

Ukrainian Red Cross Society Group

Annual Consolidated Financial Statements
in Accordance with National Accounting
Regulations (Standards)

**Ukrainian Red Cross Society
Group**

**Annual Consolidated Financial Statements
in Accordance with National Accounting
Regulations (Standards)**

for the Year Ended 31 December 2024,
together with Independent Auditor's Report

UKRAINIAN RED CROSS SOCIETY GROUP

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UKRAINIAN RED CROSS SOCIETY GROUP

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

Management is responsible for the preparation of the consolidated financial statements that present fairly, in all material respects, the consolidated financial position of Ukrainian Red Cross Society Non-Governmental Organization (the "Organization"), together with regional and local organizations and subsidiaries ("Ukrainian Red Cross Society Group" or the "Group") as at 31 December 2024 and the results of its operations, cash flows, and changes in equity for the year then ended, in accordance with National Accounting Regulations (Standards) ("NAR(S)") and the requirements of the Law of Ukraine "On Accounting and Financial Reporting in Ukraine" regarding the consolidated financial statements preparation (the "Law on Accounting and Financial Reporting").

In preparing the consolidated financial statements, management is responsible for:

- Properly selecting and applying accounting policies;
- Presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable, and understandable information;
- Providing additional disclosures when compliance with the specific requirements in NAR(S) and the Law on Accounting and Financial Reporting is insufficient to enable users to understand the impact of particular transactions, other events, and conditions on the Group's consolidated financial position and financial performance; and
- Making an assessment of the Group's ability to continue as a going concern.

Management is also responsible for:

- Designing, implementing, and maintaining an effective and sound system of internal controls throughout the Group;
- Maintaining adequate accounting records that are sufficient to show and explain the Group's transactions and disclose with reasonable accuracy at any date the consolidated financial position of the Group, and which enable them to ensure that the consolidated financial statements of the Group comply with the requirements of NAR(S) and the Law on Accounting and Financial Reporting;
- Maintaining statutory accounting records in compliance with the legislation of Ukraine, NAR(S), and the Law on Accounting and Financial Reporting;
- Taking such steps that are reasonably available to them to safeguard the assets of the Group;
- Preventing and detecting fraud and other irregularities; and
- Determining the consolidation perimeter.

The consolidated financial statements for the year ended 31 December 2024 were approved by management of the Group and authorized for issue on 29 April 2026.

On behalf of the Group's management:



Maksym Dotsenko,
Director General

Viktoriiia Zubova,
Chief Accountant

INDEPENDENT AUDITOR'S REPORT

To the management of Ukrainian Red Cross Society Group:

Report on Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Ukrainian Red Cross Society Non-Governmental Organization ("Organization") and its regional and local organizations and subsidiaries (the "Group"), which comprise the consolidated balance sheet (consolidated statement of financial position) as at December 31, 2024, and the consolidated statement of financial results (consolidated statement of comprehensive income), consolidated statement of changes in equity and consolidated statement of cash flows (under direct method) for the year then ended, and explanatory notes to the consolidated financial statements, including material accounting policy information (the "consolidated financial statements").

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2024, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with National Accounting Regulations (Standards) ("NAR(S)") and the preparation of the consolidated financial statements requirements of the Law of Ukraine "On accounting and financial reporting in Ukraine" ("Law on accounting and financial reporting").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (the "IESBA Code"), together with the ethical requirements that are relevant to our audit of the consolidated financial statements in Ukraine, and we have also fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Opinion.

Emphasis of Matter

We draw your attention to Explanatory Note 2 to the consolidated financial statements, which indicate that since 24 February 2022 the impact of the ongoing military actions in Ukraine, the magnitude of further developments, the timing of cessation of those actions and final resolution are unpredictable and may adversely affect the Ukrainian economy and the operations of the Group. Management's plans concerning this impact are also discussed in Explanatory Note 3 to the consolidated financial statements. Our opinion is not modified in respect of this matter.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited (DTTL), its global network of member firms, and their related entities (collectively, the "Deloitte organization"). DTTL (also referred to as "Deloitte Global") and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.

Key Audit Matters

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

Why the matter was determined to be a key audit matter

Determining the consolidation perimeter

The Group's organization structure includes a significant number of regional and local organizations, most of which are separate legal entities and are not formally owned by the Organization. As disclosed in Explanatory Note 3, management of the Organization has applied professional judgment in assessing the availability of control over such entities and concluded that they should be included in the consolidated financial statements.

In addition, considering the complexity of the Group's structure and a significant number of organizations, there is a risk that some of them may not be identified for consolidation purposes. Taking into account the level of professional judgment and the risk involved, we have identified this issue to be a key audit matter.

Details are provided in Explanatory Note 3 "Material Accounting Policy Information".

How the matter was addressed in the audit

In response to the key audit matter, we performed the following audit procedures:

- We obtained an understanding of the processes introduced by the Organization to assess the availability of controls and identify organizations to be included in the consolidation perimeter.
- We received and analyzed management's assessment in respect of applying control criteria and determining the consolidation perimeter.
- We received information on the list of related parties of the Organization and compared it against the list of organizations in the consolidation perimeter.
- We analyzed the regional structure of Red Cross in Ukraine, ownership structure, constituent and regulatory documents of the Organization, minutes of participants' meetings and governing bodies of the Organization, as well as the terms and conditions of substantial agreements with counterparties. In addition, we analyzed the information obtained from open registers of legal entities and registers of court cases to identify signs of control and review completeness of the consolidation perimeter.
- We analyzed the Organization's operations on the transfer of funds during the reporting period to organizations beyond the consolidation perimeter to identify signs of control over them.
- We assessed the completeness and accuracy of the information disclosed in the consolidated financial statements.

Other Information

Management is responsible for the other information. The other information comprises the information included in the management report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Other Matter

The corresponding figures as at 31 December 2023 and for the year then ended presented in these consolidated financial statements are unaudited.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with NAR(S) and Law on accounting and financial reporting, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the Group's audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the Group's audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

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

Report on Other Legal Requirements

We have been appointed as auditor of the Group by those charged with governance the Management Board of Ukrainian Red Cross Society on 26 June 2025. In view of the previous renewals and reappointments, we conducted audit from 21 July 2025 to the date of this report.

We confirm that the audit opinion is consistent with the additional report to the audit committee.

We confirm that the prohibited non-audit services referred to ISA or requirements of Article 6, paragraph 4 of Law of Ukraine "On Audit of Financial Statements and Audit Activities" were not provided and that the audit engagement partner and audit firm remains independent of the Ukrainian Red Cross Society Group in conducting the audit.

Basic Information about Audit Firm

Name: Limited Liability Company "Deloitte & Touche Ukrainian Services Company".

Address of registration and location of the audit firm: 48, 50a Zhylianska Str., Kyiv, 01033, Ukraine.

"Limited Liability Company "Deloitte & Touche Ukrainian Services Company" was enrolled to Sections of "Audit Entities", "Audit Entities and Auditors That Have the Right to Conduct Statutory Audits of Financial Statements", and "Audit Entities and Auditors That Have the Right to Conduct Statutory Audits of Financial Statements of Public Interest Entities" of the Register of Auditors and Auditing Entities under # 1973".

LLC "Deloitte & Touche USC"

Auditor



Iaroslav Serputko

Registration Number in the Register of Auditors and Auditing Entities 102751

LLC "Deloitte & Touche Ukrainian Services Company"
48, 50a Zhylianska Str., Kyiv, 01033, Ukraine

29 April 2026

UKRAINIAN RED CROSS SOCIETY GROUP

CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)
AS AT 31 DECEMBER 2024

(in Ukrainian Hryvnias and in thousands)

Entity: Ukrainian Red Cross Society Group

Location: Ukraine

Type of economic activities: Activities of other membership organizations, not elsewhere classified
industry

Average number of employees: 1,154

Address, phone: Head Office – 30 Chykalenka Str., Kyiv, 01004, Ukraine

Measuring unit: UAH thousands, without a decimal point

Prepared under (mark "v" in the respective box):

National Accounting Regulations (Standards)

International Financial Reporting Standards

v

Consolidated balance sheet (consolidated statement of financial position)

