



HALF-YEARLY FINANCIAL REPORT

30 JUNE 2025



www.actia.com

ACTIA Group
French limited liability company with a Board of Directors
with Share Capital of €15,074,955.75
Registered Office: 5, rue Jorge Semprun
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Toulouse Trade and Companies Register: 542 080 791

We present herein the interim financial report covering the six-month period ended 30 June 2025, drawn up in compliance with the provisions of Article 4.2 of the Euronext Growth Markets Rule Book.

This report is distributed in compliance with the provisions of Article 4.1.4 of the Euronext Growth Markets Rule Book. It is also available on our company site - www.actia.com.

CONTENTS

1	CHAIRMAN'S STATEMENT	4
2	HALF-YEARLY MANAGEMENT REPORT	5
	2.1 Activity	5
	2.2 Income	8
	2.3 Net debt	9
	2.4 Future prospects	9
	2.5 Principal related party transactions	9
3	CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS	10
	3.1 Condensed statement of the financial situation	10
	3.2 Condensed income statement	12
	3.3 Condensed statement of comprehensive income	13
	3.4 Condensed statement of changes in equity	14
	3.5 Condensed consolidated cash flow statement	15
	3.6 Notes to the consolidated financial statements	16
	Note 1. Information about the Group – Entity presenting the financial statements	16
	Note 2. Accounting principles	16
	Note 3. Consolidated companies	17
	Note 4. Goodwill	18
	Note 5. Intangible assets	18
	Note 6. Tangible assets	18
	Note 7. Stocks and work in progress	19
	Note 8. Trade receivables, Other current receivables and Current tax credit	19
	Note 9. Order book	20
	Note 10. Cash, cash equivalents and financial instruments at fair value through profit and loss	21
	Note 11. Deferred taxation	22
	Note 12. Financial assets and liabilities	22
	Note 13. Financial liabilities	23
	Note 14. Equity	25
	Note 15. Provisions	25
	Note 16. Personnel benefits	25
	Note 17. Trade payables, Other current liabilities, Corporate taxes (IS)	25
	Note 18. Assets and liabilities held for sale	26
	Note 19. Operating segments	26
	Note 20. Income taxes	29
	Note 21. Financial Result	29
	Note 22. Transactions with related parties	29
	Note 23. Off-balance-sheet commitments and encumbered assets	30
	Note 24. Risk factors	30
	Note 25. Post-balance sheet events	31
4	STATUTORY AUDITORS' REPORT	32

1 CHAIRMAN'S STATEMENT

I hereby certify, to the best of my knowledge, that the condensed interim financial statements have been drawn up in compliance with the applicable accounting standards and give a true and fair view of the assets, financial health and results of all the companies included in the scope of consolidation and that the half-yearly management report in Section 2 "Half-yearly Management Report" gives a true and fair view of the important events that have occurred during the six months under review and of their effect on the interim accounts, the principal related party transactions, and a description of the principal risks and areas of uncertainty for the remaining six months of the financial year.

17 September 2025

Jean-Louis Pech

Chairman and CEO

2 HALF-YEARLY MANAGEMENT REPORT

2.1 Activity

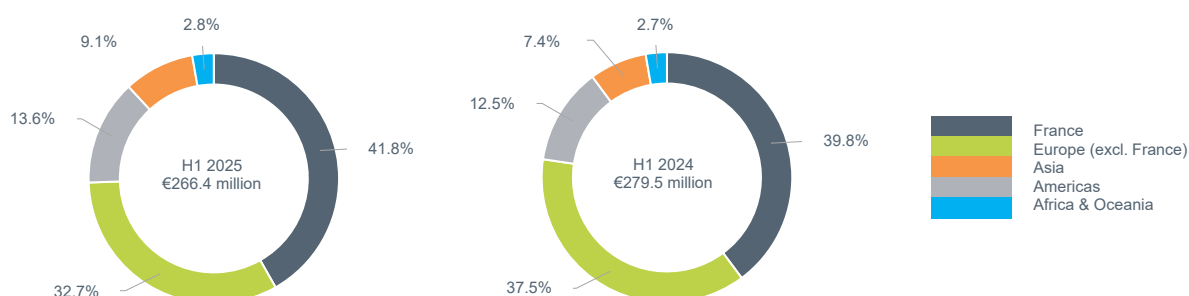
2.1.1 Group

The Group's consolidated financial statements show turnover of €266.4 million for the first half of 2025, down by 4.7%.

Consolidated turnover in €M, IFRS	2025	2024	Variation (in €M and as %)	
Q1	125.8	139.8	-14.0	-10.0%
of which total sales ⁽¹⁾	138.1	151.6	-13.5	-8.9%
of which intra-group sales	-12.3	-11.8	+0.5	+4.4%
Q2	140.6	139.7	+0.9	+0.7%
of which total sales ⁽¹⁾	151.5	150.2	+1.3	+0.9%
of which intra-group sales	-10.8	-10.5	+0.4	+3.4%
H1	266.4	279.5	-13.1	-4.7%
of which total sales ⁽¹⁾	289.6	301.8	-12.2	-4.0%
of which intra-group sales	-23.2	-22.3	+0.9	+3.9%

(1) Consolidated turnover corresponds to sales from which intra-group invoices are deducted.

58.2% of consolidated turnover generated internationally.



2.1.2 Mobility Division

The Mobility division designs and produces on-board electronic equipment and systems to address the various challenges faced by terrestrial mobility in the areas of road and rail transport, goods and passenger transport, and agriculture and construction machinery. Smart and upgradeable technologies are integrated into the wide range of solutions and associated services in order to improve the user experience, encourage the energy transition and contribute to the sustainability of vehicles, while also accelerating progress towards new generations of vehicles, such as software-defined, electric and autonomous vehicles, etc.

For the first half of 2025, the division's sales fell by 9.6% (-€22.8 million) to €215.5 million, and can be broken down as follows:

Mobility Division, Sales in €M	2025	2024	Variation (in €M and as %)	
Q1	103.4	122.8	-19.5	-15.9%
Q2	112.2	115.5	-3.3	-2.9%
H1	215.5	238.3	-22.8	-9.6%

2. Half-yearly management report

In €M	H1 2025	H1 2024	Variation in €M	Variation as %
Light vehicles	31.7	42.4	-10.7	-25.2%
HGVs	47.2	53.6	-6.4	-11.9%
Buses & Coaches	47.0	40.7	6.3	15.5%
Off highway (1)	33.8	34.4	-0.6	-1.7%
Rail	21.6	31.3	-9.7	-31.0%
Other	34.2	35.9	-1.7	-4.7%
Mobility Division	215.5	238.3	-22.8	-9.6%

(1) Off highway: agricultural machinery, construction machinery

In Q2 2025, the Mobility Division generated sales of €112.2 million, representing 74.0% of Group sales, compared to 76.9% a year earlier. Although the difficulties in the European Automotive sector continue, the division has benefited from the introduction of new regulatory requirements (RED II), which have led some customers, particularly in the HGV sector, to shift their orders to older generations of products. This trend temporarily underpinned business in Q2, to the detriment of Q3, which should reflect a lag in demand for new generations of products developed by ACTIA. Major technical milestones were achieved in the development of new centralised electronic architectures (zonal computers and HPC*), notably for applications in the key HGV and Specialist Vehicle segments. Business in the Buses & Coaches sector continued to be driven by contracts won in China, where the vehicles are enjoying growing international success. In the Rail sector, sales fell back significantly, due to the completion in Q2 2024 of programmes (for the Olympic Games in particular) that had made a strong contribution to business a year earlier. Most of the new contracts, particularly with Alstom outside France, are currently in the engineering phase, with no significant deliveries expected before mid-2026. There are still many commercial successes in this segment, and ACTIA is continuing to reconfigure this Rail business, particularly at Millau, to take better advantage of opportunities in this market and maximise performance when future programmes come on stream.

The division's EBITDA stood at €6.8 million, compared to €29.3 million at 30 June 2024 (-€22.5 million). The downturn in business recorded since the first months of 2024, reaching its low point in late 2024/early 2025, is impacting the profitability of the division, particularly the plants, and therefore affecting its operating income. It should be noted that the division did not benefit this year from the proceeds from the transfer of an ACTIA software solution for on-board systems for vehicles, as part of the technological collaboration with Ampere (March 2024), which had offset the collapse in operating profitability in 2024. In addition, the changes implemented in the organisation of the production sites have resulted in exceptional personnel costs for the year, for which provision is being made as of 30 June (around €3 million).

