

# **AS TALLINNA VESI**

Consolidated Interim Report for the 1<sup>st</sup> quarter of 2026

8 May 2026



Currency	Thousand euros
Start of reporting period	1 January 2026
End of reporting period	31 March 2026
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Field of activity	Production, treatment and distribution of water, stormwater and wastewater disposal and treatment

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## MANAGEMENT REPORT

In the first quarter of 2026, we continued to provide high quality water supply and sewerage services and carried out investment projects to ensure the sustainability of our services. During the quarter, the company pumped 7.09 million m<sup>3</sup> of clean drinking water into the water network and treated over 14.23 million m<sup>3</sup> of wastewater.

### Group's sales

The Tallinna Vesi Group's sales in the first quarter of 2026 were €17.99 million, an increase of 12.4%, or €1.99 million, compared with the same period last year. Growth in sales was mostly driven by sales of construction services and changes in the price for water service related to increased investment.

Revenue from the sales of water services increased by 8.7%, or €1.29 million, compared with the first quarter of 2025, reaching €16.14 million. Changes in sales of services provided to private and business customers are mainly related to price changes resulting from investment needs and the transition towards harmonised water prices, resulting from the obligation to provide a uniform price by 1 July 2026, as set out in the Public Water Supply and Sewerage Act. The most recent price change in this regard was approved by the Competition Authority in March and came into effect on 1 May 2025.

The company's operating profit for the first quarter was €5.45 million, which is 20.9% more than in the same period last year. The company's net profit was €4.28 million, which is €0.82 million higher than in the same period last year. The growth in net profit has been driven by operational efficiency and the justified profitability of investments made to ensure a clean environment and service continuity.

In the first quarter, investments totalling €7.86 million were made, which is 16% more than in the same period of 2025. In 2026, Tallinna Vesi will continue to invest in ensuring a clean environment, as well as maintaining the high quality and continuity of its service.

The first quarter also saw the liquidation proceedings of OÜ ASTV Green Energy, a subsidiary of the Tallinna Vesi Group, which were completed on 9 April 2026. The subsidiary was not engaged in any economic activity, and its liquidation was part of a process to streamline the group's corporate structure.

### High-quality water supply and sewerage services

**During the first quarter of 2026, we continued to provide reliable and secure water supply and sewerage services**, as demonstrated by the consistently high-quality indicators. The quality of tap water during the quarter was excellent, meeting all quality standards 100%. During the first quarter, 761 water samples were taken.

Clean tap water has been ensured through an efficient water treatment process and regular monitoring of the water distribution network, along with the ongoing preventive maintenance activities and timely investments.

We mainly use ice pigging technology to maintain our water networks. Using this technique, we cleaned 53 km of water mains in the first quarter. Ice pigging that is currently unique in the Nordic countries is a pipe cleaning technology that involves pumping an ice slurry made of water and table salt through a pipe.

In addition, water quality has been supported by investments in water pumping stations, made in recent years, to provide additional disinfection in various parts of the city. Additional disinfection will help to ensure that the requirements set for tap water quality are met at various points across the city where chlorine levels in the water are normally very low. Small quantities of chlorine remain in the water, helping to ensure consistently high drinking water quality throughout the network.

The average duration of an interruption to water service in the first quarter was 2 hours and 31 minutes, thanks to the operational response of our staff. That is the same as in the first quarter of last year. To

reduce the inconvenience caused by interruptions to water service, we continue installing additional isolation valves on the water network.

**In the first quarter of 2026, the quality of the treated effluent from the Paljassaare Wastewater Treatment Plant outperformed the effluent standards.** To keep the Baltic Sea clean, the company uses efficient treatment processes that helped to remove around 286 tonnes of solid waste, 36 tonnes of grit, 527 tonnes of nitrogen and 63 tonnes of phosphorus from wastewater during the first quarter of 2026.

## Investments

Tallinna Vesi aims to further future-proof its infrastructure and to ensure the continuity of the vital service it provides, all the while keeping the price for the service affordable for consumers. The total investment planned for 2026 amounts to €60 million.

In 2026, we will be moving forward with an ozonation project at the Ülemiste Water Treatment Plant, with the aim of reducing the plant's energy consumption and improving its operational reliability. We are also constructing more borehole pumping stations in the Lasnamäe area to make the city's water network more reliable.

Work is continuing at the Paljassaare Wastewater Treatment Plant on renovating the secondary clarifiers and reconstructing the wet well at the main pumping station. We are also optimising the wastewater treatment process by using artificial intelligence and smart technologies to reduce variable costs.

Construction work on a new building has begun at the water treatment plant, while the Paljassaare building is still in the design phase.

Another major project is the ongoing construction of the energy complex in Paljassaare by Utilitas. The energy complex will start producing heat for Tallinn's district heating network using wastewater and seawater in early winter 2026.

## Water network rehabilitation

The water loss rate in the water distribution network was 15.99 per cent in the first quarter, which is roughly the same as it was a year ago. In order to keep water loss rates low, the company carries out continuous online monitoring of the water distribution network and continues with its planned water network rehabilitation programme.

By the end of the first quarter, we had rehabilitated and constructed 5 kilometres of pipelines, of which 0.5 kilometres were built using environmentally friendly no-dig techniques. We are working closely with the City of Tallinn and other partners, such as AS Utilitas Tallinn, so that we can complete as much work as possible at the same time, thus saving the environment and causing as little disruption to city life and traffic as possible.

Work continued on several major construction projects in the first quarter, including the construction of a stormwater detention pond near the junction of Lahepea Street and Kolde Avenue in North Tallinn, which will help reduce flooding in the area. Pipes are also being replaced at Paljassaare Street and Paljassaare Lane. Construction work on Peterburi Road is being carried out in cooperation with the City of Tallinn and Rail Baltic. Work has begun on the reconstruction of A. Lauteri Street in the city centre, as well as on the construction of a new stormwater detention tank in the area around A. Laikmaa Street, Maakri Street and Rävala Avenue. A stormwater management scheme has been developed for the Mustamäe area. This scheme uses nature-based solutions to increase the retention time of stormwater and create a greener urban environment. These stormwater solutions help to reduce the risk of flooding during periods of heavy rainfall.

## Customer service

By the end of the first quarter, we had installed around 19,500 smart meters. This means that around 85 per cent of our customers now have a remote water meter. The main advantages of smart meters include the speed and accuracy of data transmission, but also their security and reliability. By the end of 2026 at the latest, all customers in our service area will have their water meters replaced with smart meters. Also, the verification period has now been extended from five to ten years.

We strive to provide our customers and consumers with a reliable service, part of which is the availability of important information about the service and the speed at which the enquiries are answered. In the first quarter of 2026, we responded to written enquiries within two working days in 99.6 per cent of cases. In 2026, we aim to further improve the speed and quality of our customer communications, a goal supported by the new customer management software we launched in April.

We consider as complaints any enquiries received from customers that indicate dissatisfaction with the company's activities or the quality of the services provided. The aim of this is to gain a better understanding of the causes of customer dissatisfaction and to prevent complaints more effectively. A total of 132 customer complaints were received in the first quarter of 2026, which is slightly fewer than in the same period last year, when 135 complaints were received. We are working to reduce the number of complaints, particularly those relating to water quality and blockages. In the first quarter of 2026, we did not once fail to keep our promises to customers.

## Partnerships

During the first quarter, we supported projects and initiatives that promote environmental education, community engagement, and support for those with fewer opportunities. With the support of Tallinna Vesi and the help of volunteers from the rescue services, we set up ice rinks in Haabersti, Nõmme, North Tallinn and Saue, and helped build snow castles in Mustamäe and Lasnamäe during the winter. We took part in the family day at the Nõmme Snow Park to spark young people's interest and raise their awareness of water and environmental care.

