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Independent Auditor's Report

(free translation¹)

To the Shareholders of Electro-Alfa International SA

15Calea Nationala , Botosani, Romania
Unique Registration Code: 7348194

Report on the Audit of the Consolidated Financial Statements

Qualified Opinion

1. We have audited the consolidated financial statements of Electro-Alfa International SA ("the Company") and its subsidiary (together "the Group"), which comprise the consolidated statement of financial position as at 31 December 2025, the consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information.
2. The consolidated financial statements as at and for the year ended 31 December 2025 are identified as follows:
 - Total equity: Lei 210,194,080
 - Net profit for the year: Lei 99,746,604

The consolidated financial statements have been signed with a qualified electronic signature by Gheorghe Ciubotaru, in his capacity of President of the Board of Directors of the Company on 2026.04.28 14:21:39, by Stefan Petrea in his capacity of General Director on 2026.04.28 12:47:46 and by Constantin Todi in his capacity of Economic Director on 2026.04.28 09:04:23.

3. In our opinion, except for the possible effects on the corresponding figures of the matter described in paragraph 4 of the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 December 2025, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS as adopted by the EU").

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¹ TRANSLATOR'S EXPLANATORY NOTE: The above translation of the auditor's report is provided as a free translation from Romanian which is the official and binding version.

Basis for Qualified Opinion

4. As we were appointed as auditors during 2024, we did not observe the counting of the physical inventories as at 31 December 2023 and we were unable to satisfy ourselves by alternative means concerning inventory quantities held and their condition at those dates. Thus, we were unable to determine whether adjustments might have been necessary on Raw materials and merchandise expenses, Net profit and cash flows from operating activities for the year ended 31 December 2024. Our opinion on the financial statements for the financial year ended 31 December 2024 was also qualified due to this matter. Our opinion on the financial statements for the current financial year is also qualified due to the effects of this matter on the comparability of the current period figures with the corresponding figures.
5. We conducted our audit in accordance with International Standards on Auditing ("ISAs"), Law no. 162/2017 and related amendments and with respect to the additional requirements applicable to the statutory audit of public-interest entities, with Regulation (EU) no. 537/2014 of the European Parliament and of the Council and related amendments ("the Regulation"), from the date on which the Company became a public-interest entity, 3 March 2026, when its securities were admitted to trading on a regulated market . Our responsibilities under those standards and regulations are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with *International Ethics Standards Board for Accountants International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code")*, as applicable to audits of the financial statements of public interest entities, together with the ethical requirements that are relevant to audits of the consolidated financial statements of public interest entities in Romania, including the the Law and, from the date on which the Company became a public-interest entity, the Regulation. We have also fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other information

6. The Board of Directors is responsible for the other information. The other information comprises the consolidated Board of Directors' Report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

With respect to the consolidated Board of Directors' Report we read and, based solely on the work required to be undertaken in the course of the audit of the consolidated financial statements, we report, as required by OMPF no. 1802/2014, that, in our opinion:

- a) The information given in the consolidated Board of Directors' Report for the financial year for which the consolidated financial statements are prepared is consistent, in all material respects, with the consolidated financial statements;

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- b) The consolidated Board of Directors' Report has been prepared, in all material respects, in accordance with OMPF no. 1802/2014, articles 554 – 556 of the accounting regulations regarding annual separate financial statements and annual consolidated financial statements.

In addition, in light of the knowledge and understanding of the Company and its environment obtained in the course of our audit we are required to report if we have identified material misstatements in the consolidated Board of Directors' Report. As described in the paragraph 4 in the *Basis for Qualified Opinion* section above we were unable to obtain sufficient appropriate audit evidence regarding the quantities and condition of inventories through alternative audit procedures as at 31 December 2023. Accordingly, we are unable to conclude whether or not the consolidated Board of Directors' Report is materially misstated with respect to this matter.

Key Audit Matters

7. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matter described in the *Basis for Qualified Opinion* section we have determined the matters described below to be the key audit matters to be communicated in our report.

Revenue recognition and measurement from contracts with customers

Revenue – Lei 832,221,052 for the year ended 31 December 2025 (Lei 648,440,597 for the year ended 31 December 2024).

See Note 6.c) (“Revenue from contracts with customers”), Note 9 (“Revenues”).

The key audit matter	How the matter was addressed in our audit
<p>Revenue from contracts with customers mainly comprises revenue from the sale of electrical equipment and related products, as well as the provision of engineering, design and execution services for electrical substations, irrigation system infrastructure works and photovoltaic parks.</p> <p>Revenue is recognized at the delivery of products in the case of the sale of goods, and over time in the case of revenue from the provision of services.</p> <p>In addition, there is an inherent risk of fraud related to revenue recognition close to the end of the financial year, driven by the potential pressure to meet specific targets or expectations.</p> <p>Given the magnitude of revenue in the</p>	<p>Our audit procedures relating to the recognition and measurement of revenue from contracts with customers included, among others:</p> <ul style="list-style-type: none"> ▪ understanding of the process for recognizing revenue from contracts with customers; ▪ evaluating the compliance of the Group's revenue recognition and measurement policies with the relevant criteria of the applicable financial reporting standards; ▪ inspecting, on a sample basis, customer contracts to understand the key terms of sales transactions, including delivery and acceptance terms; ▪ obtaining, on a sample basis, confirmations of

<p>financial statements and the fact that revenue represents a key performance indicator of the Group with heightened importance to stakeholders, we considered the revenue recognition and measurement to be a key audit matter.</p>	<p>customer balances at year end;</p> <ul style="list-style-type: none"> ▪ reconciling, for a sample selected using statistical sampling methods, sales transactions to underlying supporting documentation (e.g. invoices, delivery notes, statements of work and contracts); ▪ inspecting, for a sample of sales transactions recorded close to the end of the financial year, the related delivery and acceptance documentation to determine whether revenue was recognized in the appropriate period; ▪ inspecting significant credit notes and returns issued after the end of the financial year to determine whether adjustments to revenue recognized in the current financial year were required; and ▪ evaluating the appropriateness of the revenue related disclosures considering to the requirements of the applicable financial reporting framework.
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Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

8. Management is responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with IFRS as adopted by the EU, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.
9. In preparing the consolidated financial statements, management is responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
10. Those charged with governance are responsible for overseeing the Group’s financial reporting process.