*HPC: High Performance Computing

2.1.3 Aerospace Division

The Aerospace Division designs and produces on-board electronic systems for aeronautics and space, as well as complete, integrated solutions for satellite telecommunications.

Aerospace Division, Sales in €M	2025	2024	Variation (in €M and as %)	
Q1	15.8	13.2	+2.7	+20.1%
Q2	20.6	18.1	+2.5	+13.7%
H1	36.5	31.3	5.1	16.4%

The division generated sales of €36.5 million in the first half of 2025 (+16.4%). In Q2 2025, the Aerospace Division once again posted sustained sales growth, up 13.7% to €20.6 million. This performance reflects growth in France and Sweden, stronger momentum from major European Defence customers, and the impact of the integration of STEEL Electronique, which has been consolidated since 1 June 2024. The Aerospace Division has confirmed its position as a systems manufacturer with a global offering that includes turnkey solutions, attracting strong interest from export markets.

2. Half-yearly management report

The division's EBITDA stood at €1.8 million compared to €1.3 million at 30 June 2024 (+€0.6 million).

In addition, in accordance with the contracts signed in May 2024, DIADEM Industries exercised its put option on 3.75% of ACTIA Aerospace's capital. At 30 June 2025, ACTIA Group now holds 88.75% of its subsidiary's capital.

2.1.4 Energy Division

The Energy Division develops, integrates and implements innovative solutions for the management, transmission and distribution of electric power for major energy players.

<i>Energy Division, Sales in €M</i>	<i>2025</i>	<i>2024</i>	<i>Variation (in €M and as %)</i>	
Q1	8.2	6.0	+2.2	+36.9%
Q2	7.5	6.0	+1.4	+23.7%
H1	15.7	12.1	3.7	30.3%

The division's sales were €15.7 million in the first half of 2025. In Q2 2025, the Energy Division recorded growth of 23.7% to €7.5 million, in line with its development trajectory, driven in particular by the success of its solutions and equipment for smart grid management. This increase reflects the successful roll-out of solutions for energy networks in France, as well as the pursuance of the contracts won in Africa for the optimisation of electricity distribution infrastructure and smart grids.

The division's EBITDA stood at break-even (~€0.0 million) compared to €0.7 million at 30 June 2024 (-€0.7 million). The strong growth in the business is generating substantial external costs at this stage, as it takes time to find the teams and organisation needed to sustain the business.

2.1.5 Engineering Services Division

The Engineering Services Division designs and develops on-board products and systems, augmented with software services for the mobility and industrial sectors. This division includes technological collaborations in the field of on-board systems for vehicles.

<i>Engineering Division, Sales in €M</i>	<i>2025</i>	<i>2024</i>	<i>Variation (in €M and as %)</i>	
Q1	9.2	8.7	0.5	+5.9%
Q2	9.7	9.7	0.0	0.0%
H1	18.9	18.3	0.5	+2.8%

The division generated sales of €18.9 million in the first half of 2025, up 2.8%. In Q2 2025, the Engineering Division generated turnover of €9.7 million, stable compared to the same period in 2024. ACTIA's expertise continues to be acclaimed, particularly in the field of on-board systems for vehicles and Software Defined Vehicles (SDV), and also for major European accounts in the electronics sector.

The division's EBITDA stood at €3.9 million, compared to €4.1 million at 30 June 2024 (-€0.3 million). Business growth has led to the development of a skilled R&D team in France, resulting in a slight increase in personnel costs.

2.2 Income

The consolidated results were as follows:

In €K	H1 2025	H1 2024	Variation in €K	% variation
Revenue	266,419	279,471	-13,052	-4.7%
Operating income	-3,209	21,577	-24,786	-114.9%
Financial Result	-10,985	-2,548	-8,438	331.2%
Income for the period	-13,380	12,547	-25,927	-206.6%

In conjunction with the decline in business and the reduction in inventoried production, the **material consumption** rate stood at 49.5% compared to 51.8% at 30 June 2024. Purchases also benefited from a sharp appreciation of the euro over the period, with the average US dollar exchange rate at 1.113 compared to 1.093 in the first half of 2024.

Personnel expenses rose to €86.8 million from €83.2 million at 30 June 2024 (+€3.6 million). This increase is due to reorganisation costs, which were incurred or committed (provisions) to take account of production level and the challenges of digitalisation and robotisation to maintain our capacity to produce to the highest international standards. The workforce stands at 3,990, compared to 4,210 a year earlier (-220 people), taking into account the disposal of our subsidiary ATAL (45 people - February 2025) and the transfer of the team for Ampere (85 people compared to 30 June 2024 - October 2024). As a result of changes in our markets, recruitment to keep pace with requirements is now strictly controlled.

External expenses were kept under control at €34.4 million, compared to €36.2 million at 30 June 2024 (-5.1%), mainly due to lower maintenance and transport costs.

Provisions for depreciation increased slightly to €14.5 million from €13.4 million at 30 June 2024.

In a persistently difficult environment, **R&D expenditure** was devoted to developments linked to commercial successes, and reached €46.4 million in the first half of 2025, a decrease of €1.3 million compared to 30 June 2024. R&D expenditure corresponded to 17.4% of turnover, compared to 17.1 % at 30 June 2024. The re-invoicing rate was 51.2% (compared to 49.0% a year earlier) and the capitalisation rate fell slightly to 11.3% of expenditure, compared to 13.3% at 30 June 2024.

As a result, the Group's **current operating income** fell to -€3.3 million, compared to €1.9 million at 30 June 2024 (-€5.2 million), reflecting the impact of the decline in sales from medium and large production runs (HGVs and off-highway) on the absorption of fixed costs, and the efforts made to adapt ACTIA's organisation to meet the challenges of international competition and improve its profitability.

The **operating income** stood at -€3.2 million, compared to €21.6 million at the end of June 2024, with the inclusion of the proceeds from the transfer of an ACTIA software solution for on-board systems for vehicles, as part of the technological collaboration with Ampere (end of March 2024).

EBITDA for the period stood at €11.5 million, compared to €35.2 million at 30 June 2024.

The **financial result** stood at -€11.0 million compared to -€2.5 million at 30 June 2024 (-€8.4 million). It includes interest charges of -€4.6 million, compared to -€4.4 million at 30 June 2024. Despite the reduction in debt, this represents an additional charge of €0.2 million, linked to the rise in interest rates affecting the cost of short-term variable-rate borrowings and new medium-term credit lines. In this way, the average interest rate of the debt stood at 4.53% compared to 4.00% at 30 June 2024.

Other financial income includes the -€6.6 million change in fair value of financial instruments at 30 June 2025, compared to €1.8 million for the same period last year, a difference of -€8.4 million. The purpose of hedging instruments is to ensure that the average purchase price of US dollars is equal to the price sold when customer contracts are signed.

After income tax of +€0.7 million at 30 June 2025, compared to -€6.5 million a year earlier, **income** for the period fell to -€13.4 million, compared to €12.5 million at 30 June 2024 (-€25.9 million).

2.3 Net debt

ACTIA generated cash flow from operations of €18.6 million over the period, including a €14.4 million reduction in WCR, reflecting the action taken to continue reducing inventories (down €9.4 million compared to 31 December 2024), which had risen abnormally following component shortages (February 2021 - June 2023).

Cash flow from investment activities consumed €11.0 million, compared to a generation of €13.3 million last year, with the proceeds from the transfer of an ACTIA software solution for on-board systems for vehicles, as part of the technological collaboration with Ampere, and the cash flow from STEEL Electronique, acquired in May 2024. Apart from factors specific to the 2024 financial year, this level is slightly lower than in the past, reflecting the choices made to maintain investment in a constrained environment.

As a result, net debt stood at €147.6 million at 30 June 2025, compared to €150.1 million at 31 December 2024, down by €2.5 million.

2.4 Future prospects

The contrasting performance of the various divisions in the first half of 2025 reflects the different dynamics of the markets addressed by ACTIA, but confirms the strength of its technological and industrial positioning. In the current economic climate, ACTIA Group remains cautious about the momentum of its Mobility Division, whose mass production markets are not recovering after a sharp erosion in 2024. Continued growth in the other 3 divisions (Aerospace, Energy and Engineering Services) should nevertheless enable turnover in 2025 to stabilise at the 2024 level of around €535 million.