Form No. 1 DKUD Code 1801001

Items	Line code	Notes, explanatory notes	At the beginning of the reporting period (unaudited)	At the end of the reporting period
1	2	3	4	5
I. Non-current assets				
Intangible assets	1000	I	5,934	16,842
Historical cost	1001		6,956	20,157
Accumulated amortization	1002		(1,022)	(3,315)
Capital investments in progress	1005	III	197,098	290,431
Property, plant, and equipment	1010	II	1,466,692	1,739,146
Historical cost	1011		1,834,084	2,510,527
Accumulated depreciation	1012		(367,392)	(771,381)
Non-current financial investments:				
Accounted for under equity method	1030			
Other financial investments	1035	IV	2,730	2,730
Goodwill under consolidation	1055		-	1,985
I. Non-current assets	1095		1,672,454	2,051,134
II. Current assets				
Inventories	1100	VIII	1,178,390	1,136,662
Production inventories	1101		91,699	105,455
Work in progress	1102		-	-
Finished goods	1103		-	-
Merchandise	1104		1,086,691	1,031,207
Accounts receivable on products, goods, works, services	1125		705	352
Accounts receivable on settlements:				
On prepayments made	1130		112,398	112,535
With the state budget	1135		1,749	2,548
Including income taxes	1136		-	-
On income accrued	1140		-	-
Other current accounts receivable	1155	IX	6,793	9,379
Cash and cash equivalents	1165	VI, 5	2,981,089	3,993,158
Prepaid expenses	1170		143	260
Other current assets	1190		6,157	7,492
Total on Section II	1195		4,287,424	5,262,386
III. Non-current assets held for sale and disposal groups	1200		-	-
Total assets	1300		5,959,878	7,313,520

UKRAINIAN RED CROSS SOCIETY GROUP

CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

AS AT 31 DECEMBER 2024 (CONTINUED)

(in Ukrainian Hryvnias and in thousands)

Items	Line code	Notes, explanatory notes	At the beginning of the reporting period (unaudited)	At the end of the reporting period
1	2	3	4	5
I. Equity				
Revaluation reserve	1405		-	-
Retained earnings	1420		21,312	40,342
Total on Section I	1495		21,312	40,342
II. Non-current liabilities and provisions				
Other non-current liabilities	1515		1,546,449	1,770,519
Special purpose funding	1525		4,351,064	5,388,864
Total on Section II	1595		5,897,513	7,159,383
III. Current liabilities and provisions				
Current accounts payable on:				
Goods, works, services	1615		14,830	61,962
With the state budget	1620		1,630	5,818
Including income taxes	1621		-	-
Insurance settlements	1625		5,227	1,821
Staff costs	1630		4,106	6,072
Current accounts payable on advances received	1635		28	24
Current provisions	1660	VII	7,983	22,959
Deferred income	1665		-	-
Other current liabilities	1690		7,249	15,139
Total on Section III	1695		41,053	113,795
IV. Liabilities attributable to non-current assets held for sale and disposal groups				
	1700		-	-
Total equity and liabilities	1900		5,959,878	7,313,520



Maksym Dotsenko
Director General

Viktorija Zubova,
Chief Accountant

UKRAINIAN RED CROSS SOCIETY GROUP

CONSOLIDATED STATEMENT OF FINANCIAL RESULTS (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)

FOR THE YEAR ENDED 31 DECEMBER 2024

(in Ukrainian Hryvnias and in thousands)

I. FINANCIAL RESULTS

Items	Line code	Notes, explanatory notes	Reporting period	Similar period of the prior year (unaudited)
1	2	3	4	5
Net revenue from sale of products (goods, works, services)	2000		50,239	11,142
Cost of products sold (goods, works, services)	2050		(37,380)	(12,658)
Gross:				
Profit	2090		12,859	-
Loss	2095		-	(1,516)
Other operating income	2120	6	6,291,364	8,698,046
Administrative expenses	2130	7	(768,584)	(600,295)
Distribution costs	2150		(39,355)	(12,010)
Other operating expense	2180	V, 8	(5,473,856)	(8,084,255)
Financial result from operating activities:				
Profit	2190		22,428	-
Loss	2195		-	(30)
Income on equity investments	2200		-	-
Other finance income	2220		293	17,494
Other income	2240		210	16
Finance costs	2250		-	-
Other expense	2270		(1,446)	(1,143)
Financial result before tax:				
Profit	2290		21,485	16,337
Loss	2295		-	-
Income tax expense	2300		(2,455)	(518)
Net financial result:				
Profit	2350		19,030	15,819
Loss	2355		-	-

II. COMPREHENSIVE INCOME

Items	Line code	Reporting period	Similar period of the prior year (unaudited)
1	2	3	4
Other comprehensive income before tax	2450	-	-
Income taxes attributable to other comprehensive income	2455	-	-
Other comprehensive income after tax	2460	-	-
Comprehensive income (total of Lines 2350, 2355, and 2460)	2465	19,030	15,819
Net profit (loss) attributable to:			
Equity holders of the Parent	2470	-	-
Non-controlling interest	2475	-	-
Comprehensive income attributable to:			
Equity holders of the Parent	2480	-	-
Non-controlling interest	2485	-	-

UKRAINIAN RED CROSS SOCIETY GROUP

CONSOLIDATED STATEMENT OF FINANCIAL RESULTS (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)

FOR THE YEAR ENDED 31 DECEMBER 2024 (CONTINUED)

(in Ukrainian Hryvnias and in thousands)

III. ELEMENTS OF OPERATING EXPENSE

Items	Line code	Reporting period	Similar period of the prior year (unaudited)
1	2	3	4
Material expenditures	2500	2,376,097	3,448,654
Staff costs	2505	1,408,265	1,000,688
Social charges	2510	295,736	210,144
Depreciation and amortization	2515	421,998	256,706
Other operating expense	2520	1,817,079	3,793,026
Total	2550	6,319,175	8,709,218

IV. RATIOS OF EARNINGS PER SHARE

Items	Line code	Reporting period	Similar period of the prior year (unaudited)
1	2	3	4
Average annual number of ordinary shares	2600	-	-
Adjusted average annual number of ordinary shares	2605	-	-
Net earnings (losses) per ordinary share, UAH	2610	-	-
Adjusted net earnings (losses) per ordinary share, UAH	2615	-	-
Dividends per ordinary share, UAH	2650	-	-



Maxym Dotsenko,
Director General

Viktoriiia Zubova,
Chief Accountant

UKRAINIAN RED CROSS SOCIETY GROUP

CONSOLIDATED STATEMENT OF CASH FLOWS (UNDER DIRECT METHOD)
FOR THE YEAR ENDED 31 DECEMBER 2024
(in Ukrainian Hryvnias and in thousands)

Items	Line code	Reporting period	Similar period of the prior year (unaudited)
1	2	3	4
I. Cash flows from operating activities			
Cash inflows from:			
Sales of products (goods, works, services)	3000	38,734	9,004
Return of taxes and duties	3005	-	-
Special purpose funding	3010	5,936,274	7,617,765
Proceeds on advances from buyers and customers	3015	1,098	1,363
Proceeds from advances returned	3020	38,713	93,910
Proceeds on interest on current accounts balances	3025	144,241	69,515
Proceeds on debtors' forfeits (fines, penalties)	3035	-	-
Proceeds on operating leases	3040	17,805	6,422
Other proceeds	3095	8,416	7,426
Cash outflows to:			
Goods (works, services)	3100	(1,909,360)	(1,978,793)
Staff costs	3105	(1,117,636)	(842,304)
Social charges	3110	(304,223)	(229,960)
Liabilities on taxes and duties	3115	(378,448)	(209,067)
Payments on income tax liabilities	3116	(912)	(239)
Payments on value added tax liabilities	3117	(6,570)	(1,568)
Payments on liabilities on other taxes and duties	3118	(370,966)	(207,260)
Advances paid	3135	(14,585)	(393)
Repayment of advances	3140	(31,392)	(168)
Special purpose contributions	3145	(809,851)	(3,348,029)
Other payments	3190	(49,330)	(120,782)
Net cash flow from operating activities	3195	1,570,456	1,075,909
II. Cash flows from investing activities			
Proceeds on the received interest	3215	-	-
Dividends	3220	-	-
Proceeds on borrowings repaid	3230	-	-
Other proceeds	3250	202	-
Purchase of non-current assets	3260	(593,432)	(333,314)
Cash outflows for loans granted	3275	-	-
Outflows on purchase of a subsidiary and other business unit	3280	-	-
Net cash flow from investing activities	3295	(593,230)	(333,314)
III. Cash flows from financing activities			
Net cash flow from financing activities	3395	-	-
Net cash flows for the reporting period	3400	977,226	742,595
Cash balance at the beginning of the year	3405	2,981,089	2,117,287
Effect of changes in foreign exchange rates on the cash balance	3410	34,843	121,207
Cash balance at the end of the year	3415	3,993,158	2,981,089

Maksym Dotsenko,
 Director General



Viktoriiia Zubova,
 Chief Accountant

UKRAINIAN RED CROSS SOCIETY GROUP

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023
(in Ukrainian Hryvnias and in thousands)