We have signed a cooperation agreement with the Estonian Paralympic Committee for this year to support the preparation of para-athletes for the Winter Paralympics and to advance sporting opportunities and the overall quality of life for people with disabilities in Estonia.

We made donations to the Estonian Agrenska Foundation, the Autismikool Charity Fund, The Gift of Life cancer treatment fund, the Tallinn Women's Crisis Centre, the Food Bank and the Tallinn Children's Hospital Foundation after achieving the target for the annual campaign inviting our staff to move.

## PERFORMANCE IN THE FIRST QUARTER OF 2026

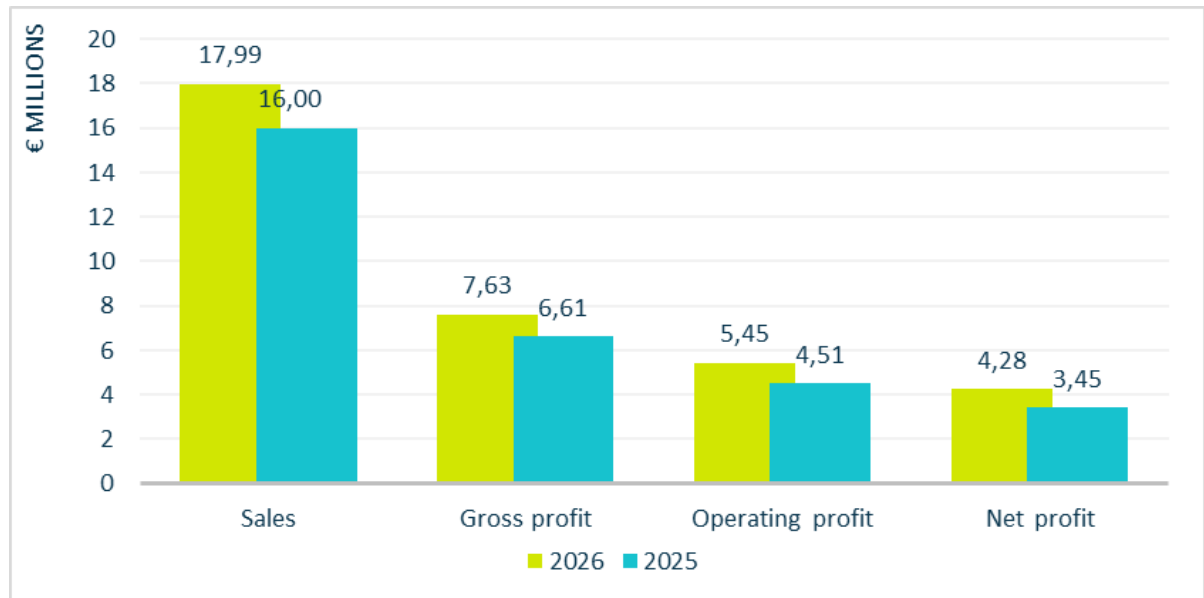
Performance indicator	Unit	2026 1st quarter	2025 1st quarter
<b>Drinking water</b>			
Compliance of water quality at the customer's tap	%	100%	100%
Water loss rate in the water distribution network	%	15,99%	15,88%

Average duration of interruption to water service per property	h	2 h 31 min	2 h 31 min
<b>Wastewater</b>			
Number of sewer blockages	pc	113	109
Number of sewer collapses	pc	27	22
Compliance of treated effluent with effluent standards	%	100%	100%
<b>Customer service</b>			
Number of customer enquiries	pc	5,885	6,307
Responding to written enquiries at least within 2 working days	%	99.6%	99.9%
Number of failures to keep Promises to Our Customers	pc	0	0

## FINANCIAL RESULTS OF THE FOURTH QUARTER OF 2026

The latest economic forecast from [Eesti Pank](#) finds that the climate for growth in the Estonian economy continued to improve at the start of the year. The impact of the new energy crisis is not yet reflected in the figures for economic activity, but various indicators show that the Estonian economy was clearly reviving before the war in the Middle East started.

Due to the volume of water services, the consolidated turnover has increased in the 1<sup>st</sup> quarter by €1.99 million compared to the same period of the previous year. The company's profit has increased by 23.9% or €0.82 million, being €4.28 million in the 1<sup>st</sup> quarter of 2026.



## MAIN FINANCIAL INDICATORS

€ million except key ratios	Quarter 1			
	2026	2025	2024	2026/2025
Sales	17.99	16.00	15.11	12.4%
Gross profit	7.63	6.59	6.08	15.7%
Gross profit margin %	42.38	41.18	40.23	2.9%
Operating profit before depreciation and amortisation	8.12	6.96	6.39	16.8%
Operating profit before depreciation and amortisation margin %	45.15	43.48	42.29	3.9%
Operating profit	5.45	4.48	4.13	21.6%
Operating profit margin %	30.27	27.99	27.37	8.1%
Profit before taxes	4.32	3.49	3.04	23.8%
Profit before taxes margin %	24.02	21.81	20.09	10.1%
Net profit	4.28	3.44	3.02	24.3%
Net profit margin %	23.77	21.49	19.97	10.6%
ROA %	1.17	1.08	1.38	8.0%
Debt to total capital employed %	64.95	61.42	58.10	5.7%
ROE %	3.40	2.82	3.11	20.3%
Current ratio	1.34	1.08	1.44	24.1%
Quick ratio	1.29	1.01	1.37	27.7%
Investments into fixed assets	7.86	6.76	6.65	16.3%
Payout ratio %	na	na	na	

*Gross profit margin – Gross profit / Net sales*

*Operating profit margin – Operating profit / Net sales*

*Operating profit before depreciation and amortisation – Operating profit + depreciation and amortisation*

*Operating profit before depreciation and amortisation margin – Operating profit before depreciation and amortisation / Net sales*

*Net profit margin – Net profit / Net sales*

*ROA – Net profit / Average Total assets for the period*

*Debt to Total capital employed – Total liabilities / Total capital employed*

*ROE – Net profit / Average Total equity for the period*

*Current ratio – Current assets / Current liabilities*

*Quick ratio – (Current assets – Stocks) / Current liabilities*

*Payout ratio – Total Dividends per annum / Total Net Income per annum*

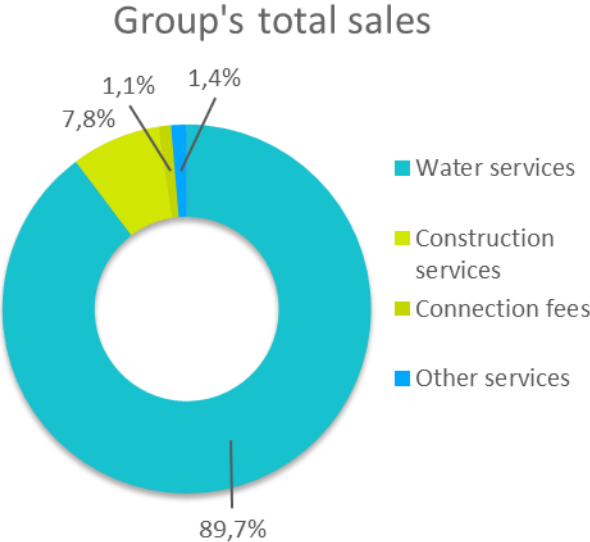
*Main business – Water services related activities, excl. connections profit and government grants, construction services, doubtful receivables*

# STATEMENT OF COMPREHENSIVE INCOME

## SALES

The revenues from the main activities, i.e., sales of water and wastewater services in the 1<sup>st</sup> quarter of 2026 were impacted by consumption and the price change effective from 01/05/2025. Given the stability of the company's business and the Estonia's macroeconomic forecast, we do not expect any increase in the sales of our water services in 2026. Consequently, the company does not foresee any significant changes in the consumption of water services in the long run.