In response to this environment, ACTIA is continuing to adapt its industrial facilities as part of an overall rationalisation programme designed to bring its organisation and production capacity into line with current market realities, while preserving room for manoeuvre to enable a swift rebound if necessary. The various sites and their organisation continue to evolve to become more competitive, keep pace with technological developments and preserve the Group's expertise over time. This programme is also accompanied by increased efforts to preserve cash and reduce inventories, following on from the successful initiatives launched the previous year.

As a driver of innovation, ACTIA Group is naturally moving towards Software-Defined Vehicle technologies, artificial intelligence and eco-design, which is the Group's main lever in its contribution to decarbonisation. In 2026, the launch of new product families will reinforce ACTIA Group's growth trajectory towards its target of €700 million in revenue by 2028.

Consequently, the ACTIA Group Board of Directors approved the financial statements on 30 June 2025 according to the going concern principle.

2.5 Principal related party transactions

The principal transactions between related parties are described in Note 22 "Transactions with related parties" in the notes to the condensed consolidated financial statements at 30 June 2025.

3 CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

3.1 Condensed statement of the financial situation

Consolidated assets in €K	Notes	30/06/2025	31/12/2024
Goodwill	Note 4	25,583	25,583
Development costs	Note 5	50,234	51,063
Other intangible assets	Note 5	4,612	5,232
Total intangible assets	Note 4 and 5	80,429	81,877
Land	Note 6	3,100	3,202
Buildings	Note 6	33,370	33,452
Technical equipment	Note 6	11,641	12,549
Other tangible assets	Note 6	12,837	15,383
Total tangible assets	Note 6	60,949	64,585
Equity method investments		1,045	991
Other non-current financial assets		1,823	1,975
Deferred taxation	Note 11	15,137	14,669
Non-current tax credit		18,987	16,151
TOTAL NON-CURRENT ASSETS		178,370	180,248
Inventory and work-in-process	Note 7	177,001	186,384
Trade receivables	Note 8	150,210	150,749
Other current receivables	Note 8	23,933	22,937
Current tax credit	Note 8	10,385	10,575
Fair value of financial asset instruments	Note 10.2	0	2,978
Cash and cash equivalents	Note 10.1	56,777	71,024
TOTAL CURRENT ASSETS		418,305	444,647
Assets held for sale	Note 18	0	1,294
TOTAL ASSETS		596,676	626,190

3. Condensed consolidated interim financial statements

Consolidated Equity Capital and Liabilities in €K	Notes	30/06/2025	31/12/2024
Capital	Note 14	15,075	15,075
Premiums	Note 14	17,561	17,561
Reserves	Note 14	118,642	105,910
Translation reserve	Note 14	(7,230)	(4,878)
Treasury shares	Note 14	(162)	(162)
Income for the period	Note 14	(12,911)	13,932
Group common shareholders' equity	Note 14	130,974	147,437
Non-controlling interests	Note 14	3,097	5,450
EQUITY	Note 14	134,071	152,887
Borrowings from credit institutions	Note 13	96,320	107,680
Finance lease financial liabilities	Note 13	11,642	12,582
Other financial liabilities	Note 13	6,826	8,611
Total non-current debt	Note 13	114,788	128,872
Deferred tax liabilities	Note 11	612	584
Pension liabilities and other long-term benefits	Note 16	7,428	7,666
TOTAL NON-CURRENT LIABILITIES		122,827	137,123
Provisions	Note 15	11,827	10,577
Borrowings from credit institutions - current share	Note 13	42,099	42,737
Finance lease financial liabilities - current share	Note 13	5,324	5,248
Other financial liabilities - current share	Note 13	3,050	3,302
Short-term bank borrowings	Note 13	39,168	40,979
Fair value of financial liability instruments	Note 10.2	3,641	0
Total current debt		93,282	92,266
Trade payables	Note 17	85,255	79,298
Other liabilities	Note 17	126,840	123,362
Corporate taxes (IS)	Note 17	2,235	8,258
Deferred income		20,337	22,128
TOTAL CURRENT LIABILITIES		339,777	335,888
Liabilities held for sale	Note 18	0	292
TOTAL EQUITY AND LIABILITIES		596,676	626,190

3. Condensed consolidated interim financial statements

3.2 Condensed income statement

Consolidated income in €K	Notes	H1 2025	H1 2024
Revenue from ordinary activities (Turnover)	Note 19	266,419	279,471
- Materials and supplies		(132,467)	(144,305)
- Personnel expenses		(86,762)	(83,216)
- External expenses		(34,396)	(36,228)
- Taxes		(2,739)	(2,644)
- Provisions for depreciation	Note 19	(14,545)	(13,437)
+/- Changes in stocks of finished goods and work in progress		1,025	(660)
+/- Exchange gains / losses on operating activities		(2,943)	865
+ Research tax credit		3,107	2,059
Current operating income	Note 19	(3,301)	1,904
+ Other operating revenue and expenses		92	19,673
- Impairment of goodwill	Note 4	0	0
Operating income	Note 19	(3,209)	21,577
+ Income from cash and cash equivalents		155	3
- Interest and financial costs	Note 19	(4,626)	(4,421)
+ Other financial income / (costs)		(6,515)	1,870
Financial Result	Note 21	(10,985)	(2,548)
+ Net income Group share equity method consolidated companies		85	59
+ Income tax	Note 19 and 20	729	(6,542)
Net income from continuing operations	Note 19	(13,380)	12,547
Net income from discontinued operations		0	0
Income for the period	Note 19	(13,380)	12,547
* attributable to Group shareholders			
Net income from continuing operations		(12,911)	12,196
Net income from discontinued operations		0	0
Net income for the period		(12,911)	12,196
* non-controlling interests			
Net income from continuing operations		(469)	351
Net income from discontinued operations		0	0
Net income for the period		(469)	351
Basic and diluted net earnings per share from continuing operations (in €) - Group share		(0.64)	0.61
Basic and diluted net earnings per share from discontinued operations (in €) - Group share		0.00	0.00
Basic and diluted earnings per share (in €) - Group share		(0.64)	0.61

3. Condensed consolidated interim financial statements

3.3 Condensed statement of comprehensive income

Statement of comprehensive income in €K	H1 2025	H1 2024
Income for the period	(13,380)	12,547
Items that will not be reclassified to profit or loss	400	187
Defined benefit pension plans – Actuarial differences	530	246
Deferred taxation on defined benefit pension plans – Actuarial differences	(129)	(59)
Items that may subsequently be reclassified to profit or loss	(2,132)	(662)
Cumulative translation differences	(2,132)	(662)
Other comprehensive income, net of tax	(1,732)	(476)
Comprehensive income for the period	(15,112)	12,071
Attributable:		
* to Group shareholders	(14,613)	11,721
* to non-controlling interests	(499)	350
Consolidated comprehensive income attributable to Group shareholders and coming from:		
* Continuing operations	(14,613)	11,721
* Discontinued operations	0	0
Consolidated comprehensive income attributable to non-controlling interests and coming from:		
* Continuing operations	(499)	350
* Discontinued operations	0	0

3. Condensed consolidated interim financial statements

3.4 Condensed statement of changes in equity

In €K	Capital	Treasury shares	Premiums	Consolidated reserves, retained earnings	Translation reserve	Total attributable to the Group	Non-controlling interests	Total Shareholders' funds
At 01/01/2024	15,075	(162)	17,561	110,231	(4,122)	138,583	3,236	141,819
Comprehensive income								
Consolidated income	0	0	0	12,196	0	12,196	351	12,547
Other comprehensive income	0	0	0	179	(654)	(475)	(0)	(476)
Comprehensive income for the period	0	0	0	12,375	(654)	11,721	350	12,071
Transactions with shareholders								
Distributions to shareholders	0	0	0	(2,412)	0	(2,412)	(372)	(2,784)
Capital increases	0	0	0		0	0	9,200	9,200
Minority interests	0	0	0	6,088	0	6,088	(6,088)	0
from business combinations								
Cross call and put options on minority interests	0	0	0	(8,282)	0	(8,282)	0	(8,282)
Other	0	0	0	153	0	153	(175)	(22)
At 30/06/2024	15,075	(162)	17,561	118,153	(4,776)	145,850	6,153	152,003
At 01/01/2025	15,075	(162)	17,561	119,842	(4,878)	147,437	5,450	152,887
Comprehensive income								
Consolidated income	0	0	0	(12,911)	0	(12,911)	(469)	(13,380)
Other comprehensive income	0	0	0	391	(2,093)	(1,702)	(30)	(1,732)
Comprehensive income for the period	0	0	0	(12,520)	(2,093)	(14,613)	(499)	(15,112)
Transactions with shareholders								
Distributions to shareholders	0	0	0	(2,424)	0	(2,424)	(246)	(2,670)
Capital increases	0	0	0		0	0		0
Minority interests	0	0	0	812	0	812	(812)	0
from business combinations								
Cross call and put options on minority interests	0	0	0	(180)	0	(180)		(180)
Changes in scope	0	0	0	260	(260)	0	(794)	(794)
Other	0	0	0	(58)	0	(58)	(2)	(60)
At 30/06/2025	15,075	(162)	17,561	105,731	(7,231)	130,974	3,097	134,071