Items	Line code	Registered capital	Revaluation reserve	Additional capital	Reserve capital	Retained earnings	Total
1	2	3	4	5	6	7	8
Balance at the beginning of the prior year (unaudited)	4000	-	-	-	-	5,493	5,493
Net profit (loss) for the prior period	4100	-	-	-	-	15,819	15,819
Other comprehensive income for the prior period	4110	-	-	-	-	-	-
Revaluation increase (decrease) in non-current assets	4111	-	-	-	-	-	-
Net profit transferred to special purpose funding	4220	-	-	-	-	-	-
Total changes in equity	4295	-	-	-	-	-	-
Balance at the end of the prior year (unaudited)	4300	-	-	-	-	21,312	21,312
Balance at the beginning of the year	4000	-	-	-	-	21,312	21,312
Net profit (loss) for the reporting period	4100	-	-	-	-	19,030	19,030
Other comprehensive income for the reporting period	4110	-	-	-	-	-	-
Net loss transferred to special purpose funding	4220	-	-	-	-	-	-
Total changes in equity	4295	-	-	-	-	-	-
Balance at the end of the year	4300	-	-	-	-	40,342	40,342


Maksym Dotsenko
Director General


Viktoriia Zibova
Chief Accountant

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
(in Ukrainian Hryvnias and in thousands)

I. Intangible assets

Groups of intangible assets	Line code	Balance at the beginning of the year		Additions during the year	Revaluation (surplus +, deficit -)		Disposals during the year		Amortization accrued during the year	Impairment losses for the year	Other changes during the year		Balance at the end of the year	
		Historical (revalued) cost	Accumulated amortization		Historical (revalued) cost	Accumulated amortization	Historical (revalued) cost	Accumulated amortization			Historical (revalued) cost	Accumulated amortization		
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Rights to use natural resources		-	-	-	-	-	-	-	-	-	-	-	-	-
Property rights	010	-	-	-	-	-	-	-	-	-	-	-	-	-
Trademark rights	020	-	-	-	-	-	-	-	-	-	-	-	-	-
Industrial property rights	030	-	-	-	-	-	-	-	-	-	-	-	-	-
Copyrights and related rights	040	-	-	-	-	-	-	-	-	-	-	-	-	-
	050	6,896	(962)	13,322	-	-	(121)	102	(2,395)	-	-	-	20,097	(3,255)
	060	-	-	-	-	-	-	-	-	-	-	-	-	-
Other intangible assets	070	60	(60)	-	-	-	-	-	-	-	-	-	60	(60)
Total	080	6,956	(1,022)	13,322	-	-	(121)	102	(2,395)	-	-	-	20,157	3,315
Goodwill	090	-	-	1,985	-	-	-	-	-	-	-	-	1,985	-

From Line 080 Column 14 Cost of intangible assets with restricted ownership rights

Cost of intangible assets pledged as collateral

Cost of internally generated intangible assets

From Line 080 Column 5 Cost of intangible assets financed through special purpose funding

From Line 080 Column 15 Accumulated amortization of intangible assets with restricted ownership rights

(081)
(082)
(083)
(084)
(085)

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
(in Ukrainian Hryvnias and in thousands)

II. Property, plant, and equipment

Groups of property, plant, and equipment	Line code	Balance at the beginning of the year		Additions for the year	Revaluation (surplus +, deficit -)		Disposals during the year		Depreciation charge for the year	Impairment losses	Other changes for the year		Balance at the end of the year		Including			
		Historical (revalued) cost	Accumulated depreciation		Historical (revalued) cost	Accumulated depreciation	Historical (revalued) cost	Accumulated depreciation			Historical (revalued) cost	Accumulated depreciation	Received under finance leases	Transferred to operating leases				
		3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19
Land plots	100	42,148	-	23,751	-	-	-	-	-	-	-	-	65,899	-	-	-	-	-
Investment property	105	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital expenditure on land improvement	110	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Buildings, construction, and transmission equipment	120	517,450	(32,267)	180,071	-	-	-	-	(31,829)	-	-	-	697,521	(64,096)	-	-	-	-
Machinery and equipment	130	171,030	(43,931)	131,988	-	-	(3,751)	2,180	(51,697)	-	-	-	299,267	(93,448)	-	-	-	-
Vehicles	140	977,125	(193,151)	216,136	-	-	(10,121)	9,958	(226,634)	-	-	-	1,183,140	(409,827)	-	-	-	-
Instruments, tools, and fixtures (furniture)	150	32,003	(11,047)	44,542	-	-	(1,657)	914	(9,932)	-	-	-	74,888	(20,065)	-	-	-	-
Livestock	160	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Perennial plants	170	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other fixed assets	180	987	(426)	164	-	-	(35)	35	(236)	-	-	-	1,116	(627)	-	-	-	-
Library stock	190	-	-	148	-	-	-	-	(148)	-	-	-	148	(148)	-	-	-	-
Low-value non-current tangible assets	200	89,953	(86,383)	95,623	-	-	(2,586)	2,502	(97,544)	-	-	-	182,990	(181,425)	-	-	-	-
Temporary constructions	210	3,388	(187)	1,315	-	-	(76)	25	(652)	-	-	-	4,627	(814)	-	-	-	-
Natural resources	220	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Returnable containers	230	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Leased items	240	-	-	931	-	-	-	-	(931)	-	-	-	931	(931)	-	-	-	-
Other non-current tangible assets	250	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	260	1,834,084	(367,392)	694,569	-	-	(18,226)	15,614	(419,603)	-	-	-	2,510,527	(771,381)	-	-	-	-

UKRAINIAN RED CROSS SOCIETY GROUP

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
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II. Property, plant, and equipment (continued)

From Line 260 Column 14	Cost of property, plant, and equipment for which there is a restriction of ownership rights in accordance with the effective legislation	(261)	-
	Cost of property, plant, and equipment pledged as collateral	(262)	-
	Net book value of temporarily idle assets (conservation, reconstruction, etc.)	(263)	-
	Historical (revalued) cost of fully depreciated property, plant, and equipment	(264)	169,355
From Line 260 Column 8	Leased property, plant, and equipment of integral property complexes	(2641)	-
	Cost of property, plant, and equipment held for sale	(265)	-
	Net book value of property, plant, and equipment disposed as a result of extraordinary events	(2651)	-
From Line 260 Column 5	Cost of property, plant, and equipment acquired by using special purpose funds	(266)	694,669
	Cost of property, plant, and equipment received under operating leases	(267)	-
From Line 260 Column 15	Accumulated depreciation of property, plant, and equipment for which there is a restriction of ownership rights	(268)	-
From Line 105 Column 14	Cost of investment property measured at fair value	(269)	-

III. Capital investments

Items	Line code	For the year	At the end of the year
1	2	3	4
Construction in progress	280	11,479	10,478
Acquisition (construction) of property and equipment	290	762,716	227,646
Acquisition (construction) of other non-current tangible assets	300	13,807	51,817
Acquisition (creation) of intangible assets	310	13,322	490
Acquisition (growing) of non-current biological assets	320	-	-
Other	330	-	-
Total	340	801,324	290,431

From Line 340 Column 3	Capital investments to investment property	-
	Finance costs included in capital investments	-

IV. Financial investments

Items	Line code	For the year	At the end of the year	
			Non-current	Current
1	2	3	4	5
A. Financial investments accounted for under the equity method in:				
Associates	350	-	-	-
Subsidiaries	360	-	-	-
Joint ventures	370	-	-	-
B. Other financial investments in:				
Stakes in contributed capital of other companies	380	-	-	-
Shares	390	-	2,730	-
Bonds	400	-	-	-
Other	410	-	-	-
Total (Section A + Section B)	420	-	2,730	-

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(in Ukrainian Hryvnias and in thousands)

IV. Financial investments (continued)

From Line 1035 Column 4 of Consolidated Balance Sheet (Consolidated Statement of Financial Position)
Other non-current financial investments presented at:

Cost	(421)	2,730
Fair value	(422)	-
Amortized cost	(423)	-

From Line 1160 Column 4 of Consolidated Balance Sheet (Consolidated Statement of Financial Position)
Current financial investments presented at:

Cost	(424)	-
Fair value	(425)	-
Amortized cost	(426)	-

V. Income and expense

Items	Line code	Income	Expense
1	2	3	4
A. Other operating income and expense			
Operating leases of assets	440	1,733	-
Operating foreign exchange difference	450	342	-
Sale of other current assets	460	-	-
Penalties, fines, forfeits	470	-	3,928
Maintenance of housing and utility, social and cultural units	480	-	-
Other operating income and expense	490	6,289,289	5,469,928
Including:			
Charges to provision for doubtful debt	491	-	764
Non-productive expense and losses	492	-	241
B. Income and expense from investments in:			
Associates	500	-	-
Subsidiaries	510	-	-
Joint ventures	520	-	-
C. Other finance income and expense:			
Dividends	530	-	-
Interest	540	293	-
Finance leases of assets	550	-	-
Other finance income and expense	560	-	-
D. Other income and expense			
Sale of financial investments	570	-	-
Income from business combination	580	-	-
Result of impairment assessment	590	-	-
Non-operating foreign exchange difference	600	-	-
Assets received free of charge	610	-	-
Write-off of non-current assets	620	-	1,446
Other income and expense	630	210	-