Auditor’s Responsibility for the Audit of the Consolidated Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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12. As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.
13. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
14. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements - Report on Compliance with the ESEF Regulation

15. In accordance with Law no. 162/2017 on statutory audits of annual financial statements and consolidated financial statements and amendment of certain regulations, we are required to express an opinion on whether the consolidated financial statements, included in the consolidated annual report, have been prepared in accordance with the requirements of the Commission Delegated Regulation (EU) 2019/815 of 17 December 2018 supplementing Directive 2004/109/EC of the European Parliament and of the Council with regard to regulatory technical standards on the specification of a single electronic reporting format and related amendments (the "RTS on ESEF"). In this section we do not express an audit opinion, review conclusion or any other assurance conclusion on the consolidated financial statements. Our qualified audit opinion relating to the consolidated financial statements of the Group as at for the year ended 31 December 2025 is set out in the *section Report on the Audit of Consolidated Financial Statements*.

Responsibilities of Management and Those Charged with Governance

16. Management is responsible for the preparation of the consolidated financial statements in a digital format that complies with the RTS on ESEF. This responsibility includes:
- the preparation of the consolidated financial statements in the applicable xHTML format;
 - the selection and application of appropriate iXBRL tags, using judgment where necessary;
 - creating and properly anchoring extension elements where no suitable element exists;
 - performing block-tagging where required;
 - ensuring consistency between digitised information in the machine- and human-readable formats and the signed consolidated financial statements; and
 - the design, implementation and maintenance of internal controls relevant to the application of the RTS on ESEF.

Those charged with governance are responsible for overseeing the Group's financial reporting process, including compliance of consolidated financial statements with RTS on ESEF.

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Auditor's Responsibilities

17. Our responsibility is to express an opinion on whether the consolidated financial statements, included in the consolidated annual report, have been prepared, in all material respects, in accordance with the RTS on ESEF, based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information (ISAE 3000) issued by the International Auditing and Assurance Standards Board.

A reasonable assurance engagement in accordance with ISAE 3000 involves performing procedures to obtain evidence about whether the consolidated financial statements, included in the consolidated annual report, have been prepared, in all material respects, in accordance with the RTS on ESEF. The nature, timing and extent of procedures selected depend on the auditor's judgment, including the assessment of the risks of material departures from the requirements set out in the RTS on ESEF, whether due to fraud or error. Our procedures included, among other things:

- obtaining an understanding of the tagging process;
- evaluating the appropriateness of the digital format of the consolidated financial statements;
- evaluating the completeness of the Group's tagging of the consolidated financial statements;
- evaluating the appropriateness of the Group's use of iXBRL elements selected from the ESEF taxonomy and creation of extension elements where no suitable element in the ESEF taxonomy has been identified;
- evaluating the appropriate application of core taxonomy elements, the creation and anchoring of extension elements, and the application of block-tagging where required; and
- assessing consistency between the digitised information in the machine- and human-readable formats and the signed and audited consolidated financial statements.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

18. In our opinion, the consolidated financial statements of the Group, included in the Consolidated Annual report, as at and for the year ended 31 December 2025 have been prepared, in all material respects, in accordance with the requirements of the RTS on ESEF.

Report on Other Legal and Regulatory Requirements - Public Interest Entities

As the Company's securities were admitted to trading on a regulated market on 3 March 2026, the Company became a public-interest entity as of that date. As such, in accordance with Article 10(2) of Regulation (EU) No. 537/2014 of the European Parliament and of the Council, we provide the following information in our independent auditor's report, which is required in addition to the requirements of International Standards on Auditing:

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Appointment of Auditor and Period of Engagement

We were appointed by the General Shareholders' Meeting on 15 October 2025 to audit the consolidated financial statements of Electro-Alfa International SA for the year ended 31 December 2025. Our total uninterrupted period of engagement is 2 years, covering the periods ending 31 December 2024 to 31 December 2025.

For the purposes of applying the rules on the mandatory rotation of the audit firm provided for in Article 17 of Regulation (EU) No 537/2014, applicable to the Company in its capacity as a public-interest entity, the relevant engagement period starts with the financial year ending on 31 December 2026.

Consistency with Additional Report to Audit Committee

We confirm that our audit opinion on the consolidated financial statements expressed herein is consistent with the additional report to the Board of Directors of the Company, which we issued on 27 April 2026

Services other than Statutory Audit (Non-audit Services)

We declare that, from the date on which the Company became a public-interest entity, no prohibited non-audit services referred to in Article 5 (1) of Regulation (EU) No. 537/2014 of the European Parliament and of the Council were provided and that we remained independent of the Group in conducting the audit.

The engagement partner on the audit resulting in this independent auditor's report is RIZEA POPP IOANA ZENAIDA.

Refer to the original signed and stamped Romanian version



For and on behalf of KPMG Audit S.R.L.:

RIZEA POPP IOANA ZENAIDA

KPMG Audit SRL

registered in the electronic public register of financial auditors and audit firms under no AF4419

registered in the electronic public register of financial auditors and audit firms under no FA9

Bucharest, 28 April 2026