3. Condensed consolidated interim financial statements

3.5 Condensed consolidated cash flow statement

Consolidated cash flow statement in €K	Notes	H1 2025	H1 2024
Income for the period	Note 3.2	(13,380)	12,547
<i>Adjustments for:</i>			
Depreciation and provisions		14,997	13,943
Profit / loss from disposal of assets		899	(19,942)
Interest charges	Note 3.2	4,626	4,421
Current tax charge (excl. research tax credit)		362	3,263
Changes to deferred taxation		(1,091)	3,279
Research tax credit		(3,107)	(2,059)
Other income / expense		7,390	(2,179)
Share of the profit / loss of associates	Note 3.2	(85)	(59)
Operating cash flow before changes to working capital requirements		10,610	13,212
Changes to working capital requirements related to the business		14,448	3,686
Income tax paid (excluding research tax credit)		(6,722)	(1,470)
Research tax credit collected		292	4,020
Net cash flow from operating activities		18,629	19,448
Capital purchases		(8,409)	(10,521)
Dividends received from associates		31	27
Income from disposal of assets		52	20,012
Changes in loans and advances		150	91
Cash flow from changes in scope	Note 1	(2,832)	3,698
Net cash flow from investing activities		(11,007)	13,306
Dividends paid to the owners of the parent company		0	(2,412)
Dividends paid to non-controlling interests in consolidated companies		0	(372)
New borrowings	Note 13	9,601	1,665
Repayment of borrowings	Note 13	(21,824)	(22,492)
Reimbursement of lease liabilities	Note 13	(2,971)	(3,446)
Interest paid		(4,626)	(4,421)
Net cash flow from financing activities		(19,819)	(31,477)
Effect of exchange rate changes		(999)	(119)
Cash and cash equivalents - opening balance	Note 10.1	30,804	(1,217)
Cash and cash equivalents - closing balance	Note 10.1	17,609	(58)
Changes in cash and cash equivalents		(13,195)	1,159

3.6 Notes to the consolidated financial statements

Note 1. Information about the Group – Entity presenting the financial statements

ACTIA Group is domiciled in France. The Company's registered head office is located at 5, Rue Jorge Semprun – 31400 Toulouse. The Company's condensed consolidated financial statements include the Company and its subsidiaries (jointly referred to as the "Group"). The principal business areas of the Group are high-added-value, on-board electronic systems for the automotive and telecommunications markets.

The condensed consolidated financial statements at 30 June 2025 were approved by the Board of Directors on 17 September 2025.

The condensed consolidated financial statements at 30 June 2025 were subject to a limited review by the statutory auditors.

Significant events of the period

ACTIA Railway implemented a reorganisation plan to safeguard the company's competitiveness and secure its future. Negotiations with the Works Council led to agreement on the implementation of a new organisational structure that limits forced redundancies and on support measures to minimise the plan's social impact.

The final plan involves the elimination of 30 positions and received positive feedback from the Regional Directorate for the Economy, Employment, Labour, and Solidarity (DREETS) on 24 June. Provisions have been made for all related costs in the company's accounts at 30 June 2025.

A provision of €2,232 thousand has been recorded to cover the company's commitments (Note 15).

In accordance with the contracts signed in May 2024, DIADEM Industries exercised its €2.3 million put option on 3.75% of ACTIA Aerospace's capital. At 30 June 2025, ACTIA Group now holds 88.75% of its subsidiary's capital. The buyback undertaking recognised under miscellaneous liabilities has been adjusted accordingly to reflect this transaction (Note 13).

Following the exercise in November 2024 by ATAL's minority shareholder of its option to purchase the 59.98% of shares held by the Group, the actual sale was completed in February 2025. This transaction led to the deconsolidation of the subsidiary in the consolidated accounts at 30 June 2025 (Note 3).

Note 2. Accounting principles

Note 2.1 Basis for the preparation of the financial statements

The accounting methods and means of calculation have been applied in an identical manner for all the periods presented.

The sums stated in these financial statements are expressed in thousands of euros (€K).

The condensed consolidated interim financial statements are drawn up in accordance with the IAS 34 standard, *Interim financial reporting*. They do not include all the information required for the annual financial statements and should be read in conjunction with the Group's financial statements for the financial period ended 31 December 2024, presented in the 2024 Annual Report.

Note 2.2 Use of estimates and judgements

The preparation of financial statements in accordance with IFRS requires management to exercise judgement, and make estimates and assumptions that have an impact on the application of the accounting methods and on the value of assets, liabilities, income and expenditure. These underlying estimates and assumptions are made on the basis of past experience and other factors considered to be reasonable in view of the circumstances. They therefore serve as the basis for exercising the judgement needed to determine the book value of certain assets and liabilities that cannot otherwise be determined directly from other sources. The actual value may differ from the estimated value.

These underlying estimates and assumptions are constantly re-examined. The impact of changes to accounting estimates is recognised during the period in which the change occurs if they only affect that period, or in the period in which the change occurs and the subsequent periods if these are also affected by the change.

The principal line items in the balance sheet that are affected by these estimates are deferred tax assets (see Note 11 "Deferred taxation"), goodwill (see Note 4 "Goodwill"), capitalised development costs (see Note 5 "Intangible assets"), and provisions (see Note 15 "Provisions").

3. Condensed consolidated interim financial statements

Note 2.3 Changes to IFRS

The new IAS/IFRS texts and interpretations that became effective on 1 January 2025 and have been **applied by the Group** when preparing these consolidated financial statements at 30 June 2025 are as follows:

	IASB date of application	EU date of adoption	EU date of application
Amendment to IAS 21 "The Effects of Changes in Foreign Exchange Rates" - Lack of Exchangeability.	01/01/2025	12/11/2024	01/01/2025

The application of these texts had no impact on the Group's consolidated financial statements.

New standards, interpretations and amendments to IFRS standards published and **applied early** by the Group as of 1 January 2025: none.

The new IAS/IFRS texts and interpretations in issue but pending adoption by the European Union and not yet applicable are:

	IASB date of application	EU date of adoption	EU date of application
Amendments to classification and measurement of financial instruments - Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	01/01/2026	27/05/2025	01/01/2026
Amendments to IFRS 9 and IFRS 7 for nature-dependent electricity contracts	01/01/2026	30/06/2025	01/01/2026
Annual improvements volume 11	01/01/2026	09/07/2025	01/01/2026
IFRS 18 "Presentation and Disclosure in Financial Statements".	01/01/2027	Not yet announced	Not yet announced
IFRS 19 "Subsidiaries without public accountability: disclosures"	01/01/2027	Not yet announced	Not yet announced

Note 3. Consolidated companies

As mentioned in Note 1 "Significant events of the period", ATAL was deconsolidated following the sale of the shares held by the Group to minority shareholders.

During the first half of the year, ACTIA Aeronautic Services, a company wholly-owned by the Group, was set up in Tunisia. It will be mainly in charge of R&D activities for the aerospace sector.

Note 4. Goodwill

In €K	Country	Net balance sheet amounts at 30/06/2025	Net balance sheet amounts at 31/12/2024
ACTIA Corp.	USA	7,501	7,501
ACTIA Aerospace	France	6,850	6,850
STEEL Electronique	France	3,176	3,176
ACTIA Energy	France	3,174	3,174
ACTIA Telematics Services	Belgium	2,480	2,480
ACTIA Railway	France	1,391	1,391
ACTIA Nordic	Sweden	0	0
CIPI ACTIA	Tunisia	922	922
ACTIA PCs	France	0	0
SODIMOB	France	88	88
Total		25,583	25,583

Impairment tests are conducted each year at closing on 31 December, or in the event of indications of loss of value (quantified or non-quantified indicators).