Exchange (barter) transactions with products (goods, works, services)	(631)	-
Share in revenues from sale of products (goods, works, services) under exchange (barter) contracts with related parties	(632)	-
From Line 540-560 Column 4: Finance costs included in cost of assets	(633)	-

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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VI. Cash and cash equivalents

Items	Line code	At the end of the year
1	2	3
Cash on hand	640	83
Current bank accounts	650	3,380,716
Other bank accounts (letters of credit, checks)	660	-
Cash in transit	670	-
Cash equivalents	680	612,359
Total	690	3,993,158

From Line 1090 Column 4 of Consolidated Balance Sheet (Consolidated Statement of Financial Position) Restricted cash

(691) _____ -

UKRAINIAN RED CROSS SOCIETY GROUP

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VII. Provisions and reserves

Types of provisions and reserves	Line code	Balance at the beginning of the year (unaudited)	Increase during year		Provisions used during the year	Provisions reversed on the amount unused in the year	Expected recovery of losses by other parties included in the provision valuation	Balance at the end of the year
			Provision accrued	Additional charges				
	1	3	4	5	6	7	8	9
Provision for unused vacations	710	7,983	34,018	-	19,043	-	-	22,959
Provision for subsequent expense on additional retirement benefits	720	-	-	-	-	-	-	-
Provision for subsequent expense on guarantee obligations	730	-	-	-	-	-	-	-
Provision for subsequent restructuring expense	740	-	-	-	-	-	-	-
Provision for subsequent expense under onerous contract liabilities	750	-	-	-	-	-	-	-
Other provisions	760	-	-	-	-	-	-	-
Insurance reserves	770	-	-	-	-	-	-	-
Allowance for doubtful debts	775	3,736	689	-	-	-	-	4,424
Total	780	11,719	34,707	-	19,043	-	-	27,383

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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VIII. Inventories

Items	Line code	Carrying amounts at the end of the year	Revaluation during the year	
			Increase in net realizable value*	Revaluation decrease
1	2	3	4	5
Raw materials and supplies	800	-	-	-
Purchased semi-finished products and component parts	810	-	-	-
Fuel	820	7,160	-	-
Containers and packaging inventory	830	-	-	-
Construction materials	840	37,214	-	-
Spare parts	850	19,933	-	-
Agricultural materials	860	1,381	-	-
Current biological assets	870	-	-	-
Low-value items	880	39,767	-	-
Work in progress	890	-	-	-
Finished goods	900	-	-	-
Merchandise	910	1,031,207	-	-
Total	920	1,136,662	-	-

From Line 920 Column 3 Carrying value of inventories:

Presented at net realizable value	(921)	-
Transferred to processing	(922)	-
Pledged as collateral	(923)	-
Transferred to commission	(924)	-
Assets at custodial storage (off-balance account 02)	(925)	-

From Line 1200 Column 4 of Consolidated Balance Sheet (Consolidated Statement of Financial Position) Inventories held for sale

(926) -

* Determined according to Para. 28 of National Accounting Regulation (Standard) 9 "Inventory".

IX. Accounts receivable

Items	Line code	Total at the end of the year	Including by aging		
			Up to 12 months	From 12 to 18 months	From 18 to 36 months
1	2	3	4	5	6
Accounts receivable on products, goods, works, services	940	352	352	-	-
Other current accounts receivable	950	9,379	9,379	-	-

Bad debts written off in the reporting year	(951)	-
From Lines 940 and 950 Column 3 Accounts receivable from related parties	(952)	-

X. Shortages and losses from inventory damage

Items	Line code	Amount
1	2	3
Identified (written off) shortages and losses during the year	960	-
Recognized as liabilities of responsible persons in the reporting year	970	241
Shortages and losses for which responsible persons were not identified at year end (off-balance sheet account 072)	980	-

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

(in Ukrainian Hryvnias and in thousands)

XI. Construction contracts

Items	Line code	Amount
1	2	3
Income on construction contracts during the reporting year	1110	-
Accounts due at the end of the reporting year:		
Gross by customers	1120	-
Gross to customers	1130	-
Advances received	1140	-
Cash withheld at the end of the year	1150	-
Cost of works performed by subcontractors under construction contracts in progress	1160	-

XII. Income taxes

Items	Line code	Amount
1	2	3
Current income tax	1210	2,455
Deferred tax assets:		
At the beginning of the reporting year	1220	-
At the end of the reporting year	1225	-
Deferred tax liabilities:		
At the beginning of the reporting year	1230	-
At the end of the reporting year	1235	-
Included into Statement of Financial Results – Total	1240	-
Including:		
Current income tax	1241	-
Decrease (increase) in deferred tax assets	1242	-
Increase (decrease) in deferred tax liabilities	1243	-
Presented in equity – Total	1250	-
Including:		
Current income tax	1251	-
Decrease (increase) in deferred tax assets	1252	-
Increase (decrease) in deferred tax liabilities	1253	-

XIII. Use of depreciation and amortization charges

Items	Line code	Amount
1	2	3
Charged during the reporting year	1300	421,998
Utilized during the year – Total	1310	-
Including for:		
Construction	1311	-
Acquisition (creation) and improvement of property and equipment	1312	-
Including machinery and equipment	1313	-
Acquisition (creation) of intangible assets	1314	-
Repayment of borrowings received for capital investments	1315	-
Acquisition (creation) of other non-current tangible assets	1316	-
	1317	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(in Ukrainian Hryvnias and in thousands)

XIV. Biological assets

Groups of biological assets	Line code	Accounted for at historical cost										Accounted for at fair value				
		Balance at the beginning of the year (unaudited)		Additions during the year	Disposals during the year		Depreciation accrued during the year	Impairment losses	Reversal of impairment	Balance at the end of the year		Balance at the beginning of the year	Additions during the year	Revaluations during the year	Disposals during the year	Balance at the end of the year
		Historical cost	Accumulated depreciation		Historical cost	Accumulated depreciation				Historical cost	Accumulated depreciation					
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Non-current biological assets – Total																
Including:																
Work livestock	1410															
Productive livestock	1411															
Perennial plantings	1412															
	1413															
	1414															
Other non-current biological assets	1415															
Current biological assets – Total																
Including:																
Animals on rearing and fattening	1420															
	1421															
Biological assets in biotransformation (other than animals on rearing and fattening)	1422															
	1423															
	1424															
Other current biological assets																
Total	1430															

UKRAINIAN RED CROSS SOCIETY GROUP

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(in Ukrainian Hryvnias and in thousands)

XV. Financial results from initial recognition and sale of agricultural produce and additional biological assets

Items	Line code	Cost of initial recognition	Expense related to biotransformations	Results from initial recognition:		Decrease on revaluation	Revenue on sale	Cost of sales	Financial result		
				Income	Expense				Sales	(profit +, loss -) from initial recognition and sale	
	1	2	3	4	5	6	7	8	9	10	11
Plant products and additional biological assets – Total											
Including:											
Grain and pulse crops	1500										
Including:											
Wheat	1510										
Soya	1511										
Sunflower	1512										
Rape	1513										
Sugar beets (refinery)	1514										
Potatoes	1515										
Fruit (seed, stone)	1516										
Other plant products	1517										
Additional biological assets of plant products	1518										
Additional biological assets of plant products	1519										
Animal products and additional biological assets – Total											
Including:											
Liveweight increase – Total	1520										
Including:											
Cattle	1530										
Pigs	1531										
Milk	1532										
Wool	1533										
Eggs	1534										
Other animal products	1535										
Additional biological assets of animal products	1536										
Fishing products	1537										
	1538										
	1539										
Agricultural produce and additional biological assets – Total	1540										



Viktoriya Zubova,
Chief Accountant

UKRAINIAN RED CROSS SOCIETY GROUP

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

(in Ukrainian Hryvnias and in thousands, unless otherwise indicated)

1. GENERAL INFORMATION

The Group comprises the following entities:

- Ukrainian Red Cross Society (the “Organization”);
- Regional and local organizations of Ukrainian Red Cross Society;
- Subsidiaries of Ukrainian Red Cross Society (100% ownership):
 - RRM LLC;
 - LTS LLC (acquired in 2024);
 - Professional College LLC;
 - First Wave LLC;
 - First Aid Center LLC;
 - Ukrainian Red Cross Hospital LLC;
 - SPACE OF HELP LLC;
 - Mykolaivskyi Professional College LLC.

Regional and local organizations of Ukrainian Red Cross Society are separate legal entities and are not formally owned by the Organization, since, according to the legislation of Ukraine, public organizations do not have owners, but are under control of the Organization (Explanatory Note 4).