Due to the investment needs to improve the continuity of the water infrastructure, the prices changed starting from 01/05/2025.



In the 1<sup>st</sup> quarter of 2026, the **group's total sales** were €17.99 million, up 12.4% or €1.99 million compared to the same period of the previous year, when sales were €16.00 million. Sales from water services both inside and outside the main service area accounted for 89.7% of the total sales, 7.8% of the sales came from construction services, 1.4% from other services and 1.1% from connection fees.

€ thousand	Quarter 1			Variance 2026/2025	
	2026	2025	2024	€	%
Water supply service	4,216	3,357	2,509	859	25.6%
Wastewater disposal service	4,133	3,943	3,696	190	4.8%
<b>Total from private customers</b>	<b>8,349</b>	<b>7,300</b>	<b>6,205</b>	<b>1,049</b>	<b>14.4%</b>
Water supply service	1,732	1,914	2,084	-182	-9.5%
Wastewater disposal service	2,422	2,249	2,196	173	7.7%
<b>Total from business customers</b>	<b>4,154</b>	<b>4,162</b>	<b>4,280</b>	<b>-8</b>	<b>-0.2%</b>
Water supply service	545	490	365	55	11.2%
Wastewater disposal service	1,425	1,457	1,066	-32	-2.2%
Stormwater disposal service	10	10	92	0	0.0%
<b>Total from outside service area customers</b>	<b>1,980</b>	<b>1,957</b>	<b>1,524</b>	<b>23</b>	<b>1.2%</b>
Stormwater disposal and fire hydrants service	1,198	1,037	1,899	161	15.5%
Excess pollution charges and sewer discharge service	463	392	338	71	18.1%
<b>Total from water services</b>	<b>16,144</b>	<b>14,847</b>	<b>14,246</b>	<b>1,297</b>	<b>8.7%</b>
Construction services	1,411	802	538	609	75.9%
Connection fees	193	183	168	10	5.5%
Other services	245	173	154	72	41.6%
<b>TOTAL REVENUE</b>	<b>17,993</b>	<b>16,004</b>	<b>15,106</b>	<b>1,989</b>	<b>12.4%</b>

**Sales from water services** were €16.14 million, showing an increase of 8.7% or €1.29 million increase compared to the 1st quarter of 2025, resulting from an increase in tariffs starting 1 May 2025.

The sales to **private customers in the main service area** increased by 14.4% or € 1.05 million. In the fourth quarter, the sales to private customers amounted to €8.35 million.

Sales to **business customers in the main service area** remained on the same level compared to the same period last year, being €4.15 million.

The **Stormwater disposal and fire hydrants service in the main service area** were in the first quarter of 2026, the sales from the stormwater and fire hydrant service were €1.19 million, an increase of 15.5% compared to the same period in 2025. The revenue growth is related to the change in pricing, which is driven by changes in investments and regulatory costs.

**Sales from construction services** were €1.41 million, increasing by 75.9% or €0.61 million year-on-year. The increase in revenue was mainly due to the timing of external projects and seasonal activities.

## COST OF GOODS AND SERVICES SOLD AND GROSS PROFIT

The cost of goods and services sold amounted to €10.37 million in the 1st quarter of 2026, being higher by 10.3% or €0.97 million compared to the equivalent period in 2025.

€ thousand	for the 3 months ended on 31 March	
	2026	2025
<b>Cost of goods and services sold</b>		
Water abstraction charges	-324	-318
Chemicals	-772	-794
Electricity	-1,184	-1,198
Pollution tax	-268	-308
Staff costs	-3,037	-2,885
Depreciation and amortization	-2,334	-2,117
Construction services	-1,190	-631
Other costs	-1,257	-1,162
<b>Total cost of goods and services sold</b>	<b>-10,366</b>	<b>-9,413</b>

**Total direct production costs** (water abstraction charges, chemicals, electricity, and pollution tax expenses) amounted to €2.55 million, showing a 2.7% or €0.07 million decrease compared to the equivalent period in 2025. Direct production costs were affected by changes in prices and production volumes as follows:

- The chemicals expense has decreased by 2.8% or €0.02 million. The savings resulted mainly from 25% decrease of price of methanol used in wastewater plant. The decrease in the price of methanol was offset by a 10% increase in the price of the coagulant used at the water treatment plant.
- The **electricity expense** has decreased by 1.2%, mainly due to electricity produced for own consumption at the combined heat and power plant.
- **Pollution tax expense** has decreased by 13.3%, reaching €0.27 million. This is mainly due to the combined effect of usage volumes and tax rates.

**Other costs of goods/services sold** (staff costs, depreciation and amortisation, costs related to construction services and other costs of goods/services sold) increased by 15.3% compared to the same period last year. The changes in costs are as follows:

- **Staff costs** have increased by 5.3% to €3.04 million due to an average 5% salary increase, changes in performance related pay and to lesser extent additional team members.
- **Construction services** costs have increased compared to PY same period by 88.6%, being €1.19 million. The increase in construction services costs is directly related to the increase in the sales from construction services.

As a result of all above, the **group's gross profit** for the 1<sup>st</sup> quarter of 2026 was €7.63 million, showing an increase of 15.4% or €1.02 million, compared to the gross profit of €6.61 million for the comparative period in 2025.

## ADMINISTRATIVE AND MARKETING EXPENSES, OTHER INCOME AND EXPENSES

**Administrative and marketing expenses** increased by 4.4% or €0.09 million compared to the 1<sup>st</sup> quarter of 2025, amounting to €2.13 million. The change is mainly due to the increase in contract services and increase in IT expenses.

**Other income and expenses** resulted in net loss of €0.05 million compared to net loss of €0.06 million in the comparative period in 2025.

### *OPERATING PROFIT*

As a result of the factors listed above the **group's operating profit** for the 1<sup>st</sup> quarter of 2026 amounted to €5.45 million, being 20.9% or €0.94 million higher than in the same period in 2025.

### *FINANCIAL EXPENSES*

The **group's net financial income and expenses** have resulted in a net expense of €1.12 million, compared to €0.13 million lower expense in the 1<sup>st</sup> quarter of 2025. The change was caused by the higher interest expense on higher loan balance.

In December 2025, an additional €25 million loan agreement was concluded with the Nordic Investment Bank of which €5 million was immediately withdrawn. The term of the loan agreement is 15 years, and it forms part of the financing arrangement entered into in 2023.

The loan balance was the same at the end of 1<sup>st</sup> quarter of 2026 that it was at the end of fourth quarter - €160 million, with floating interest.

In the 1<sup>st</sup> quarter of 2026, the average interest rate on loans was 3.24%, amounting to the interest costs of €1.11 million, compared to the average interest rate of 3.74% and the interest costs of €1.00 million in the 1<sup>st</sup> quarter of 2025, while the loan balance was €123 million.

### *NET PROFIT*

The **group's net profit** for the 1<sup>st</sup> quarter of 2026 was €4.28 million, being €0.82 million higher than for the comparative period in 2025. The net profit was impacted by changes in gross and operating profit described above.