No indication of loss of value was detected at 30 June 2025.

Note 5. Intangible assets

During the first half of 2025, capitalised development costs amounted to €5.3 million compared to €6.3 million for the first half of 2024.

Details of acquisitions of intangible assets are given in the following table:

In €K	30/06/2025	30/06/2024
Development costs		
Mobility Division	2,916	4,828
Aerospace Division	730	88
Energy Division	1,620	1,430
Total	5,266	6,347
Other intangible assets		
Mobility Division	159	197
Aerospace Division	0	1,079
Energy Division	0	18
Engineering Division	9	23
Other Divisions	0	0
Total	167	1,317

Note 6. Tangible assets

During the first half of 2025, acquisitions of tangible assets amounted to €5.4 million (compared to €7.3 million for the first half of 2024); all were acquired from outside suppliers.

Details of these acquisitions are given in the following table:

3. Condensed consolidated interim financial statements

In €K	30/06/2025	30/06/2024
Land		
Mobility Division	0	0
Aerospace Division	0	0
Energy Division	0	0
Engineering Division	0	300
Sub-total	0	300
Buildings		
Mobility Division	1,027	2,652
Aerospace Division	130	167
Energy Division	3	37
Engineering Division	46	16
Other (incl. Holding company)	13	224
Sub-total	1,219	3,095
Technical equipment		
Mobility Division	1,117	833
Aerospace Division	704	112
Energy Division	90	7
Engineering Division	14	52
Sub-total	1,924	1,004
Other tangible assets		
Mobility Division	1,471	1,494
Aerospace Division	138	98
Energy Division	368	10
Engineering Division	213	1,278
Other (incl. Holding company)	20	0
Sub-total	2,211	2,880
Total	5,354	7,278

Note 7. Stocks and work in progress

The net realisable value of stocks was as follows:

In €K	30/06/2025	31/12/2024	30/06/2024
Raw materials	81,605	83,686	86,805
R&D costs pursuant to the execution of contracts	46,704	43,492	43,012
Intermediate and finished products	35,602	44,574	48,214
Goods	13,090	14,633	14,489
Total	177,001	186,384	192,521

During the first half of 2025, stocks fell overall by €9.4 million.

Pledged inventories are set out in Note 23 "Off-balance-sheet commitments and encumbered assets".

Note 8. Trade receivables, Other current receivables and Current tax credit

The details of trade receivables are given in the following table:

In €K	Net value at 31/12/2024	Changes over the period	Depreciation / reversals	Changes in scope	Effect of exchange rates	IFRS 5	Net value at 30/06/2025
Trade receivables	150,749	1,120	44	0	(1,704)	0	150,210

3. Condensed consolidated interim financial statements

Receivables assignment programmes are in place within the Group (reverse factoring and non-recourse factoring) at ACTIA Automotive, ACTIA Aerospace, ACTIA Railway, ACTIA Energy, ACTIA Italia, ACTIA Nordic, ACTIA Systems, ACTIA de Mexico and ACTIA do Brasil.

The Group analysed the main characteristics of these programmes. With regard to deconsolidated receivables, the Group concluded that almost all the risks and rewards associated with the assigned receivables have been transferred to the assignees.

The total amount used by the Group (reverse factoring and factoring) was €48.1 million, including €41.3 million in deconsolidated non-recourse factoring, €4.7 million in non-deconsolidated non-recourse factoring and €2.2 million in deconsolidated reverse factoring at 30 June 2025.

At 31 December 2024, the total amount used was €57.5 million, including €42.9 million in deconsolidated non-recourse factoring, €5.3 million in non-deconsolidated non-recourse factoring and €9.3 million in deconsolidated reverse factoring.

At 30 June 2025, the schedule for gross trade receivables not yet due and past due (aged balance) was as follows:

In €K	Not yet due	Past due by 0 to 30 days	Past due by 31 to 60 days	Past due by 61 to 90 days	Past due by more than 91 days	Total trade receivables (Gross)
Gross at 30/06/2025	123,706	12,583	3,973	3,398	10,948	154,608
Gross at 31/12/2024	120,547	12,231	6,749	4,419	11,524	155,470

No significant uncollectable debt was recognised at 30 June 2025 or at 30 June 2024.

The details of other current receivables and current tax credit are given in the following table:

In €K	Net value at 31/12/2024	Changes over the period	Depreciation / reversals	Changes in scope	Effect of exchange rates	IFRS 5	Net value at 30/06/2025
Other current receivables	22,937	1,273	(10)	8	(275)	0	23,933
Current tax credit	10,575	(167)	0	0	(23)	0	10,385

Note 9. Order book

The Group applies IFRS 15 “Revenue from contracts with customers”, which introduces the notion of a financial order book (“revenue still to be recognised for service obligations that are either as yet unexecuted or partially executed at the date of closing”).

Therefore, the total order book for the Group stood at €432,868 thousand at 30 June 2025, of which 74.4% was expected to generate revenues within one year.

The order book is defined as follows:

- Firm notified contracts, including R&D and/or products;
- Non-firm contracts:
 - R&D orders secured by a firm financing clause;
 - Delivery schedules communicated by the customer for the product part;
 - Forecast delivery schedules under multi-year contracts.
- Services: firm subscriptions.

In €K	30/06/2025	30/06/2024
Order book	432,868	428,361

Note 10. Cash, cash equivalents and financial instruments at fair value through profit and loss

Note 10.1 Cash and cash equivalents

These changed as follows:

In €K	30/06/2025	31/12/2024	Change
Cash equivalents	1,160	82	1,078
Cash	55,618	70,943	(15,325)
Cash and cash equivalents	56,777	71,024	(14,247)
<Short-term bank borrowings>	(39,168)	(40,979)	1,811
Total	17,609	30,045	(12,436)

Cash presented in the Assets/Liabilities held for sale lines	0	760	(760)
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Cash and cash equivalents - closing balance presented in the Cash flow statement	17,609	30,804	(13,195)
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Short-term bank borrowings are included in “Short-term debt” under Current liabilities.

Cash equivalents are very liquid short-term investments comprised of marketable securities readily convertible into a known amount of cash and subject to an insignificant risk of a change in value. They are recognised at the market value at the balance sheet date, with the investment bonus recognised in income.

The change of €1,078 thousand consists of new cash equivalents for €1,100 thousand.

Note 10.2 Financial instruments at fair value through profit and loss

These include:

❖ Interest rate hedging instruments

ACTIA no longer has any interest rate hedging instruments;

❖ Currency hedging instruments

At 30 June 2025, ACTIA Automotive held currency hedging contracts. Details of these hedges are given in the following table:

In currency	Maximum amount remaining to be acquired at 30/06/2025	Maturity
Currency purchases		
EUR/USD Accumulator	\$62,068,996	< 1 year
EUR/USD Accumulator	\$30,560,000	< 2 years
Total	\$92,628,996	

The Group recognises these currency hedging instruments at fair value through profit and loss. They are presented in the “Financial result” on the “Other financial income / (costs)” line of the Condensed income statement.

The impact of this treatment on the financial statements is shown in the following table:

In €K	30/06/2025		31/12/2024	
	Fair value	Impact	Fair value	Impact
ASSET (LIABILITY) Derivatives				
EUR/USD Hedges	(3,641)	(6,618)	2,978	4,069
Total	(3,641)	(6,618)	2,978	4,069

Note 11. Deferred taxation

In €K	30/06/2025	31/12/2024
Tax assets recognised under:		
Timing differences	8,076	6,640
<i>Of which provision for pension benefits</i>	1,350	1,405
<i>Of which profits on stocks</i>	690	681
<i>Of which other adjustments</i>	6,037	4,555
Losses carried forward	7,061	8,029
Net total tax assets	15,137	14,669
Tax liabilities recognised under:		
Deferred tax liabilities	612	584
Net total tax liabilities	612	584
Net total deferred tax assets and liabilities	14,526	14,085

Note 12. Financial assets and liabilities

The Group distinguishes between three categories of financial instruments according to the consequences of their characteristics in terms of their valuation method, and uses this classification to present some of the types of information required by the standard IFRS 13:

- ❖ Level 1 “market value”: financial instruments quoted on an active market;
- ❖ Level 2 “model with observable inputs”: financial instruments valued using valuation techniques based on observable inputs;
- ❖ Level 3 “model with unobservable inputs.”