Ukrainian Red Cross Society and regional organizations were established in accordance with the Law of Ukraine “On Public Associations” as public associations with the status of legal entities in the organization and legal form of public organizations, with a special status provided for by the Law of Ukraine “On Ukrainian Red Cross Society”, other regulations of Ukraine and international treaties of Ukraine. The registered office of the Organization is located at: 30 Ye. Chykalenka (former Pushkinska) Str., Kyiv, 01004, Ukraine.

The principal objective of subsidiaries of Ukrainian Red Cross Society is to provide medical care to people, perform pharmaceutical activities, arrange for and conduct first aid trainings, render social services to people, provide educational services, lease and operate real estate properties, organize conferences, exhibitions, trainings, and create media contents.

The average number of the Group’s employees was 1,233 persons for the year ended 31 December 2024 (2023: 863 persons).

The principal objective of the Group’s activities is to prevent and alleviate human suffering during armed conflicts, natural disasters, catastrophes, epidemics, and other emergency situations by assisting government authorities in providing medical and humanitarian aid during armed conflicts; in peacetime, participating in the provision of international aid in the event of disasters and emergency situations, providing medical and social assistance to the most socially vulnerable people.

UKRAINIAN RED CROSS SOCIETY GROUP

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

(in Ukrainian Hryvnias and in thousands, unless otherwise indicated)

To achieve this objective in the manner prescribed by applicable law, the Group:

1. Provides assistance to the wounded, sick, and other persons who suffered during armed conflicts in accordance with the Geneva Conventions dated 12 August 1949 and Additional Protocols thereto dated 8 June 1977 and 8 December 2005.
2. Assists people in the period of natural disasters, catastrophes, epidemics, and other emergency situations.
3. Arranges for the search of the wounded and dead as a result of armed conflicts, natural disasters, catastrophes, and other emergency situations. Searches for missing persons, locates burial sites, provides assistance in this to the state institutions, searches for graves of defenders of the Motherland who died and were buried outside of Ukraine.
4. Assists in establishing ties between family members separated due to armed conflicts or emergency situations, promotes family reunification.
5. Provides social services to people, including poorly protected ones, and persons in difficult life circumstances.
6. Assists the government authorities, the medical service of the Armed Forces of Ukraine, other legitimate military formations of Ukraine, and the health authorities of Ukraine in the medical care of wounded and sick servicemen and civilians during armed conflicts in accordance with the Geneva Conventions dated 12 August 1949 ratified by Ukraine on 8 July 1954, and three Additional Protocols thereto dated 8 June 1977 (I, II) and 8 December 2005 (III) ratified by Ukraine on 18 August 1989 (I, II) and 22 October 2009 (III).
7. Creates and arranges for the activities of Rapid Response Units as a component of the Organization's system for providing assistance to people during armed conflicts, natural disasters, emergency situations, etc.
8. Organizes the activities of rehabilitation centers, hospices, shelters of the Organization, including the care of people (persons) with disabilities and single (conditionally single) elderly people (persons), etc. Organizes the work of the Patronage Service.
9. Organizes the activities of Training Centers for first aid, and also teaches people first aid skills.
10. Develops, popularizes, spreads knowledge in the area of environmental protection, humanitarian education, and other socially important educational areas among people.

The activities of the Group are financed by the funds of donors allocated for project activities and donations of individuals and legal entities.

2. OPERATING ENVIRONMENT

In 2024-2025, the full-scale war that had begun in February 2022 due to the armed aggression of the Russian Federation continued across the entire territory of Ukraine. Those events caused significant destruction of infrastructure, displacement of large numbers of people, and widespread disruption of economic activities. In particular, starting from April 2024, missile attacks on the energy system of Ukraine resumed, which led to massive power outages for households and businesses and, toward the end of 2025, intensified shelling and missile attacks on the energy system led to increased damage to power infrastructure and resulted in more frequent and prolonged electricity supply interruptions for households and businesses. Those disruptions increased operating costs for many businesses and required companies to further adapt their production processes, energy consumption patterns, and continuity plans.

UKRAINIAN RED CROSS SOCIETY GROUP

EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

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During 2025, periodic disruptions to the operation of Ukrainian seaports and export corridors occurred as a result of missile and drone attacks by the Russian Federation on port, railway, and other transport infrastructure; heightened security risks, and related infrastructure damage, adversely affecting transportation, trade flows, and logistics. Despite these challenges, alternative logistics routes and export mechanisms continued to operate, allowing certain levels of export activities to be maintained.

In 2025, Ukraine's GDP growth was estimated at 2.2% (2024: 2.9%). The annual inflation rate reached 8% (2024: 12%), and the national currency depreciated by 0.8% against USD (2024: 10.7%) and by 14.0% against EUR (2024: 4.1%) compared to the official exchange rates at the end of 2024.

Since the onset of the full-scale war, the National Bank of Ukraine (the "NBU") has introduced a range of temporary protective measures, including restrictions on cross-border payments in foreign currencies. During 2024, the NBU's Board took decisions to decrease the discount rate from 15% to 13%, however, as at 7 March 2025, the discount rate was set at the level of 15.5% and then decreased to 15% on 30 January 2026. In general, the Ukrainian Government continues to service external debt obligations, and the banking system remains operational and maintains stability. The NBU's monetary policy remained focused on containing inflation, supporting exchange rate stability, and maintaining confidence in the financial system. Thanks to assistance from partners, the NBU's international reserves as at 31 December 2025 exceeded the pre-war level and reached USD 57.3 billion.

In May 2024, the NBU introduced a significant easing of currency restrictions. All currency restrictions have been lifted for imports of works and services; businesses are allowed to repatriate abroad dividends based on the results of their activities for the period starting from 1 January 2024; funds may be transferred abroad to pay for leases/rent without additional restrictions; conditions for interest payment and repayment of some types of foreign loans have been relaxed; restrictions on the transfer of foreign currency from representative offices to their parent companies have been eased, etc. In July, September, and November 2024, there was further gradual easing of certain currency restrictions.

In 2025, Ukraine missed a USD 665 million payment on GDP-linked warrants, resulting in default on those instruments and a downgrade of Fitch's long-term foreign currency rating for Ukraine to "Restricted-Default". In December 2025, the full nominal amount of those warrants, approximately USD 2.64 billion, was restructured through an exchange for new sovereign bonds. Following the restructuring, Fitch upgraded Ukraine's long-term foreign currency rating to "CCC." A small portion of external debt remained under ongoing restructuring discussions as at 31 December 2025. Except for the missed payment on growth-linked warrants discussed above, Ukraine continued to service interest and principal on other sovereign external and domestic debt obligations as they became due during 2025. The missed GDP-linked payment did not materially affect Ukraine's ability to meet its other debt commitments and was not indicative of a broader sovereign debt service failure.

**EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

(in Ukrainian Hryvnias and in thousands, unless otherwise indicated)

During 2025, the NBU continued to ease certain foreign exchange restrictions introduced under wartime regulations. In May 2025, the NBU introduced a new investment limit, permitting resident entities to undertake a broader set of foreign exchange transactions tied to foreign capital contributions. In August 2025, the NBU further relaxed restrictions, including expanded dividend repatriation (for 2023) and debt repayment options. In September 2025, the NBU allowed specific cross-border transfers for customs/tax payments.

In January 2026, a loan limit was introduced to facilitate repayments of external borrowings received before 20 June 2023 and other foreign exchange operations for amounts received as foreign borrowings after 1 January 2026.

The approved state budget of Ukraine for 2026 presumes a budget deficit of approximately 18.5% of GDP (2025: 19% of GDP). It is expected that the deficit will be financed through financial assistance from foreign partners in the form of grants and preferential long-term, interest-free loans. The continued reliance on external financing underscores the importance of sustained international support for macroeconomic stability. Since late January 2022, the Ukrainian Government has been receiving substantial international support, financing, and donations from international organizations, individual countries, and charitable entities to maintain financial stability, fund social payments, and support military needs.

During 2024-2025, the Government continued to apply restrictions on exports of certain types of products. As at 31 December 2025, zero quotas remained in place on exports of gold and silver (except for bank metals), table salt, and natural gas; exports of wheat, corn, soybeans and sunflower seeds, sugar, and chicken meat are subject to licensing. In addition, a new 10% export duty on soybeans and rapeseed was introduced effective from 4 September 2025.

During the martial law period, certain changes were repeatedly introduced to the Tax Code of Ukraine. In particular, on 28 November 2024, the President of Ukraine signed the Law "On Amending the Tax Code of Ukraine and Other Laws of Ukraine on Ensuring Balanced Budget Revenues during the Martial Law Period", also known as Bill No. 11416-д. In 2025, Ukraine's tax regime saw notable developments, including an increased corporate income tax rate for financial institutions, reinstatement of tax loss utilization from 1 January 2025, entry into force of the special "Defense City" tax regime to support defense-industrial enterprises, and continued tax administration (Explanatory Note 9 "Contingencies and Contractual Commitments").

