



Crowe Osborne AB

Auditor's report

To the Annual General Meeting of Latvian Forest Company AB (publ)
Org.nr 556789-0495

Report on the Annual Report and Consolidated Financial Statements

Statements

We have performed an audit of the annual and consolidated financial statements of Latvian Forest Company AB (publ) for the year 2025.

In our opinion, the Annual Report has been prepared in accordance with the Annual Accounts Act and provides a true and fair view in all material respects of the Parent Company's financial position as of 31 December 2025 and of its financial results and cash flow for the year in accordance with the Annual Accounts Act. The consolidated financial statements have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the Group's financial position as of 31 December 2025 and of its financial results and cash flow for the year in accordance with IFRS accounting standards as adopted by the EU, and the Annual Accounts Act. The Board of Directors' Report is consistent with the other parts of the Annual Report and the Consolidated Financial Statements.

We therefore recommend that the Annual General Meeting adopt the income statement and balance sheet for the parent company and the Group.

Basis for statements

We have carried out the audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing practice in Sweden. Our responsibilities under these standards are described in more detail in the Auditor's Responsibilities section. We are independent in relation to the parent company and the Group in accordance with generally accepted auditing practice in Sweden and have otherwise fulfilled our professional ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate as a basis for our opinions.

Information other than the Annual Report and the Consolidated Financial Statements

This document also contains information other than the Annual Report and the Consolidated Financial Statements and can be found on pages 2-12. The Board of Directors and the CEO are responsible for this other information.

Our statement regarding the Annual Report and the consolidated financial statements does not include this information and we do not make any statement with assurance with respect to this other information.

In connection with our audit of the Annual Report and the Consolidated Financial Statements, it is our responsibility to read the information identified above and consider whether the information is materially inconsistent with the Annual Report and the Consolidated Financial Statements. In this review, we also take into account the knowledge we have otherwise acquired during the audit and assess whether the information otherwise appears to contain material inaccuracies.

If, based on the work that has been done on this information, we conclude that the other information contains a material misstatement, we are obliged to report this. We have nothing to report in that regard.

Responsibilities of the Board of Directors and the CEO

The Board of Directors and the CEO are responsible for ensuring that the Annual Report and the Consolidated Financial Statements are prepared and that they present a true and fair view in accordance with the Annual Accounts Act and, with regard to the consolidated financial statements, in accordance with IFRS Accounting Standards, as adopted by the EU. The Board of Directors and the CEO are also responsible for the internal control that they deem necessary to prepare the annual and consolidated financial statements that do not contain any material misstatements, whether due to irregularities or mistakes.

In preparing the Annual Report and the Consolidated Financial Statements, the Board of Directors and the President are responsible for assessing the Company's and the Group's ability to continue operations. They disclose, where applicable, conditions that may affect the ability to continue operations and to use the going concern assumption. However, the going concern assumption does not apply if the Board of Directors and the CEO intend to liquidate the company, cease operations or have no realistic alternative to doing any of the same.



Crowe Osborne AB

Auditor's responsibilities

Our objectives are to obtain a reasonable degree of assurance as to whether the annual accounts and consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to provide an auditor's report that incorporates our opinions. Reasonable assurance is a high degree of assurance, but is no guarantee that an audit carried out in accordance with ISA and generally accepted auditing practice in Sweden will always detect a material misstatement, if any.

Misstatements may arise due to irregularities or mistakes and are considered material if they individually or collectively can reasonably be expected to influence the financial decisions made by users on the basis of the annual and consolidated financial statements.

As part of an ISA audit, we use professional judgment and maintain a professional skeptical attitude throughout the audit. In addition:

- we identify and assess the risks of material misstatement in the annual and consolidated financial statements, whether due to fraud or error, design and perform audit procedures based on those risks, among other things, and obtain audit evidence that is sufficient and appropriate to form the basis of our opinions. The risk of not detecting a material misstatement as a result of irregularities is higher than that of a material misstatement resulting from mistakes, as irregularities may include collusion, falsification, deliberate omissions, misinformation or disregard for internal control.
- we gain an understanding of the part of the company's internal control that is relevant to our audit in order to design audit procedures that are appropriate to the circumstances, but not to comment on the effectiveness of internal control.
- we evaluate the appropriateness of the accounting principles used and the reasonableness of the estimates of the Board of Directors and the CEO in the financial statements and related disclosures.
- we draw a conclusion on the appropriateness of the Board of Directors and the CEO using the going concern assumption in the preparation of the annual report and consolidated financial statements. We also draw a conclusion, based on the audit evidence obtained, as to whether there is any material uncertainty relating to events or circumstances that could give rise to significant doubts about the company's and the Group's ability to continue operations. If we conclude that there is a material uncertainty factor, we must draw attention in the auditor's report to the information in the annual report and consolidated financial statements about the material uncertainty factor or, if such information is insufficient, modify the opinion on the annual accounts and consolidated financial statements.

Our conclusions are based on the audit evidence obtained up to the date of the audit report. However, future events or circumstances may mean that a company and a group can no longer continue operations.