At 30 June 2025, financial assets measured at fair value were classified as follows:

In €K	<u>Level 1</u> Market value	<u>Level 2</u> With observable inputs	<u>Level 3</u> With unobservable inputs
Derivatives			
Cash equivalents	1,160		
Total	1,160	0	0

At 30 June 2025, financial liabilities measured at fair value were classified as follows:

In €K	<u>Level 1</u> Market value	<u>Level 2</u> With observable inputs	<u>Level 3</u> With unobservable inputs
Non-current liabilities			
Miscellaneous liabilities			4,732
Current liabilities			
Short-term debt			2,517
Derivatives		3,641	
Total	0	3,641	7,249

Note 13. Financial liabilities

Financial liabilities by type and by maturity break down as follows:

In €K	30/06/2025				31/12/2024			
	< 1 year	From 1 to 5 years	> 5 years	Total	< 1 year	From 1 to 5 years	> 5 years	Total
Bond issues	833	18,833	0	19,667	833	833	18,000	19,667
Borrowings from credit institutions	41,266	72,517	4,970	118,752	41,904	82,699	6,147	130,750
Miscellaneous liabilities	3,050	6,750	76	9,875	3,302	8,525	86	11,913
Debt – lease financing	5,324	10,347	1,295	16,966	5,248	10,743	1,839	17,830
Short-term bank borrowings and overdrafts	39,168	0	0	39,168	40,979	0	0	40,979
Total	89,641	108,447	6,340	204,429	92,266	102,800	26,073	221,139

During the first half of 2025, financial debt changed as follows:

In €K	01/01/2025	New borrowings	Repayment of borrowings	Change s in scope	IFRS 16	Change in fair value	Cumulative translation on differences	Other	30/06/2025
Bond issues	19,667	0	0	0	0	0	0	0	19,667
Borrowings from credit institutions	130,750	9,343	(21,340)	0	0	0	0	0	118,752
Miscellaneous liabilities ⁽¹⁾	11,913	259	(307)	0	0	0	0	(1,990)	9,875
Debt – lease financing	17,830	0	(2,971)	0	2,363	0	(257)	0	16,965
Short-term bank borrowings and overdrafts	40,979	0	(1,708)	0	0	0	(103)	0	39,168
Total	221,139	9,601	(26,326)	0	2,363	0	(360)	(1,990)	204,427

⁽¹⁾ As part of the acquisition of STEEL Electronique, the Group and DIADEM Industries (former shareholder of STEEL Electronique) signed promissory purchase and sale agreements aimed at providing a framework for the purchase of minority interests in ACTIA Aerospace.

The Group recognised these call options under “Other financial liabilities”, with a corresponding reduction in shareholders' equity.

During the first half of 2025, DIADEM Industries exercised a put option on 108,531 shares, representing 3.75% of the share capital. As a result, the Group's commitment has been reduced by €2.3 million, with a corresponding entry to shareholders' equity. In addition, the remaining commitment was remeasured at 30 June 2025, with a corresponding entry to shareholders' equity.

At 30 June 2025, the schedule for financial liabilities, including interest not yet accrued, breaks down as follows:

In €K	< 1 year		From 1 to 5 years		> 5 years		Total		
	Nominal	Interest	Nominal	Interest	Nominal	Interest	Nominal	Interest	Nominal + Interest
Bond issues	833	1,048	18,833	3,989	0	0	19,667	5,038	24,704
Borrowings from credit institutions	41,266	2,868	72,517	4,715	4,970	117	118,752	7,699	126,452
Miscellaneous liabilities	3,050	0	6,750	0	76	0	9,875	0	9,875
Debt – lease financing	5,324	157	10,347	289	1,295	33	16,966	479	17,445
Short-term bank borrowings and overdrafts	39,168	1,572	0	0	0	0	39,168	1,572	40,741
Total	89,641	5,645	108,447	8,993	6,340	150	204,429	14,788	219,217

3. Condensed consolidated interim financial statements

Financial debt by currency breaks down as follows:

In €K	EUR	USD	Other	Total
Bond issues	19,667	0	0	19,667
Borrowings from credit institutions	108,814	0	9,938	118,752
Miscellaneous liabilities	9,875	0	0	9,875
Debt – lease financing	9,763	18	7,186	16,966
Short-term bank borrowings and overdrafts	37,582	0	1,587	39,168
Total	185,701	18	18,711	204,429

The breakdown between fixed and variable rate debt was as follows:

In €K	30/06/2025			31/12/2024		
	Fixed rate	Variable rate	Total	Fixed rate	Variable rate	Total
Bond issues	19,667	0	19,667	19,667	0	19,667
Borrowings from credit institutions	113,970	4,782	118,752	129,871	879	130,750
Miscellaneous liabilities	9,875	0	9,875	11,913	0	11,913
Debt – lease financing	16,311	656	16,966	17,097	733	17,830
Short-term bank borrowings and overdrafts	2,443	36,725	39,168	2,350	38,629	40,979
Total	162,266	42,163	204,429	180,897	40,241	221,139
Percentage breakdown	79.4%	20.6%	100.0%	81.8%	18.2%	100.0%

All covenants on borrowings and bank credits must be reviewed annually at the end of each financial year (31 December), with the exception of one covenant on borrowing which is subject to an additional review at 30 June each year.

Debt subject to a covenant				Covenant / Restrictive clause		Respected (3)		Consequence of non-compliance with covenants: reclassification under current borrowings (4)	
Level (1)	Year of inception	Balance at 30/06/2025 €K	Final maturity	Ratios	Basis of calculation (2)	At 31/12/2024	At 30/06/2025	At 31/12/2024	At 30/06/2025
Borrowing									
L	2017	1,667	Nov 2026	Net debt to EBITDA < 4.0	CA AG	R	N/A	0	0
L	2020	51	Jan 2026	Net debt to equity ≤ 1.20	CA AG	R	N/A	0	0
				Net financial expense to EBITDA < 30%	CA AG	R	N/A		
				Net debt to EBITDA ≤ 4.50	CA AG	R	N/A		
L	2020	51	Dec. 2025	Net debt to equity ≤ 1.20	CA AG	R	N/A	0	0
				Net financial expense to EBITDA < 30%	CA AG	R	N/A		
				Net debt to EBITDA ≤ 4.50	CA AG	R	N/A		
L	2022	1,202	August 2027	Net debt to EBITDA < 4.50	CA AG	R	N/A	0	0
L	2022	18,000	April 2030	Net debt to EBITDA ≤ 5	CA AG	R	R	0	0
				Net debt to equity ≤ 5	CA AG	R	R		
L	2022	240	August 2027	Net debt to EBITDA < 4.50	CA AG	R	N/A	0	0
L	2023	2,026	Sept. 2028	Net debt to EBITDA ≤ 4.50	CA AG	R	N/A	0	0
L	2023	1,441	Dec. 2028	Net debt to equity ≤ 1.20	CA AG	R	N/A	0	0

3. Condensed consolidated interim financial statements

			Net debt to EBITDA ≤ 4.50	CA AG	R	N/A		
L 2024	1,340	Jan 2030	Net debt to equity ≤ 1.20	CA AG	R	N/A	0	0
L 2024	2,587	Sept. 2029	Net debt to EBITDA ≤ 4.00	CA AG	R	N/A	0	0
L 2024	447	Jan 2030	Net debt to equity ≤ 1.20	CA AG	R	N/A	0	0
Total	29,051						0	0

- (1) L = Loan
O = Overdraft
(2) CA AG = ACTIA Group Consolidated Financial Statements
R = Respected
(3) B = Breached
N/A = Not Applicable
(4) Long-term portion of debt reclassified under "Short-term debt"

At 31 December 2024, the leverage and gearing covenants had been respected on all borrowings.

The guarantees given for borrowings and financial debts are listed in Note 23 "Off-balance-sheet commitments and encumbered assets".

In connection with the loan agreements obtained by the Group, certain banks include in these agreements general provisions relating to the right to use assets or obtain new loans and, sometimes, a requirement to maintain the composition of the capital, with any changes requiring prior information of the partners.

Based on the information available to the Group on the date this document was published, at least one of the two ratios would not be respected at 31 December 2025.

Note 14. Equity

The breakdown of the changes in numbers of shares over the period is as follows:

In units	31/12/2024	Capital increase	30/06/2025
ACTIA Group shares - ISIN FR 0000076655	20,099,941	None	20,099,941

Note 15. Provisions

The increase in this item over the first half is mainly due to the implementation of a reorganisation plan at ACTIA Railway. Provisions for this amounted to €2,232 thousand at 30 June 2025 (see Note 1).