## STATEMENT OF FINANCIAL POSITION

In the twelve months of 2025, **the group invested into fixed assets** €7.86 million. As of 31/12/2026, non-current tangible assets amounted to €334.65 million, the majority of which in the amount of €253.96 million were pipelines (31/12/2025: €253.04 million). Total non-current assets amounted to €337.93 million (31/12/2024: €341.35 million). The value of fixed assets is reduced by targeted financing received in the first quarter for the construction of stormwater infrastructure.

The **trade receivables, accrued income, and prepaid expenses** at the end of the 1<sup>st</sup> quarter were €11.36 million. The collectability rate remains high at 99.71%, like 99.64% at the end of March 2025.

**Current liabilities** have decreased by €4.39 million to €20.50 million compared to the end of 2025, mainly due to liabilities related to investments.

**Deferred income from connection fees** has increased by €1.09 million compared to the end of 2025, reaching €53.21 million.

No change was recorded in the **provision for possible third-party claims** compared to 31/12/2025, i.e. €6.02 million. More detailed information about the provision is presented in Note 6 to the interim accounts.

**The group's outstanding loans** amount to €160 million (31/12/2025: €160 million).

The NIB loan taken in 2019 is being repaid in 11 equal semi-annual payments. The average interest rate on outstanding loans as at 31/12/2026 is 3.24%.

The group has **total debt to assets** level of 64.95%. At the same time in 2025, the total debt to assets ratio was 61.42%.

## EMPLOYEES

We believe it is important to treat our employees equally, involve them in the decision-making process and to inform them regularly. We consider the involvement of our staff in the decision-making process instrumental for them to understand and be able to support the company in its pursuits. Our staff can vary to a large degree in age, nationality, nature of work and in many other aspects. At AS Tallinna Vesi, people work in the offices, on the construction sites and at the treatment plants. We have signed the Diversity Charter to affirm that we respect the diversity of our employees and value the principle of equal treatment, both within our own organization and in society at large. We do this by raising awareness of diversity issues among our employees and ensuring that these principles are respected. This requires us to be resourceful and flexible in our communication with the staff to involve, engage and listen to them. This is done using several means and channels of communication, such as regular staff meetings with the management, regular safety inspections carried out by members of management, digital screens, intranet, monthly newsletters, team events and meetings.

Our everyday work is guided by our values: I am part of the team, I care, I am reliable, I am forward looking.

As a socially responsible company, we value and develop our employees, by offering them new challenges, whilst also implementing succession planning activities. Safety at work is our top priority. We continuously train and develop a safe working culture in our company. In 2026, AS Tallinna Vesi is continuing with the scholarship program for students launched in autumn 2021. Through this program, we want to keep motivating students with good results. At the same time, this will give us a chance to promote the water sector and attract specialists with fresh expertise to join the company. In 2026, we continue to work with three trade schools and three universities. In autumn 2023, we launched a scholarship program for employees of AS Tallinna Vesi to recognize and motivate the employees within the company who invest in their development by studying at a trade school or university, thereby creating added value both for the company and the society at large. Recognizing and appreciating the diversity of our staff, we ensure that everyone, be it an existing or potential employee, is treated fairly and equally and provided with equal opportunities, where reasonable and practicable in the given circumstances. Within the company, we ensure that no one is discriminated against due to their age, gender, religion, cultural or ethnic origin, disability, sexual orientation or marital status, or any other grounds.

It is important for us to protect the health of our staff, so we offer additional vaccination options against COVID-19 virus, as well as influenza, tick-borne encephalitis, tetanus, and hepatitis, in accordance with the risk assessment prepared within the company. In addition to the above, we offer opportunities to stay healthy by using health insurance and sports facilities.

We consider it important to develop our staff, which is why we have organized a wide range of training courses for skilled workers, specialists, and managers (for example, training on work involving an open flame, training on safe working in confined spaces, training for new managers, etc.).

At the end of the 1st quarter of 2026, the total number of employees in the group was 359 compared to 362 at the end of the same period in 2025. The full time equivalent (FTE) at the end of fourth quarter of 2026 and 2025 was 353. The three-month average number of employees was 352 employees in 2026 and 358 employees in 2025.

### Gender breakdown of staff:

Group	As of 31/03/2026			As of 31/03/2025		
	Women	Men	Women	Men	Women	Men
Group	106	253	359	104	258	362
Management Team	13	8	21	12	15	27
Management Board	0	3	3	0	3	3
Supervisory Council	1	8	9	2	7	9

The total salary costs were €4.36 million for the 1<sup>st</sup> quarter of 2026, including €0.17 million paid to the Management Board and Supervisory Council members (excluding social taxes). The contingent liability in case the Supervisory Council should want to replace the current Management Board members is €0.20 million.

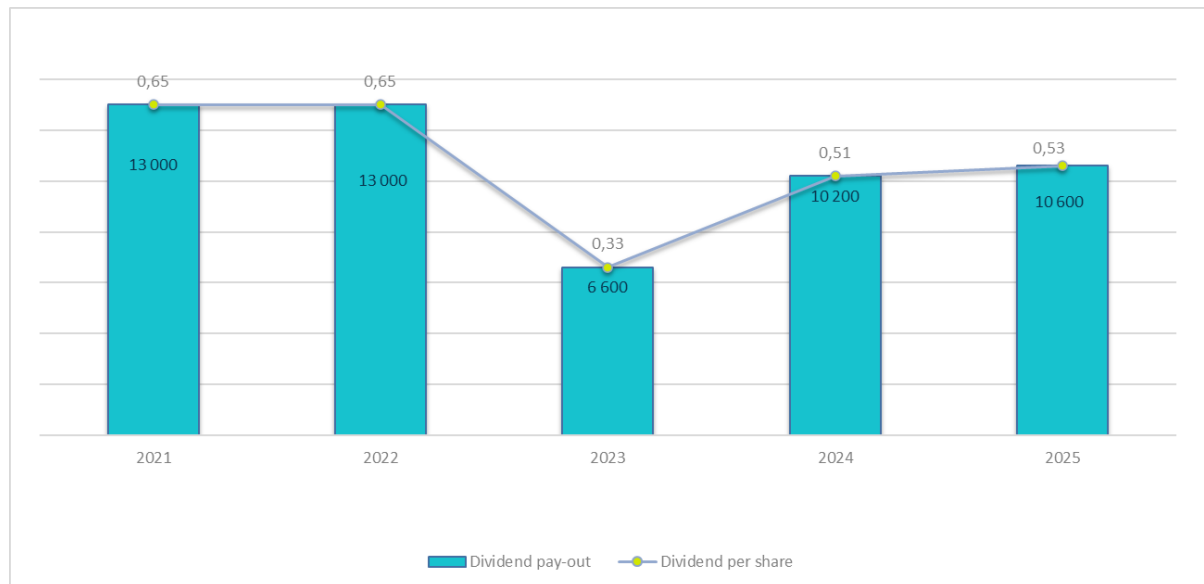
## DIVIDENDS

Dividend allocation to the shareholders is recorded as a liability in the financial statement of the company at the time when the profit allocation and dividend payment is confirmed by the Annual General Meeting of Shareholders.

Every year, the Supervisory Council evaluates, considering all the circumstances, the proposal for the dividend to be paid to shareholders and approves it to be presented for a vote by the Annual General Meeting of Shareholders.

In the Annual General Meeting held on 23/04/2026, the Supervisory Council proposed to pay out €0.57 per share from the 2024 profits. The pay-out is equal to 80% of earnings in 2025. The proposal was approved by the Annual General Meeting, and the dividend pay-out is made on 20/05/2026.

In the last five years, dividends have been paid as follows:



AS Tallinna Vesi aims to distribute 50–80% of the annual profit as dividends. Dividend payments are assessed annually considering the company’s earnings, investment needs, liquidity position and long-term financial targets.