- we evaluate the overall presentation, structure and content of the annual and consolidated financial statements, including the disclosures, and whether the annual accounts and consolidated financial statements present the underlying transactions and events in a fair manner.
- We plan and conduct the Group audit to obtain sufficient and appropriate audit evidence regarding the financial information of companies or business units within the Group as a basis for making an opinion regarding the consolidated financial statements. We are responsible for the management, monitoring and review of the audit work carried out for the purpose of the Group Audit. We are solely responsible for our statements.

We must inform the Board of Directors of, among other things, the planned scope and focus of the audit and the timing of it. We also need to disclose any significant findings during the audit, including any significant deficiencies in internal control that we identified.



Crowe Osborne AB

Report on other legal and regulatory requirements

Statements

In addition to our audit of the Annual Report and the Consolidated Financial Statements, we have also performed an audit of the administration of the Board of Directors and the CEO of Latvian Forest Company AB (publ) for the year 2025 and of the proposed appropriation of the company's profit or loss.

We recommend that the Annual General Meeting dispose of the profit in accordance with the proposal in the Board of Directors' Report and discharge the members of the Board of Directors and the CEO from liability for the financial year.

Basis for statements

We have carried out the audit in accordance with generally accepted auditing practice in Sweden. Our responsibilities under this section are described in more detail in the section *Auditor's Responsibilities*. We are independent in relation to the parent company and the Group in accordance with generally accepted auditing practice in Sweden and have otherwise fulfilled our professional ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate as a basis for our opinions.

Responsibilities of the Board of Directors and the CEO

The Board of Directors is responsible for the proposed appropriation of the company's profit or loss. In the case of a dividend proposal, this includes, among other things, an assessment of whether the dividend is justifiable with regard to the requirements that the company's and the group's business nature, scope and risks place on the size of the parent company's and the group's equity, consolidation needs, liquidity and position in general.

The Board of Directors is responsible for the company's organization and the management of the company's affairs. This includes, among other things, continuously assessing the company's and the group's financial situation and ensuring that the company's organisation is designed so that accounting, asset management and the company's financial affairs in general are controlled in a satisfactory manner. The President and CEO shall manage day-to-day administration in accordance with the Board's guidelines and instructions and, among other things, take the measures necessary to ensure that the company's accounting is carried out in accordance with the law and that the management of funds is carried out in a satisfactory manner.

Auditor's responsibilities

Our objective with regard to the audit of the management, and thus our discharge opinion, is to obtain audit evidence in order to be able to assess with a reasonable degree of certainty whether any member of the Board of Directors or the Chief Executive Officer in any material respect:

- has taken any action or been guilty of any negligence that may give rise to liability for damages against the company, or

- in any other way acted in violation of the Swedish Companies Act, the Annual Accounts Act or the Articles of Association.

Our objective with regard to the audit of the proposed appropriation of the company's profit or loss, and thus our statement on this, is to assess with a reasonable degree of certainty whether the proposal is in accordance with the Swedish Companies Act.

Reasonable assurance is a high degree of assurance, but no guarantee that an audit carried out in accordance with generally accepted auditing practice in Sweden will always detect actions or omissions that may give rise to liability for compensation to the company, or that a proposal for the allocation of the company's profit or loss is not in accordance with the Swedish Companies Act.

As part of an audit according to generally accepted auditing practice in Sweden, we use professional judgment and have a professional skeptical attitude throughout the audit. The audit of the company's management and the proposal for the allocation of the company's profit or loss are primarily based on the audit of the accounts. The additional audit procedures that are carried out are based on our professional assessment based on risk and materiality. This means that we focus our review on such measures, areas and conditions that are essential to the business and where deviations and violations would be of particular importance to the company's situation. We review and examine decisions made, decision documentation, measures taken and other matters that are relevant to our discharge statement. As a basis for our statement on the Board's proposal for appropriation of the company's profit or loss, we have examined whether the proposal is in accordance with the Swedish Companies Act.

Stockholm, today under electronic
signature Crowe Osborne AB

Christer Eriksson Authorized
Public Accountant

PENNEO

The signatures in this document are legally binding. The document is signed through Penneo™ for secure digital signing. The identity of the signatories has been stored, and is shown below.

"With my signature, I confirm the content and all dates of this document."

CHRISTER ERIKSSON

Signatories 1

Serial number: 213b98c52142b1[...]aafcd46654311

IP: 85.24.xxx.xxx

2026-05-11 14:08:23 UTC



This document is signed digitally via [Penneo.com](https://penneo.com). The integrity of the signed data is validated using a calculated hash value of the original document. All cryptographic proofs are embedded in this PDF, ensuring both authenticity and the possibility of future validation.

This document bears a qualified electronic seal. For more information about Penneo's qualified trust services, see <https://eutl.penneo.com>.

To verify the authenticity of your document:

When you open the document in Adobe Reader, you can see that it is certified by **Penneo A/S**. This confirms that the content of the document remains unchanged since the time of signature. Proof of the individual signers' digital signatures is attached to the document.

The cryptographic proofs can be verified using Penneo's validator, <https://penneo.com/validator>, or other digital signature validation tools.