The war between Ukraine and the Russian Federation is ongoing, resulting in significant destruction of property and assets in Ukraine, as well as other serious consequences. The effects of the war are changing daily, and the long-term implications remain unclear. Further impacts on the Ukrainian economy will depend on how the Russian military invasion in Ukraine is resolved, the success of the Ukrainian Government in implementing new reforms and recovery strategies once the invasion ends, the progress of the country's transformation toward European Union membership, and continued cooperation with international financial institutions.

**EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(in Ukrainian Hryvnias and in thousands, unless otherwise indicated)

3. GOING CONCERN

These consolidated financial statements have been prepared on the assumption that the Group will be able to continue as a going concern and that it will continue in operation for the foreseeable future.

However, as noted in Explanatory Note 2, on 24 February 2022, the Russian forces began a military invasion of Ukraine, which led to a full-scale war throughout Ukraine.

The operating environment remains risky and with a high level of uncertainty. Therefore, the going concern assumption is to be carefully assessed by management to ensure the Group has sufficient funding for its activities.

Management believes that preparation of these consolidated financial statements on a going concern basis is appropriate due to the following factors and actions taken in response to those matters:

- During the period subsequent to the reporting date and before these consolidated financial statements were authorized for issue, the Group continued its operations and managed to meet its main goals.
- The Group's activities are funded mainly by international donors, such as International Federation of Red Cross and Red Cross Societies of other countries.
- During the year ended 31 December 2024 and during the period from 31 December 2024 to the date of issuance of these consolidated financial statements, a wide range of new projects with donors of the Group were launched. Due to the fact that one of the Group's principal objectives is to protect human life, prevent human suffering during armed conflicts, the amount of contributions from donors remained at a stable level, which indicates that the Group will be able to perform its operations in the foreseeable future.
- The Group had cash and cash equivalents balance as at 31 December 2024 and subsequently at the sufficient level to perform its operations.
- The Group's assets have not been significantly damaged as a result of the war and no significant assets located in the occupied territories.

During the period subsequent to the reporting date and before these consolidated financial statements were authorized for issue, the Group continued its operating activities and was able to meet the main objectives of its operations in 2025-2026. Considering the reasons above, management believes that preparation of these consolidated financial statements on a going concern basis is appropriate, and the Group has adequate resources to realize its assets, discharge its liabilities, and continue in operational existence for the foreseeable future.

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4. MATERIAL ACCOUNTING POLICY INFORMATION

General information

The accompanying consolidated financial statements of the Group have been prepared in accordance with the Law of Ukraine “On Accounting and Financial Reporting in Ukraine” (the “Law on Accounting and Financial Reporting”) and National Accounting Regulations (Standards) (“NAR(S)”) that were approved by the Ministry of Finance of Ukraine and registered with the Ministry of Justice of Ukraine as at the date of the consolidated financial statements preparation.

The accompanying consolidated financial statements have been prepared as at 31 December 2024 and cover the period from 1 January 2024 to 31 December 2024, while the data for the period from 1 January 2023 to 31 December 2023 are presented for comparison, and they have not been covered by audit.

These consolidated financial statements have been prepared in the national currency of Ukraine, Ukrainian Hryvnias (“UAH”). Unless otherwise stated, all amounts are presented in Ukrainian Hryvnias and in thousands.

These consolidated financial statements have been prepared on the basis of the assumption that the Group will be able to continue as a going concern in the foreseeable future.

Basis of consolidation

These consolidated financial statements include the separate financial statements of Ukrainian Red Cross Society Non-Governmental Organization and the financial statements of regional and local organizations and subsidiaries.

Ukrainian Red Cross Society Non-Governmental Organization exercises control over regional and local organizations, as well as subsidiaries in accordance with the requirements of NAR(S), since all terms and conditions of control are simultaneously met:

- The Organization has authority over regional and local organizations and subsidiaries, which is demonstrated in determining directions for their activities, approving key decisions, financial indicators, and exercising managerial impact.
- The performance of regional and local organizations and subsidiaries directly lead to changes in the composition and value of assets, liabilities, and equity of the Organization, since a significant part of funding of their activities is performed at the cost of contributions from the Organization, and regional and local organizations make deductions in favor of the Organization from the amount of their own receipts.
- The Organization has a real and actual opportunity to exercise those powers and influence the financial results of investees, which is stipulated for by constituent and regulatory legal documents of the Organization and regional and local organizations.

Regional and local organizations and subsidiaries are consolidated from the date on which control is transferred to the Group (on the date of acquisition/establishment) and cease to be consolidated from the date on which control is lost.

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Intragroup transactions, balances, and unrealized gains or losses from such transactions are eliminated in full upon consolidation. The accounting policies of regional and local organizations and subsidiaries are amended as necessary to ensure compliance with the Group's policies.

The Organization reassesses the availability or absence of control if facts or circumstances indicate a change in one or more elements of control.

Intangible assets

Intangible assets acquired by the Group have defined useful lives and consist mainly of software.

Software rights purchased or received free of charge are carried at their historical cost, less accumulated amortization and accumulated impairment losses. Amortization of intangible assets is recognized on a straight-line basis over the expected useful lives of assets (mainly three years). Amortization of intangible assets begins when assets are ready for their intended use.

The Group's intangible assets were acquired mainly through special purpose funding.

Property, plant, and equipment

All items of property, plant, and equipment are carried at historical cost, less any accumulated depreciation and accumulated impairment losses. Historical cost of property, plant, and equipment items consists of the purchase price, non-refundable indirect taxes related to their purchase, installation and maintenance expenses, and any directly attributable costs of bringing the asset to working condition for its intended use.

Depreciation of all groups of property, plant, and equipment is charged by using a straight line method over the following useful lives:

	<u>Number of years</u>
Land	Not depreciated
Buildings, constructions, and transmission devices	10-25
Machinery and equipment	4-7
Vehicles	7-15
Instruments, tools, fixtures (furniture)	3-5
Other fixed assets	5-12
Low-value non-current tangible assets	0

Impact of any changes compared to previous estimates is accounted for as a change in accounting estimates.

Historical cost of property, plant, and equipment is increased by the amount of expenses related to the asset's improvement (modernization, modification, additional construction, installation, reconstruction, etc.), which increases the future economic benefits initially expected from the use of the item of property, plant, and equipment. The cost of property, plant, and equipment improvements capitalized is depreciated using a straight line method at the same annual rates as the respective property, plant, and equipment items.

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Repairs and maintenance expenditures, as well as costs to maintain an item of property, plant, and equipment in its working condition are recognized in the consolidated statement of financial results (consolidated statement of comprehensive income) as expenses when incurred.

Gains or losses arising on the disposal of an item of property, plant, and equipment are determined as the difference between the sales proceeds and the net book value of the asset and are recognized in other income or expense from ordinary activities.

Historical cost of the property, plant, and equipment received free of charge is equal to their fair values as at the date of receipt.

The Group's property, plant, and equipment were acquired mainly through special purpose funding.

Impairment of property, plant, and equipment and intangible assets

At the end of each reporting period, the Group reviews the carrying amounts of its property, plant, and equipment and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Capital investments in progress

Capital investments in progress reflect the value of capital investments in non-current assets that are not complete at the reporting date transferred for modernization, which will increase their initial cost, as well as the value of other property, plant, and equipment that are not yet ready for use.

Inventories

Inventories mainly consist of products designed to provide assistance to affected people and quickly respond to emergencies. Inventories are mainly presented by "Merchandise" and are mainly intended to be distributed to ultimate beneficiaries to implement project objectives. A unit of inventory accounting is recognized as a homogeneous group, batch, or type.

Inventories are credited to the consolidated balance sheet at their historical cost, which includes costs incurred to purchase inventories, deliver them, and bring them to a state in which they are suitable for use for intended purposes. Inventory disposals are estimated by using FIFO ("first-in, first-out") method. Valuation of inventories under FIFO method is based on the assumption that inventories are used in the sequence in which they are received by the entity (recorded in accounting), i.e. inventories that are first to be disposed of (sale and other disposals) are measured at the cost of the first inventories received. As at the reporting date, the Group analyzes expiration dates of inventories and, in case of their short remaining life or being overdue, writes off those inventories.

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Accounts receivable on advances issued

Accounts receivable on advances issued are represented by advances provided to suppliers in the process of purchasing equipment, inventories, rendering services, etc., for the performance of program activities and are recorded in the amount of advances issued, less any allowance for doubtful debts.

Allowance for doubtful debts

The Group creates a provision for losses the recovery of which is considered to be doubtful.

Cash and cash equivalents

Cash and cash equivalents include cash on hand and cash with banks on current accounts.

The Group places deposits with banks, with the maturities not exceeding three months.

The majority of cash is received to be used for project purposes, taking into account terms and conditions under which donors provide funds to the Group. Such funds are spent exclusively for the needs of projects, the Group reports on their use and does not have the right to spend them on its statutory activities.