## SHARE PERFORMANCE

Tallinna Vesi is listed on Nasdaq Baltic Main List with trading code TVE1T and ISIN EE3100026436.

As of 31 March 2026, Tallinna Vesi’s shareholders with a direct holding of more than 5% were as follows:

- City of Tallinn (55.06%)
- OÜ Utilitas (20.36%)

The shareholder structure remained broadly stable compared to 31 December 2025. Of all shares, 16.60% were held by domestic individual investors, 6.18% (+0.02 pp) by domestic corporate investors, 1.53% by foreign corporate investors and 0.28% (–0.01 pp) by foreign individual investors. The holdings of the City of Tallinn and OÜ Utilitas remained unchanged.

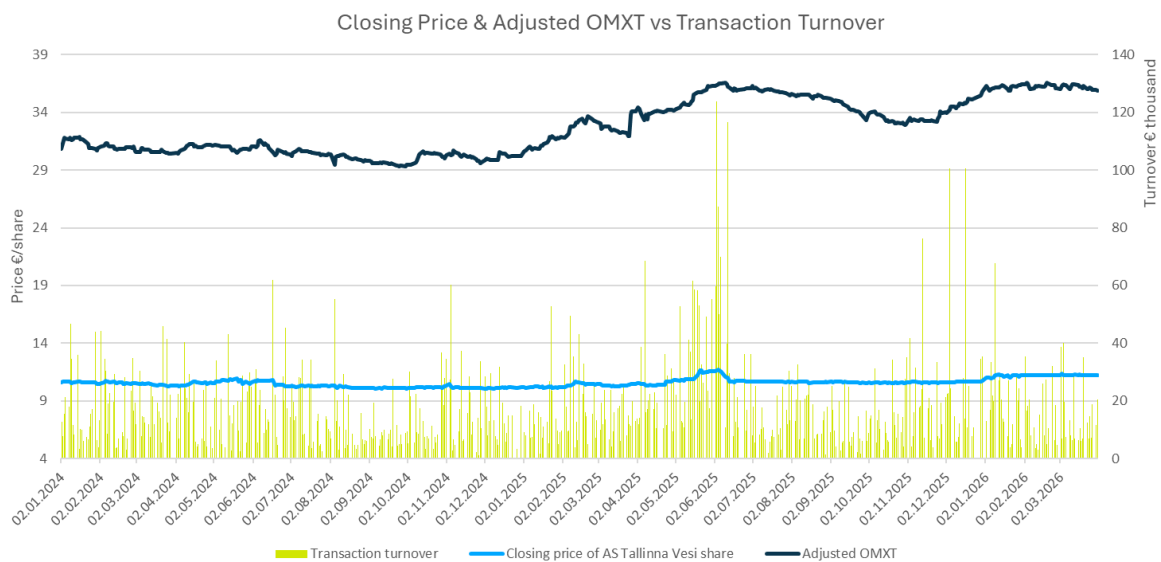
The free float accounted for 24.58% of the share capital, or 4,916,166 shares. Within the free float, domestic individual investors held 67.51% (–0.02 pp), domestic corporate investors 25.14% (+0.10 pp), foreign corporate investors 6.21% (–0.04 pp) and foreign individual investors 1.13% (–0.05 pp).

In the first quarter of 2026, the total number of shareholders decreased by 138, or 1.17%, to 11,612. The decrease was mainly attributable to a decline in the number of domestic private investors, while the number of foreign shareholders remained broadly unchanged.

Tallinna Vesi's share closing price was €11.25 as of 31 March 2026, up 4.65% over the quarter compared to the price of €10.75 at the beginning of the year. By comparison, the share price increased by 2.94% in the first quarter of 2025. The OMX Tallinn index rose by 0.17% in the first quarter of 2026 (2025: +12.77%).

In the first quarter of 2026, 2,537 trades were executed in the company's shares, compared with 3,135 trades a year earlier. A total of 91,394 shares were traded, representing 0.46% of all shares (2025: 95,008 shares, or 0.48%). Trading turnover amounted to €1.02 million, exceeding the level in the same period of 2025 by €42,522.

## Closing Price and Adjusted OMXT vs Transactions Turnover



## CORPORATE STRUCTURE

As of 31/03/2026, the group consisted of 2 companies. The subsidiary Watercom OÜ is 100% owned by AS Tallinna Vesi and fully consolidated in the company's accounts.

## CORPORATE GOVERNANCE

### *SUPERVISORY COUNCIL*

Supervisory Council organizes and arranges the management of the company and supervises the activities of the Management Board. According to the Articles of Association, the Supervisory Council members of AS Tallinna Vesi are elected or appointed for three years.

The Supervisory Council has established two committees to advise Supervisory Council on audit and on nomination and remuneration matters.

Further information about the Supervisory Council and committees is available in Note 15 to the financial statements, as well as on the company's website:

[www.tallinnavesi.ee/en/about-us](http://www.tallinnavesi.ee/en/about-us)

## MANAGEMENT BOARD

The Management Board is a governing body, which represents and manages AS Tallinna Vesi in its daily operations in accordance with the legal requirements as well as the Articles of Association. The Management Board is required to act economically in the most efficient way taking into consideration the interest of the company and its shareholders and to ensure the sustainable development of the company in accordance with the set objectives and strategy.

The Management Board and the Supervisory Council cooperate fully to safeguard the best interests of the company. The Management Board and the Supervisory Council hold regular meetings together at least once a quarter. At those meetings the Management Board informs the Supervisory Council about significant aspects of the company's business and discuss the delivery of the company's short- and long-term objectives and the risks that may affect them. The Management Board prepares a management report for every Supervisory Council meeting and submits it in advance with sufficient time for the Supervisory Council to study it.

According to the Articles of Association, the Management Board consists of two to three members who are elected for five years.

As of 31/12/2026, the Management Board of AS Tallinna Vesi has three members: Aleksandr Timofejev (with the term of office as a Chairman of the Management Board until 30/10/2026), Tarvi Thomberg (with the term of office as a Member of the Management Board until 08/11/2026) and Taavi Gröön (with the term of office as a Member of the Management Board until 23/05/2027).

Further information on the members of the Management Board is available on the company's website under [www.tallinnavesi.ee/en/about-us](http://www.tallinnavesi.ee/en/about-us).

### Additional information:

Aleksandr Timofejev  
Chairman of the Board  
+372 6262 200  
[aleksandr.timofejev@tvesi.ee](mailto:aleksandr.timofejev@tvesi.ee)

Tarvi Thomberg  
Member of the Management  
Board  
+372 6262 200  
[tarvi.thomberg@tvesi.ee](mailto:tarvi.thomberg@tvesi.ee)

Taavi Gröön  
Member of the Management  
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+372 6262 200  
[taavi.groon@tvesi.ee](mailto:taavi.groon@tvesi.ee)

## MANAGEMENT CONFIRMATION

The Management Board has prepared the consolidated interim accounts of AS Tallinna Vesi (the Company) and its subsidiaries OÜ Watercom and OÜ ASTV Green Energy (in liquidation), together the Group, in the form of consolidated condensed financial statements for the 3 months period ended on 31 March of financial year 2026. The interim accounts have not been reviewed by the auditors.

The condensed financial statements for the period ended on 31 March 2026 have been prepared following the accounting policies and the manner of presenting the information in line with the International Financial Reporting Standards as adopted by the EU. The condensed financial statements provide a fair presentation of the assets, liabilities, financial position and result of the operations and the cash flows of the Group.

The interim report gives a fair presentation of the main events and of their effect on the condensed financial statements. It includes the description of the main risks and unclear aspects that can, based on the sensible judgement of the Management Board.