Note 16. Personnel benefits

During the first half of 2025, provisions for pension and other long-term benefits fell by €238 thousand to €7,428 thousand at 30 June 2025. The actuarial difference recognised under Other Comprehensive Income corresponds to a decrease in the provision of €530 thousand. The assumptions underlying the calculation at 30 June 2025 changed as follows:

- ❖ Discount rate of 3.35% (3.35% at 31 December 2024) for the French companies, 9.98% (9.98% at 31 December 2024) for the Tunisian companies.

The other assumptions underlying the calculation did not change. They may be adjusted on the basis of internal analyses of the payroll.

Note 17. Trade payables, Other current liabilities, Corporate taxes (IS)

Details of Trade payables, Other current liabilities and Corporate taxes (IS) are given below:

In €K	Net value at 31/12/2024	Changes over the period	IFRS 5	Effect of exchange rates	Changes in scope	Net value at 30/06/2025
Suppliers of goods and services	79,298	6,575	0	(618)	0	85,255

3. Condensed consolidated interim financial statements

In €K	Net value at 31/12/2024	Changes over the period	IFRS 5	Effect of exchange rates	Changes in scope	Net value at 30/06/2025
Other operating liabilities	123,362	3,732	0	(253)	0	126,840
Corporate taxes (IS)	8,258	(5,878)	0	(145)	0	2,235

Note 18. Assets and liabilities held for sale

In 2021, the Group launched a project to sell the Vehicle Inspection & Garage Equipment business including:

- ❖ The sale of its Garage Equipment and Vehicle Inspection business;
- ❖ The real estate site in Chartres, France;
- ❖ And the shares of its subsidiary ACTIA CZ.

The Vehicle Inspection & Garage Equipment business had been presented in “Assets and liabilities held for sale” at 31 December 2021.

The operation had been finalised on 21 April 2022 for €12 million, but with only 30% of ACTIA CZ shares, as the buyer did not have sufficient funds for the entire acquisition. The remaining 60% (ACTIA investments) was to be sold by early 2023 at the latest. The net impact of the operation was recognised in “Other operating revenue and expenses” for a negligible amount. At 31 December 2022, assets and liabilities of the ATAL subsidiary (formerly ACTIA CZ) remained in view of the upcoming sale.

At 31 December 2023, the Group considered that the conditions for recording under “Assets and liabilities held for sale” were no longer met on the date when the financial statements were approved, as the buyer no longer expressed interest in acquiring the remaining 60%.

On 29 November 2024, the minority shareholder holding 30% of ATAL’s capital exercised its option to purchase the 59.98% of shares held by the Group. ATAL’s assets and liabilities were classified as “Assets and liabilities held for sale”.

ATAL’s assets and liabilities were measured at the lower of net book value and fair value. At 31 December 2024, an impairment loss of €928 thousand was recognised and classified under “Other operating revenue and expenses” in the consolidated income statement.

ATAL was sold on 18 February 2025.

	30/06/2025			31/12/2024		
In €K	Book value	Fair value	Impairment loss	Book value	Fair value	Impairment loss
Non-current assets	0	0	0	439	236	203
Current assets	0	0	0	1,784	1,058	726
Assets held for sale	0	0	0	2,223	1,294	929
Non-current liabilities	0	0	0	0	0	0
Current liabilities	0	0	0	292	292	0
Liabilities held for sale	0	0	0	292	292	0

Note 19. Operating segments

In accordance with the provisions of IFRS 8, the information by operating segment is based on the approach taken by management, meaning the way in which management allocates resources depending on the performance of the different segments. Within the Group, the Chairman of the Board of Directors and CEO is the chief operating decision maker.

The Group segments its activities into 4 Divisions (Mobility, Energy, Aerospace and Engineering Services). The types of activities conducted by each segment presented may be summarised as follows:

- ❖ **The Mobility** Division designs and produces on-board electronic equipment and systems to address the various challenges faced by terrestrial mobility in the areas of road and rail transport, goods and passenger transport, and agriculture and construction machinery. The wide range of solutions and associated services incorporates smart,

3. Condensed consolidated interim financial statements

scalable technologies to enhance the user experience, promote the energy transition, contribute to the sustainability of vehicles, and accelerate the shift towards new generations of vehicles (software-defined vehicles, electric vehicles, autonomous vehicles, etc.).

- ❖ The **Aerospace** Division designs and produces on-board electronic systems for aeronautics and space, as well as complete, integrated solutions for satellite telecommunications.
- ❖ The **Energy** Division develops, integrates and implements innovative solutions for the management, transmission and distribution of electric power for major energy players.
- ❖ The **Engineering Services** Division designs and develops on-board products and systems, augmented with software services for the mobility and industrial sectors.

In addition to these four operating divisions there is also:

- ❖ An "Others" heading that includes the holding company ACTIA Group S.A. and the SCI Les Coteaux de Pouvoirville property management company (both accounted for by the equity method).

During the first half of 2025, the key indicators by operating segment were as follows:

In €K	30/06/2025						Total
	Mobility Division	Aerospace Division	Energy Division	Engineering Services Division	Other Divisions	Inter-segments (*)	
Revenue	215,517	36,463	15,713	18,856	3,055	(23,186)	266,419
Provisions for depreciation	(11,806)	(908)	(1,053)	(706)	(73)	0	(14,545)
Current operating income	(4,744)	1,097	(861)	2,873	(1,500)	(167)	(3,301)
Impairment of goodwill	0	0	0	0	0	0	0
Operating income	(4,676)	1,072	(929)	2,868	(1,504)	(39)	(3,209)
Interest and financial costs	(3,604)	(556)	(302)	(93)	(976)	906	(4,626)
Financial instruments	(6,618)	0	0	0	0	0	(6,618)
Income tax	(4)	(16)	47	830	(127)	0	729
Net income for the period	(14,689)	544	(1,194)	3,852	(1,893)	0	(13,380)
EBITDA from continuing operations	6,774	1,846	(45)	3,812	(910)	0	11,477
TOTAL SEGMENT ASSETS	389,801	141,812	52,631	42,209	62,691	(92,468)	596,676
INVESTMENTS							
Intangible	3,075	730	1,620	9	0	0	5,434
Tangible	3,615	972	462	273	32	0	5,354
Financial	(301)	(169)		1	0	0	(469)
TOTAL INVESTMENTS	6,389	1,533	2,082	283	33	0	10,319
TOTAL SEGMENT LIABILITIES	312,772	122,891	32,825	16,450	70,133	(92,468)	462,604

(*) Including €14,237 thousand in inter-segment revenue for the Mobility Division.

3. Condensed consolidated interim financial statements

The information at 30 June 2024 has been restated as per the new segmentation of activities:

In €K	30/06/2024						Total
	Mobility Division	Aerospace Division	Energy Division	Engineering Services Division	Other Divisions	Inter-segments (*)	
Revenue	238,323	31,325	12,057	18,345	1,736	(22,315)	279,471
Provisions for depreciation	(11,049)	(745)	(1,042)	(545)	(57)	0	(13,437)
Current operating income	(905)	753	(100)	3,579	(1,119)	(303)	1,904
Impairment of goodwill	0	0	0	0	0	0	0
Operating income	18,706	633	(166)	3,579	(1,150)	(25)	21,577
Interest and financial costs	(3,819)	(552)	(239)	(40)	(837)	1,065	(4,421)
Financial instruments	1,779	0	0	0	0	0	1,779
Income tax	(3,849)	62	23	(542)	(2,236)	0	(6,542)
Net income for the period	13,020	170	(394)	2,991	(3,241)	0	12,547
EBITDA from continuing operations	29,277	1,253	694	4,109	(165)	0	35,168
TOTAL SEGMENT ASSETS	426,884	140,920	52,979	22,035	40,517	(60,995)	622,339
INVESTMENTS							
Intangible	5,025	1,167	1,448	23	0	0	7,664
Tangible	4,979	376	54	1,646	224	0	7,278
Financial	(174)	(0)	0	83	100	0	9
TOTAL INVESTMENTS	9,830	1,543	1,501	1,752	324	0	14,951
TOTAL SEGMENT LIABILITIES	309,834	123,517	32,682	15,377	49,921	(60,995)	470,336

(*) Including €13,658 thousand in inter-segment revenue for the Mobility Division.