Special purpose funding

Special purpose funding is initially recognized at the time of receipt of cash or inventories from donors. Subsequently, the special purpose funding received is decreased by the amount of expenses incurred to implement programs, with the corresponding recognition of other operating income of the period.

The balance of special purpose funding received in respect of which the Group has not yet incurred expenses is recorded on the consolidated balance sheet in the item of "Special Purpose Funding" in Section "Non-current Liabilities and Provisions".

The initial cost of property, plant, and equipment and intangible assets acquired via using special purpose financing funds or received free of charge are initially recognized on the consolidated balance sheet with simultaneous recognition of a liability in the item of "Other Non-current Liabilities" in Section "Non-current Liabilities and Provisions". Such items of property, plant, and equipment and intangible assets are depreciated and amortized over their useful lives, with the simultaneous recognition of other operating income.

Current accounts payable on goods, works, services

Current accounts payable on goods, works, services are represented mainly by amounts due to suppliers for repair and restoration works of social facilities.

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Financial assets and liabilities

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of a particular instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition or issue of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

Financial assets mainly consist of cash and cash equivalents. Financial liabilities include accounts payable.

Financial assets of the Group are subsequently measured at amortized cost using the effective interest rate method, less any impairment.

The effective interest rate method is a method of calculating the amortized cost of a financial asset (liability) and the distribution of interest income (expense) during the relevant period. The effective interest rate is a rate that accurately discounts the expected future cash inflows (outflows) (including all contractual considerations paid or received, which are an integral part of the effective interest rate, transaction costs, and other premiums or discounts) over the expected life of the financial asset (liability) or, where appropriate, a shorter period to the net carrying amount at the time of initial recognition.

Financial assets are measured for indication of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of a financial asset, the expected future cash flows from that investment were adversely affected.

Objective evidence of impairment may include:

- Significant financial difficulties of an issuer or counterparty; or
- A failure to fulfill obligations or pay interest or principal on time; or
- When it is probable that the borrower will go bankrupt or perform a financial reorganization; or
- Disappearance of an active market for this financial asset as a result of financial difficulties.

The Group's financial liabilities are subsequently measured at amortized cost using the effective interest rate method, with interest expense recognized on the basis of actual return.

Financial assets are derecognized when cash flow rights are lost or a contract expires.

Financial liabilities are derecognized when cash is fully paid, assets are transferred, or they are exchanged for another liability or equity instrument, cancelled, or legally extinguished.

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Financial investments

Financial investments in associates and subsidiaries as at the reporting date are recorded at the amount determined by using the equity method, except for the following cases:

- a) Financial investments are acquired and held exclusively for sale within twelve months from the date of acquisition;
- b) An associate or subsidiary operates under conditions that limit its ability to transfer funds to the investor for a period in excess of twelve months.

Financial investments carried by using the equity method as at the reporting date are recorded at the cost determined taking into account changes in the total amount of the investee's equity, except for those resulting from transactions between the investor and the investee. Financial investments are measured and accounted for individually for each financial investment.

Revenue recognition

Ukrainian Red Cross Society Non-Governmental Organization, together with regional and local organizations, are public associations with a special status provided for by the Law of Ukraine "On Ukrainian Red Cross Society" and are not aimed at generating revenue and profit.

Special purpose funding received is recognized as income during those periods in which expenses related to fulfilling the terms and conditions of special purpose funding are recognized.

When charitable or humanitarian aid is transferred in kind (in the form of inventories) or in cash to ultimate beneficiaries and acquirers, revenue is recognized, together with the expense recognized, as income and expense incurred at the cost of special purpose funding.

Interest on bank account balances and interest on deposits are recognized as income, together with the expense recognized, as income and expense incurred at the cost of special purpose funding. If the agreement with a donor stipulates that interest on the funds provided is the donor's funds, then they are included in the special purpose funding of a particular project. If there are no such terms and conditions in the agreement, then such funds increase the special purpose funding of statutory activities.

Activities of the Group's profit-making organizations are mostly socially oriented and are performed in the areas of education and medicine. A separate part performs service functions in the areas of rental and catering. The Group uses the profits received by those entities to implement the objectives of the Organization's statutory activities.

Expense recognition

Expenses incurred by the Group are represented mainly by costs incurred as a result of implementing special purpose assistance programs.

When charitable or humanitarian aid is transferred in kind (in the form of inventories) or in monetary form to ultimate beneficiaries and acquirers, expenses are recognized at the moment of transfer of inventories or funds.

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Administrative expenses mainly include costs related to administering project attraction and the Group's management.

Distribution costs include costs associated with attracting fundraising funds.

All expenses are recognized as expenses of the period in which they were incurred and are recorded in profit or loss by using the accrual method.

Operating leases

Operating lease is a lease under which the Group does not obtain substantially all the risks and rewards of use and ownership of the asset. Operating lease costs are recognized in the consolidated financial statements as expenses of the current period over the term of the relevant lease. Lease prepayments are generally made to the Group for the periods not exceeding 12 months from the reporting date and are recognized as "Accounts Receivable on Advances Issued".

Foreign currency transactions

Monetary assets and liabilities denominated in foreign currencies are translated into UAH at the exchange rates established by the National Bank of Ukraine as at the end of the reporting period. Revenues and expenses in foreign currencies are translated at the exchange rates established by the National Bank of Ukraine on the dates of relevant transactions. All realized and unrealized gains and losses arising on exchange differences are included in the consolidated statement of financial results (consolidated statement of comprehensive income).

Exchange rate differences from the special purpose funding received are recorded in the consolidated balance sheet as an increase or decrease in the item of special purpose funding.

Relevant exchange rates were as follows:

Exchange rates established by the NBU	31 December 2024	31 December 2023
USD	42.0390	37.9824
EUR	43.9266	42.2079
CHF	46.5419	45.3846
GBP	52.9460	48.4883
CAD	29.2211	28.7202
SEK	3.8203	3.8231
AUD	26.2239	25.9724
Average exchange rates	2024	2023
USD	40.1521	36.5738
EUR	43.4504	39.5582
CHF	45.6340	40.7160
GBP	51.3310	45.4660
CAD	29.3193	27.1006
SEK	3.8015	3.4500
AUD	26.5041	24.3096

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Contingent liabilities and assets

Contingent liabilities are not recognized in the consolidated financial statements, but are disclosed in Explanatory Notes to the consolidated financial statements, unless the probability of an outflow of resources embodying economic benefits is remote.

Contingent assets are not recognized in the consolidated financial statements, but are disclosed in Explanatory Notes to the consolidated financial statements when an inflow of economic benefits is probable.

Income taxes

Ukrainian Red Cross Society Non-Governmental Organization, together with regional and local organizations, are public associations with a special status and are not income tax payers. Subsidiaries of the Organization are income tax payers on general terms.

Income (profits) of non-profit organizations are used exclusively to finance the costs of such an organization, implement goals (tasks, objectives) and activities defined by their constituent documents.

Use of estimates and assumptions

The preparation of the consolidated financial statements in accordance with NAR(S) requires that the Group's management make estimates and assumptions that affect the reported amounts of assets and liabilities of the Group, the disclosure of contingent assets and liabilities as at the reporting date, and the reported amounts of revenue and expense during the reporting period. Actual results may differ from such estimates.

The Group's estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Impairment of property, plant, and equipment. At the end of each reporting period, the Group reviews the carrying amounts of its property, plant, and equipment to determine whether there is any indication that those assets have suffered an impairment loss.

Recoverable amount is the higher of fair value, less costs to sell, and value in use. In the event when such an impairment is identified, the carrying amount is decreased to its estimated recoverable amount. The amount of impairment is recorded in the consolidated statement of financial results (consolidated statement of comprehensive income) of the period in which such a decrease was identified.

If conditions change and management determines that the value of assets has increased, then the impairment will be fully or partially reversed. No impairment loss was identified in respect of the Group's property, plant, and equipment for the years ended 31 December 2024 and 2023.

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Based on the year-end estimate, management does not anticipate any material changes in the recoverable amount of property, plant, and equipment that could affect the consolidated financial statements.

Useful lives of property, plant, and equipment. The estimation of the useful life of an item of property, plant, and equipment is a matter of management's judgment based upon experience with similar assets. In determining the useful life and residual value of an asset, management considers the expected usage, estimated technical obsolescence, physical wear and tear, and the physical environment in which the asset is operated. The Group reviews the expected useful lives of property, plant, and equipment at the end of each annual reporting period. The revision is based on the current condition of the assets and expected period during which they will continue to bring economic benefits to the Group. Changes in any of these conditions or estimates may result in adjustments for future depreciation rates which are accounted for prospectively.