The significant transactions with related parties are disclosed in the interim accounts.

Any subsequent events that materially affect the valuation of assets and liabilities and have occurred until the completion of the consolidated financial statements on 8 May 2026 have been considered in preparing the financial statements.

The Management Board considers AS Tallinna Vesi and its subsidiaries to be going concern entities.

**Aleksandr Timofejev**

Member of the Management Board  
Chief Executive Officer

**Tarvi Thomberg**

Member of the Management Board  
Chief Asset Management Officer

**Taavi Gröön**

Member of the Management Board  
Chief Financial Officer

8 May 2026

Introduction and photos of the Management Board members are published at company's web page [www.tallinnavesi.ee/en/about-us](http://www.tallinnavesi.ee/en/about-us)

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

€ thousand		as of 31 March 2026	as of 31 December 2025
<b>ASSETS</b>	<b>Note</b>		
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	14,996	11,294
Trade receivables, accrued income and prepaid expenses		11,358	10,762
Inventories		1,104	1,163
<b>TOTAL CURRENT ASSETS</b>		<b>27,458</b>	<b>23,219</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant, and equipment	4	334,646	338,654
Intangible assets	5	3,284	2,699
<b>TOTAL NON-CURRENT ASSETS</b>		<b>337,930</b>	<b>341,353</b>
<b>TOTAL ASSETS</b>		<b>365,388</b>	<b>364,572</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current portion of long-term lease liabilities		743	765
Current portion of long-term loans		3,735	3,742
Trade and other payables		13,818	17,604
Prepayments		2,204	2,781
<b>TOTAL CURRENT LIABILITIES</b>		<b>20,500</b>	<b>24,892</b>
<b>NON-CURRENT LIABILITIES</b>			
Deferred income from connection fees		53,205	52,112
Leases		1,355	1,502
Loans		155,427	155,391
Provision for possible third-party claims	6	6,018	6,018
Deferred tax liability		742	697
Other payables		69	165
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>216,816</b>	<b>215,885</b>
<b>TOTAL LIABILITIES</b>		<b>237,316</b>	<b>240,777</b>
<b>EQUITY</b>			
Share capital		12,000	12,000
Share premium		24,734	24,734
Statutory legal reserve		1,278	1,278
Retained earnings		90,060	85,783
<b>TOTAL EQUITY</b>		<b>128,072</b>	<b>123,795</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>365,388</b>	<b>364,572</b>

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

€ thousand	Note	for the 3 months ended on 31 March	
		2026	2025
Revenue	7	17,993	16,004
Cost of goods and services sold	9	-10,366	-9,413
<b>GROSS PROFIT</b>		<b>7,627</b>	<b>6,591</b>
Marketing expenses	9	-267	-255
General administration expenses	9	-1,865	-1,787
Other income and expenses	10	-49	-61
<b>OPERATING PROFIT</b>		<b>5,446</b>	<b>4,488</b>
Financial income	11	24	33
Financial expenses	11	-1,148	-1,032
<b>PROFIT BEFORE TAXES</b>		<b>4,322</b>	<b>3,489</b>
Income tax		-45	-53
<b>NET PROFIT FOR THE PERIOD</b>		<b>4,277</b>	<b>3,436</b>
<b>COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>4,277</b>	<b>3,436</b>
Attributable profit to shareholders		4,277	3,436
Earnings per share (in euros)	12	0.21	0.17

## CONSOLIDATED STATEMENT OF CASH FLOWS

€ thousand	Note	for the 3 months ended 31 March	
		2026	2025
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating profit		5,446	4,488
Adjustment for depreciation/amortisation	9	2,496	2,281
Adjustment for revenues from connection fees	7	-193	-182
Other non-cash adjustments		-36	0
Profit (-) / loss (+) from sale of property, plant and equipment, and intangible assets		0	-46
Change in current assets involved in operating activities		-538	1,204
Change in liabilities involved in operating activities		-82	-343
<b>TOTAL CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>7,093</b>	<b>7,402</b>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>			
Acquisition of property, plant, and equipment, and intangible assets		-12,648	-12,547
Proceeds from targeted funding of property, plant, and equipment.		8,827	5,454
Compensations received for construction of pipelines, incl connection fees		654	207
Proceeds from sale of property, plant and equipment, and intangible assets		0	46
Interest received		24	33
<b>TOTAL CASH FLOWS USED IN INVESTING ACTIVITIES</b>		<b>-3,143</b>	<b>-6,807</b>
<b>CASH FLOWS USED IN FINANCING ACTIVITIES</b>			
Interest and loan financing costs paid		-33	-32
Lease payments		-215	-230
Loans received		0	5,000
<b>TOTAL CASH FLOWS USED IN FINANCING ACTIVITIES</b>		<b>-248</b>	<b>4,738</b>
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>		<b>3,702</b>	<b>5,333</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>			
	3	11,294	3,589
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>			
	3	14,996	8,922

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

€ thousand	Share capital	Share premium	Statutory legal reserve	Retained earnings	Total equity
<b>as of 31 December 2024</b>	<b>12,000</b>	<b>24,734</b>	<b>1,278</b>	<b>82,141</b>	<b>120,153</b>
Comprehensive income for the period	0	0	0	3,436	<b>3,436</b>
<b>as of 31 March 2025</b>	<b>12,000</b>	<b>24,734</b>	<b>1,278</b>	<b>85,577</b>	<b>123,589</b>
<b>as of 31 December 2025</b>	<b>12,000</b>	<b>24,734</b>	<b>1,278</b>	<b>85,783</b>	<b>123,795</b>
Comprehensive income for the period	0	0	0	4,277	<b>4,277</b>
<b>as of 31 March 2026</b>	<b>12,000</b>	<b>24,734</b>	<b>1,278</b>	<b>90,060</b>	<b>128,072</b>

## NOTES TO THE CONSOLIDATED UNAUDITED INTERIM FINANCIAL STATEMENTS

### NOTE 1. ACCOUNTING PRINCIPLES

The condensed consolidated interim financial statements of the Group have been prepared in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting as adopted by the European Union. The condensed interim financial statements do not contain all the information presented in the annual financial statements and should be read in conjunction with the Group's latest published annual financial statements as at and for the year ended 31 December 2025. Selected notes are included in interim financial statements to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

### NOTE 2. CRITICAL ACCOUNTING ESTIMATES

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of material misstatements to the carrying amounts of assets and liabilities were the same as described in the last annual financial statements as at and for the year ended 31 December 2025, except for estimates addressed below:

- Management has developed estimates on the expected credit losses of trade receivables based on the best available information about past events, current conditions and forecasts of macroeconomic conditions. Trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles of sales over a period of 12 months before 31 March 2026, respectively, and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The Group has identified the GDP and the unemployment rate of Estonia in which it sells its goods and services to be the most relevant factors and has accordingly adjusted the historical loss rates based on expected changes in these factors. As at 31 March 2026, Management of the Group has assessed the expected credit loss related to macroeconomic conditions to be €56 thousand. Estimated credit loss is being revised according to further developments.
- Management has made an estimate with regards to possible third-party claims based on the maximum difference between revenues calculated with tariffs established based on the Services Agreement and based on the Company's estimation, with the reservation to the possible fluctuation. According to the law, the tariffs established based on the Services Agreement were in force until the Competition Authority approved the new tariffs and the Company implemented these tariffs in line with the law. The Company has acted in good faith and in reliance to the applicable legal acts. Thus, the Company does not consider itself liable to the customers for any claims related to the tariffs applied until the new tariffs approved by the Competition Authority were duly implemented.

