	-	0.6	-	0.1	-	0.1	-	0.1	-	0.1
Interest rate derivatives	-	0.1	-	0.1	-	0.4	-	0.4	-	0.1	-	0.1
Total	-	0.6	0.0	0.7	-	0.4	0.0	0.4	-	0.2	0.0	0.2
Liabilities												
Currency forward contracts	-	-0.0	-	-0.0	-	-0.2	-	-0.2	-	-0.7	-	-0.7
Interest rate derivatives	-	-0.1	-	-0.1	-	-	-	-	-	-0.1	-	-0.1
Total	-	-0.1	-	-0.1	-	-0.2	-	-0.2	-	-0.8	-	-0.8