Note 20. Income taxes

The details of the Group's income taxes are as follows:

In €K	H1 2025	H1 2024
Income from consolidated companies	(13,465)	12,487
Current taxation (debit)	362	3,263
Deferred taxation (credit)	(1,090)	3,280
Of which		
Deferred taxation on temporary differences	(1,090)	3,279
Deferred taxation on changes in tax rates	0	1
Income from consolidated companies before tax	(14,193)	19,029

Note 21. Financial Result

There has been no material change to the type of financial result since 31 December 2024.

The impact of financial instruments at fair value through profit and loss is given in Note 10.2.

Note 22. Transactions with related parties

The details of transactions with parties related to the Group that occurred during the first half of 2025 are presented below.

Note 22.1 With the holding company: LP2C S.A.

There has been no material change to the type or amount of transactions with LP2C S.A. since 31 December 2024.

Note 22.2 With investments consolidated by the equity method

There has been no material change to the type or amount of transactions with SCI Los Olivos and SCI Pouvourville since 31 December 2024.

Note 22.3 With subsidiaries

These are the companies included in the scope of consolidation of the Group (see Note 3 - Notes to the consolidated financial statements of the 2024 Annual Report).

Note 22.4 With members of management bodies

This is the compensation paid to individuals who are **corporate officers of ACTIA Group S.A.** :

- ❖ By ACTIA Group: Chairman and CEO and Directors;
- ❖ By LP2C, controlling company: Chairman and CEO and the Deputy CEOs

There has been no material change to the compensation and benefits principles.

Note 23. Off-balance-sheet commitments and encumbered assets

The off-balance-sheet commitments break down as follows:

In €K	30/06/2025	31/12/2024
Commitments received		
Bank guarantees	8,511	12,743
Total commitments received	8,511	12,743

The above information does not include:

- ❖ Lease financing balances that are covered under Note 13 “Financial liabilities”,
- ❖ Lease financing commitments and operating leases,
- ❖ Interest on borrowings that are covered under Note 13 “Financial liabilities”,
- ❖ Foreign currency term sales commitments that are covered under Note 10.2 “Financial instruments at fair value through profit and loss”.

Encumbered assets corresponds to assets serving as security against debts recognised under liabilities. They break down as follows:

In €K	30/06/2025	31/12/2024
Assignment of trade receivables	4,638	5,448
Pledged research tax credit	9,979	9,979
Non-possessory pledge of stocks	3,000	3,000
Assignment of equipment	1,392	1,557
Mortgages/Security (land & buildings)	10,949	11,347
Total	29,957	31,331

Note 24. Risk factors

The Group undertakes reviews of risks that may have a material adverse effect on its business, its financial health, its results, and its ability to achieve its objectives.

The principal risks to which Group is exposed have been identified and are described in the 2024 Annual Report (Chapter 5).

The most relevant and material risk factors identified at the date of publication of this Half-yearly Report are presented in this section.

Other than the risks presented below, the Group considers that there are no other significant risks.

Note 24.1 Liquidity risks

The Company has undertaken a specific review of its liquidity risk and considers that it is in a position to meet its future commitments. Such reviews are undertaken on a regular basis in order to be prepared for any eventualities and to be able to provide a rapid response if necessary.

A detailed study of financial debt, the cash position, net debt and debt including interest is provided under Note 13 “Financial liabilities”.

Generally, the half-yearly accounts do not allow for the presentation of the medium-term financing required for investments in R&D for the year because these will be put in place mainly during the second half year, since the ACTIA file is processed after publication of the annual accounts.

In 2025, the various partners had been contacted, but the processing times did not allow us to record the first financing agreements at 30 June. As this document went to press, we had received some initial favourable responses.

For the Group, an entity's risk of experiencing difficulties in meeting its financial obligations is linked to the level of amounts invoiced and the collection of receivables. In this respect, there are no difficulties to be reported.

3. Condensed consolidated interim financial statements

The Group companies independently manage their future cash needs. The parent company only intervenes in the event of difficulties. Cash is generated mainly by the business and sometimes by bank borrowings obtained locally. Major investments are decided on by senior Group management (acquisitions, buildings, production equipment and significant R&D projects) and are generally financed by loans or leasing contracts taken on by the entity in question.

Lastly, to enable the Group to take advantage of cash surpluses from certain subsidiaries, it put in place a treasury agreement which is triggered according to needs, so that it can use any surplus cash available within the Group most effectively.

It should be noted that the purpose of these agreements is to use the cash available within the Group in order to limit use of the parent company's short-term lines of credit and so reduce financial costs: the intention is not to transfer bank borrowings into the subsidiaries.

Note 24.2 Market risks

❖ Interest rate risk

Interest rate fluctuations pose a risk for the Group that could have an impact on its financial costs.

At Group level, checks are conducted to ensure that the overall interest rate risk is spread in such a way as to achieve a reasonable cost for bank borrowings.

Short-term financing, especially mobilisation of trade receivables, is through variable rate loans, while medium-term financing is either based on a fixed or variable rate, in order to control the debt burden. Depending on the decisions made, the Group may be required to set up interest rate hedging tools.

The sensitivity to a +/- 1% variance in the benchmark rate has been calculated on a post-hedging basis. The figures resulting from this analysis are given below:

In €K	30/06/2025	
	Impact on pre-tax income	Impact on pre-tax equity
Impact of a variance of + 1% in interest rates	(422)	(422)
Impact of a variance of - 1% in interest rates	422	422

❖ Foreign exchange risk

The Group's international footprint and invoicing expose it to exchange rate risks related to fluctuations in foreign currencies, for both actual transactions and the conversion of its assets and results.

For transactions conducted in foreign currencies such as purchases or sales in US dollars (USD) or Japanese yen (JPY) by entities in the Euro zone, the companies concerned manage their foreign exchange risk independently, putting in place currency hedging tools if necessary when the volumes involved allow for it.

At 30 June 2025, ACTIA Automotive held foreign exchange hedging contracts, the details of which are given in Note 10.2 "Financial instruments at fair value through profit and loss".

The Group was thus able to purchase dollars at an average rate over the period of 1.1127 as compared to 1.0933 for the first half of 2024. The average rate observed on the financial markets was 1.0927 during the first half of 2025.

It should be noted that the amount of US dollars purchased fell by €15.9 million, in line with the decline in sales in the Mobility Division.

Note 25. Post-balance sheet events

None

4 STATUTORY AUDITORS' REPORT

ACTIA Group S.A.

5, rue Jorge Semprun - 31400 Toulouse

Limited review report of the statutory auditors on the condensed consolidated interim financial statements

Period from 1 January 2025 to 30 June 2025

Chairman and Chief Executive Officer of ACTIA Group S.A,

In our capacity as Statutory Auditors of ACTIA Group S.A., and in response to your request at the time of publication of the half-yearly financial report, we have conducted a limited review of the condensed consolidated interim financial statements of ACTIA Group S.A. for the period 1 January 2025 - 30 June 2025, as appended to this report.

These condensed consolidated interim financial statements were compiled under the responsibility of the Board of Directors. Our role, on the basis of our limited review, is to express our opinion on these condensed consolidated interim financial statements.

We conducted our limited review according to the generally accepted professional standards in France and the professional guidelines of the French National Institute of Statutory Auditors (Compagnie Nationale des Commissaires aux Comptes) relating to this assignment. A limited review primarily involves discussions with the members of management in charge of accounting and financial matters and the application of analytical procedures. The scope of this review is less extensive than that required for an audit conducted in accordance with generally accepted professional standards in France. Consequently, the assurance that the condensed consolidated interim financial statements, taken as a whole, are free of material misstatements, obtained within the framework of a limited review, is only a moderate assurance, with less weight than that obtained within the framework of a full audit.

On the basis of our limited review, we have noted no material misstatements leading us to believe that the condensed consolidated interim financial statements do not comply with the requirements of standard IAS 34 – an IFRS accounting standard adopted by the European Union regarding interim financial information.

This report is governed by the laws of France. The French courts have sole jurisdiction to judge any dispute, complaint or disagreement arising from our letter of engagement or this report, or any other question related thereto. Each party irrevocably waives its right to oppose proceedings brought before these courts and to claim that the proceedings have been brought before a court without proper jurisdiction, or that said courts do not have jurisdiction.

Statutory auditors,

Labège, 18 September 2025

Paris, 18 September 2025

KPMG S.A.

BM&A

Guillaume Salommez
Partner

Céline Claro
Partner