As of 31 March 2026, claims totalling €14.7 million have been filed within five applications. The Management Board of the Company has assessed the potential liability resulting from such claims, if successful, to be €6.0 million and has suspended the reduction of the provision pursuant to the principle of conservatism. The Company has always acted legitimately by applying fair tariffs imposed in accordance with the law in force, and the Company believes there are no grounds for submitting the claims. Therefore, the Company does not admit any liability and fully rejects it.

### NOTE 3. CASH AND CASH EQUIVALENTS

€ thousand	as of 31 March 2026	as of 31 December 2025
Cash in hand and in bank	14,996	11,294
<b>Total cash and cash equivalents</b>	<b>14,996</b>	<b>11,294</b>

### NOTE 4. PROPERTY, PLANT AND EQUIPMENT

€ thousand	Land and buildings	Facilities	Machinery and equipment	Right- of-use assets	Construction in progress	Total property, plant and equipment
<b>31 December 2024</b>						
Acquisition cost	28,246	321,397	64,717	5,391	17,581	437,332
Accumulated depreciation	-8,782	-89,614	-40,977	-1,695	0	-141,068
<b>Net book value</b>	<b>19,464</b>	<b>231,783</b>	<b>23,740</b>	<b>3,696</b>	<b>17,581</b>	<b>296,264</b>
<b>Transactions in the period 1 January 2025 - 31 March 2025</b>						
Acquisitions	0	0	0	0	10,030	10,030
Targeted financing	0	-1,917	0	0	-3,405	-5,322
Reclassification	0	1,615	439	3	-2,057	0
Depreciation	-81	-1,182	-772	-139	0	-2,174
<b>31 March 2025</b>						
Acquisition cost	28,246	320,999	64,730	5,348	22,149	441,472
Accumulated depreciation	-8,863	-90,700	-41,323	-1,788	0	-142,674
<b>Net book value</b>	<b>19,383</b>	<b>230,299</b>	<b>23,407</b>	<b>3,560</b>	<b>22,149</b>	<b>298,798</b>
<b>31 December 2025</b>						
Acquisition cost	28,916	346,830	73,975	4,985	30,158	484,864
Accumulated depreciation	-8,929	-93,792	-41,746	-1,743	0	-146,210
<b>Net book value</b>	<b>19,987</b>	<b>253,038</b>	<b>32,229</b>	<b>3,242</b>	<b>30,158</b>	<b>338,654</b>
<b>Transactions in the period 1 January 2026 - 31 March 2026</b>						
Acquisitions	0	0	0	0	7,167	7,167
Targeted financing	0	-5,649	0	0	-3,126	-8,775
Reclassification	0	7,847	2,182	-143	-9,886	0
Write off and sale of property, plant, and equipment in residual value	0	0	0	-17	0	-17
Depreciation	-84	-1,277	-900	-122	0	-2,383
<b>31 March 2026</b>						
Acquisition cost	28,916	348,979	76,047	4,576	24,313	482,831
Accumulated depreciation	-9,013	-95,020	-42,536	-1,616	0	-148,185
<b>Net book value</b>	<b>19,903</b>	<b>253,959</b>	<b>33,511</b>	<b>2,960</b>	<b>24,313</b>	<b>334,646</b>

Property, plant and equipment and intangible assets are written off, if the conditions of the asset do not enable its further usage for production purposes. By nature, the right-of-use assets comply with the asset class of machinery and equipment.

The amount of acquisitions for the 3 months ended on 31 March 2026 are reduced by targeted financing of stormwater infrastructure developments in amount of €8,775 thousand.

## NOTE 5. INTANGIBLE ASSETS

€ thousand	Acquired licenses and other intangible assets	Unfinished intangible assets	Total intangible assets
<b>31 December 2024</b>			
Acquisition cost	6,856	98	6,954
Accumulated depreciation	-4,892	0	-4,892
<b>Net book value</b>	<b>1,964</b>	<b>98</b>	<b>2,062</b>
<b>Transactions in the period 1 January 2025 - 31 March 2025</b>			
Acquisition in book value	0	139	139
Targeted financing	-131	0	-131
Reclassification	69	-69	0
Accumulated depreciation	-107	0	-107
<b>31 March 2025</b>			
Acquisition cost	3,431	168	3,599
Accumulated depreciation	-1,637	0	-1,637
<b>Net book value</b>	<b>1,794</b>	<b>168</b>	<b>1,962</b>
<b>31 December 2025</b>			
Acquisition cost	3,357	1,230	4,587
Accumulated depreciation	-1,888	0	-1,888
<b>Net book value</b>	<b>1,469</b>	<b>1,230</b>	<b>2,699</b>
<b>Transactions in the period 1 January 2026 - 31 March 2026</b>			
Acquisition in book value	0	698	698
Reclassification	0	0	0
Accumulated depreciation	-113	0	-113
<b>31 March 2026</b>			
Acquisition cost	3,357	1,928	5,285
Accumulated depreciation	-2,001	0	-2,001
<b>Net book value</b>	<b>1,356</b>	<b>1,928</b>	<b>3,284</b>

## NOTE 6. PROVISION FOR POSSIBLE THIRD-PARTY CLAIMS

On 12 December 2017, the Supreme Court made a decision on AS Tallinna Vesi's cassation in the tariff dispute with the Estonian Competition Authority. The court stated that the Competition Authority is not bound by the agreement on the water tariffs contained in the Services Agreement, which was executed upon privatization of the Company. From then on, the tariffs are regulated by the Competition Authority.

According to the law the tariffs established based on the Services Agreement were in force until the Competition Authority approved the new tariffs and the Company implemented these tariffs in line with the law. The Company has acted in good faith and in reliance to the applicable legal acts. Thus, the Company does not consider itself liable to the customers for any claims related to the tariffs applied until the new tariffs approved by the Competition Authority were duly implemented.

On 18 October 2019, the Competition Authority approved the tariffs that the Company had applied for in September of that year. The new tariffs for water services came into force on 1 December 2019. In the Company's main service area, the private customer tariffs decreased by 27% and commercial customer tariffs dropped by 15%, on average.

As of 31 March 2026, claims totalling €14.7 million have been filed within five applications. The Management Board of the Company has assessed the potential liability resulting from such claims, if successful, to be €6 million and has suspended the reduction of the provision pursuant to the principle of conservatism. The Company has always acted legitimately by applying fair tariffs imposed in accordance with the law in force, and the Company believes there are no grounds for submitting the claims. Therefore, the Company does not admit any liability and fully rejects it.

## NOTE 7. SEGMENT REPORTING

The Group has defined the business segments based on the reports used regularly by the chief operating decision maker for the purposes of making strategic decisions. The chief operating decision maker monitors the Group's operations by activities. Three segments are distinguished: water services, construction and other services.

Water services: water supply, storm and wastewater disposal and treatment, fire hydrants service, overpollution charges and discharging.

Construction services: construction services provided by Watercom OÜ. Construction services have been identified as a reportable segment because its revenues are more than 10% of the combined revenues of all segments.

Other services: road maintenance, jet wash and transportation services, project management and owner's supervision and other activities. Other activities are of less importance to the Group's financial results and none of them constitutes a separate segment for reporting purposes.

The Group's chief operating decision maker assesses the performance of each operating segment on the basis of its revenue (external and inter-segment revenue) and gross profit. The inter-segment transactions are carried out on market terms.

€ thousand	Water services	Construction services	Other services	Inter-segment transactions	Total segments
<b>1 January 2026 - 31 March 2026</b>					
External revenue	16,144	1,411	438	0	17,993
Inter-segment revenue	0	166	1,428	-1,594	0
<b>Total segment revenue</b>	<b>16,144</b>	<b>1,577</b>	<b>1,866</b>	<b>-1,594</b>	<b>17,993</b>
<b>Segment's gross profit</b>	<b>6,936</b>	<b>63</b>	<b>767</b>	<b>-139</b>	<b>7,627</b>

**Unallocated expenses:**

Marketing and Administrative expenses					-2,132
Other income and expenses					-49
<b>Operating profit</b>					<b>5,446</b>

**1 January 2025 - 31 March 2025**

External revenue	14,847	802	355	0	16,004
Inter-segment revenue	0	499	1,419	-1,918	0
<b>Total segment revenue</b>	<b>14,847</b>	<b>1,301</b>	<b>1,774</b>	<b>-1,918</b>	<b>16,004</b>
<b>Segment's gross profit</b>	<b>6,029</b>	<b>16</b>	<b>756</b>	<b>-210</b>	<b>6,591</b>

**Unallocated expenses:**

Marketing and Administrative expenses					-2,042
Other income and expenses					-61
<b>Operating profit</b>					<b>4,488</b>

**Revenue by activities**

€ thousand	for the 3 months ended 31 March	
	2026	2025
<b>Water services</b>		
Water supply service	4,216	3,357
Wastewater disposal service	4,133	3,943
<b>Total from private customers</b>	<b>8,349</b>	<b>7,300</b>
Water supply service	1,732	1,914
Wastewater disposal service	2,422	2,248
<b>Total from corporate customers</b>	<b>4,154</b>	<b>4,162</b>
Water supply service	545	490
Wastewater disposal service	1,425	1,457
Storm water disposal service	10	10
<b>Total from outside service area customers</b>	<b>1,980</b>	<b>1,957</b>
Storm water treatment and disposal service and fire hydrants service	1,198	1,037
Overpollution charges and discharging	463	391
<b>Total from water services</b>	<b>16,144</b>	<b>14,847</b>
<b>Other services</b>		
Construction services	1411	802
Revenue from single connections	193	182
Other services	245	173
<b>Total from other services</b>	<b>1,849</b>	<b>1157</b>
<b>Total revenue</b>	<b>17,993</b>	<b>16,004</b>

100% of the Group's revenue was generated within the Republic of Estonia.

**NOTE 8. STAFF COSTS**

€ thousand	for the 3 months ended 31 March	
	2026	2025
Salaries and wages	-3,266	-3,077
Social security and unemployment insurance tax	-1,091	-1,031
<b>Staff costs total</b>	<b>-4,357</b>	<b>-4,108</b>
<b>Average number of employees during the reporting period</b>	<b>359</b>	<b>360</b>

**NOTE 9. COST OF GOODS AND SERVICES SOLD, MARKETING AND ADMINISTRATIVE EXPENSES**

€ thousand	for the 3 months ended on 31 March	
	2026	2025
<b>Cost of goods and services sold</b>		
Water abstraction charges	-324	-318
Chemicals	-772	-794
Electricity	-1,184	-1,198
Pollution tax	-268	-308
Staff costs	-3,037	-2,885
Depreciation and amortization	-2,334	-2,117
Construction services	-1,190	-631
Other costs	-1,257	-1,162
<b>Total cost of goods and services sold</b>	<b>-10,366</b>	<b>-9,413</b>
<b>Marketing expenses</b>		
Staff costs	-239	-230
Other marketing expenses	-28	-25
<b>Total marketing expenses</b>	<b>-267</b>	<b>-255</b>
<b>Administrative expenses</b>		
Staff costs	-1,081	-993
Depreciation and amortization	-162	-164
Other general administration expenses	-622	-630
<b>Total administrative expenses</b>	<b>-1,865</b>	<b>-1,787</b>

**NOTE 10. OTHER INCOME/EXPENSES**

€ thousand	for the 3 months ended 31 March	
	2026	2025
Doubtful receivables expenses (-)/ expense reduction (+)	38	3
Other income and expenses	-87	-64
<b>Total other income and expenses</b>	<b>-49</b>	<b>-61</b>

## NOTE 11. FINANCIAL INCOME AND EXPENSES

€ thousand	for the 3 months ended 31 March	
	2026	2025
Interest income	24	33
Interest expense, loan	-1,111	-1,006
Other financial income and expenses	-37	-26
<b>Total financial income and expenses</b>	<b>-1,124</b>	<b>-999</b>

## NOTE 12. EARNINGS PER SHARE

€ thousand	for the 3 months ended 31 March	
	2026	2025
Net profit for the period	4,277	3,436
Weighted average number of ordinary shares for the purposes of basic earnings per share (in thousand pieces)	20,000	20,000
Earnings per share (in euros)	0.21	0.17

Diluted earnings per share for the periods ending 31 March 2026 and 31 March 2025 were equal to earnings per share figures stated above.

## NOTE 13. RELATED PARTIES

Transactions with related parties are considered to be transactions with members of the Supervisory Council and Management Board, their relatives, and the companies in which they have control or significant influence and transactions with shareholder having significant influence. Dividend payments are indicated in the Statement of Changes in Equity.

### Shareholders having significant influence

#### Balances recorded on the statement of financial position of the Group

€ thousand	as of 31 March	as of 31 December
	2026	2025
Accounts receivable	1,104	823
Trade and other payables	59	62

#### Transactions recorded on the statement of comprehensive income

€ thousand	for the 3 months ended 31 March	
	2026	2025
Revenue	1,870	1,184
Purchase of thermal energy	183	153

### Fees to the Group's Management and Supervisory Council members (excluding social tax)

€ thousand	for the 3 months ended 31 March	
	2026	2025
Fees for Management Board	155	153
Supervisory Council fees	18	18

The Group's Management Board and Supervisory Council members are considered as key management personnel for whom the contractual salary payments have been accounted for as disclosed above.

The Group's Management Board members are elected for 5 (five) years and Supervisory Council members for 3 (three) years. Stock exchange announcement is published about the change in Management and Supervisory Council.

The potential salary liability would be up to €202 thousand (excluding social tax) if the Supervisory Council were to replace all Management Board members.

### Company shares belonging to the Management Board and Supervisory Council members

As of 31 March 2026, and 31 December 2025, the members of Management Board Aleksandr Timofejev, Taavi Gröön and Tarvi Thomberg owned the shares of AS Tallinna Vesi, 200, 600 and 1,000 shares accordingly. All securities transactions have been conducted in accordance with the applicable law as well as relevant rules, including AS Tallinna Vesi rules for handling inside information.

As of 31 March 2026, and 31 December 2025, the members of Supervisory Council did not own any shares in the Company.

### NOTE 14. LIST OF SUPERVISORY COUNCIL MEMBERS

Priit Koit	Chairman of the Supervisory Council
Robert Kitt	Member of the Supervisory Council
Gerli Kivisoo	Member of the Supervisory Council
Niall Patrick Mills	Member of the Supervisory Council
Mart Mägi	Member of the Supervisory Council
Priit Rohumaa	Member of the Supervisory Council
Silver Tamm	Member of the Supervisory Council
Urmas Reinsalu	Member of the Supervisory Council, since 23 March 2026
Andrei Korobeinik	Member of the Supervisory Council, since 23 March 2026
<i>Priit Lello</i>	<i>Member of the Supervisory Council, until 22 March 2026</i>
<i>Karolina Ullman</i>	<i>Member of the Supervisory Council, until 22 March 2026</i>

Introduction of Supervisory Council members is published at company's webpage:

[www.tallinnavesi.ee/en/about-us](http://www.tallinnavesi.ee/en/about-us).