5. CASH AND CASH EQUIVALENTS

As at 31 December 2024 and 2023, cash and cash equivalents were as follows:

	<u>31 December 2024</u>	<u>31 December 2023 (unaudited)</u>
UAH-denominated cash	2,488,786	1,990,984
EUR-denominated cash	935,066	712,557
USD-denominated cash	263,005	90,701
CHF-denominated cash	201,059	157,858
GBP-denominated cash	85,649	28,448
CAD-denominated cash	18,450	2
SEK-denominated cash	6	6
AUD-denominated cash	10	-
Membership and charities	1,127	533
Total	<u>3,993,158</u>	<u>2,981,089</u>

As at 31 December 2024, the Group had short-term deposits in the amount of UAH 612,359 thousand, with interest rates ranging from 7% to 8.5% p.a. (2023: UAH 345,073 thousand, with interest rates ranging from 9% to 12% p.a.).

Cash and cash equivalents were as follows:

	<u>31 December 2024</u>	<u>31 December 2023 (unaudited)</u>
Cash on program activities:	<u>2,860,425</u>	<u>1,334,791</u>
Including		
International donors	2,846,994	1,330,525
Domestic donors	13,431	4,266
Cash not restricted by programs	<u>1,132,733</u>	<u>1,646,298</u>
Total	<u>3,993,158</u>	<u>2,981,089</u>

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As at 31 December 2024, almost all cash of the Group (89% of the total amount) was placed with one domestic bank, a member of a large European financial group, that has a credit rating of A on the national scale.

6. OTHER OPERATING INCOME

Other operating income for the years ended 31 December 2024 and 2023 was as follows:

	<u>2024</u>	<u>2023 (unaudited)</u>
Income on current assets received free of charge (at the cost of special purpose funding)	6,288,075	8,360,398
Realized foreign exchange gain	342	-
Other	2,947	337,648
Total	<u>6,291,364</u>	<u>8,698,046</u>

7. ADMINISTRATIVE EXPENSES

Administrative expenses for the years ended 31 December 2024 and 2023 were as follows:

	<u>2024</u>	<u>2023 (unaudited)</u>
Staff costs	302,614	161,517
Depreciation and amortization	236,910	162,003
Services	183,482	95,677
Material expenditures	25,390	87,848
Other	20,188	93,250
Total	<u>768,584</u>	<u>600,295</u>

8. OTHER OPERATING EXPENSE

Other operating expense for the years ended 31 December 2024 and 2023 was as follows:

	<u>2024</u>	<u>2023 (unaudited)</u>
Purchase of inventories	2,337,403	3,360,805
Staff costs	1,390,378	1,043,942
Financial aid to affected people	852,300	2,625,580
Services	678,787	569,615
Depreciation and amortization	174,656	94,630
Operating foreign exchange losses	-	265,540
Other	40,332	124,093
Total	<u>5,473,856</u>	<u>8,084,255</u>

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9. CONTINGENCIES AND CONTRACTUAL COMMITMENTS

Taxation

The Group includes non-profit organizations which have specific taxation requirements applied to them.

Ukraine's tax environment is characterized by complexity in tax administering, arbitrary interpretation by tax authorities of tax laws and regulations that, inter alia, can increase fiscal pressure on taxpayers. Inconsistent application, interpretation, and enforcement of tax laws can lead to litigation which, as a consequence, may result in the imposition of additional taxes, penalties, and interest, and these amounts could be material.

Facing current economic and political issues, the Government considers implementing certain reforms in the tax system of Ukraine.

According to draft Law on Amendments to the Tax Code of Ukraine and Other Legislative Acts of Ukraine No. 7137-д dated 15 March 2022 regarding the validity of norms for the period of the martial law, the current state of the norms regarding:

- Exemption from personal income tax (PIT):
 - Payments to victims of the military aggression of the Russian Federation;
 - Charitable assistance to participant of hostilities or residents of war zones.
- A single rate of 2% is available for Group 3 individual entrepreneurs and legal entities with an annual turnover of up to UAH 10 billion (within the framework of the martial law). Group 1 and 2 individual entrepreneurs will move to a single tax voluntarily (previously paid automatically).
- Tax audits and cash registers:
 - Complete resumption of audits (including scheduled audits) of legal entities and individual entrepreneurs (with the exception of Group 1 and 2 individual entrepreneurs working voluntarily). Since the beginning of the war, tax audits have been suspended, and now there are new rules, in particular, regarding a possibility of paying by card;
 - The moratorium does not apply to large businesses. For small ones, there are certain restrictions, but the general practice of audits has returned.
- Land tax. Exemption from paying for areas where hostilities are taking place (from 24 February 2022) – taxpayers do not pay tax while the martial law lasts.
- Charities/Non-Profits, Benefit Expansion:
 - Exemption from personal income tax for charitable assistance;
 - For non-profit organizations – a possibility of applying a 16% tax discount instead of 4% for donations.
- No penalties should apply for failure to pay taxes and duties or file tax returns and reports, where circumstances mean taxpayers are prevented from compliance (except for declaring a single tax at 2%), registration of tax or excise invoices in the relevant registers in the absence of the ability to file them. Taxpayers should bring their affairs up to date, e.g., pay the taxes and file the returns, within three months after the martial law is lifted.

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- Until the martial law is lifted, no new tax audits should be initiated and ongoing tax audits will be suspended. However, exceptions apply to desktop (i.e. virtual) audits to confirm VAT refunds and audits aimed at verification of cash handling procedures and compliance with labor legislation, which will continue during the martial law.
- Excise duty on fuel was cancelled and VAT rate for fuel import was decreased from 20% to 7%. On 28 September 2025, the President of Ukraine signed Law No. 3878-IX which returned the excise tax to pre-war levels and established a gradual increase in excise rates until 2028. The VAT rate on fuel imports is 7% (instead of 20%).
- Resident legal entities and individual entrepreneurs (with annual turnover up to UAH 10 billion and regardless of their number of employees) may elect to be subject temporarily to the 2% unified tax (Group 3) in lieu of corporate income tax as from 1 April 2022 and while the martial law is in force. The unified tax will be calculated based on annual income without regard to expenses or other deductions. Group 3 taxpayers that apply this tax regime are also relieved of the requirement to accrue, pay VAT and submit VAT tax returns on their supplies of goods, works, and services. As such, the unified tax effectively replaces both corporate income tax and VAT. Carried forward tax losses and amount of interest, accrued under thin capitalization rule, may be transferred to the future periods, when the taxpayer would restore as a corporate income taxpayer.
- Amounts of VAT paid in the cost of goods and services may be included in the tax credit without tax invoices during the martial law period. At the same time, within 6 months upon termination or cancellation of the martial law, taxpayers are obliged to ensure the registration of tax invoices.
- Failure by the state to conduct budget reimbursement of VAT in connection with the imposition of martial law is not considered as an indebtedness, i. e. a penalty on such amount is not accrued. As such, the process of VAT reimbursement may be significantly complicated.
- Goods purchased with VAT and lost or destroyed during the martial law or transferred to state or communal property for the needs of defense of Ukraine during the martial law are not considered as used in non-taxable transactions or non-business activities, so no VAT liability should be accrued.
- The transfer of goods and services to be used for the benefit of the military defense of Ukraine will not be subject to VAT.

Management believes that the Group has been in compliance with all requirements of the effective tax legislation.

Legal issues

The Group is subject to legal actions and complaints in its ordinary course of business, besides, none of which, individually or in aggregate, has caused a significant adverse impact on the Group.

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10. RELATED PARTIES

Remuneration to key management personnel

Key management personnel was represented by six persons (2023: six persons). Total remuneration to key management personnel during the year ended 31 December 2024 amounted to UAH 10,520 thousand (2023: UAH 9,257 thousand). No long-term reward/bonus programs are provided.

11. RISK MANAGEMENT POLICIES

Major categories of the Group's financial instruments were as follows:

	<u>31 December 2024</u>	<u>31 December 2023 (unaudited)</u>
Financial assets		
Cash and cash equivalents	3,993,158	2,981,089
Accounts receivable	705	352
Total financial assets	<u>3,993,863</u>	<u>2,981,441</u>
	<u>31 December 2024</u>	<u>31 December 2023 (unaudited)</u>
Financial liabilities		
Current accounts payable on goods, works, services	(61,962)	(14,830)
Total financial liabilities	<u>(61,962)</u>	<u>(14,830)</u>

The main risks arising in the course of use of the Group's financial instruments are those related to foreign currency, liquidity, and concentration risks.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates.

To mitigate and control foreign currency risks, the Group controls a share of assets denominated in foreign currency, which is mainly made up of proceeds from foreign donors, in the total volume of assets. Currency risk assessment is based on the sensitivity analysis.

The Group does not use any financial derivatives to manage its foreign currency risk exposures.

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Carrying amounts of the Group's monetary assets denominated in relevant foreign currencies as at 31 December 2024 and 2023 were as follows:

Monetary assets at carrying amounts as at 31 December 2023 (unaudited)	EUR	USD	CHF	GBP	Other
Cash and cash equivalents	712,557	90,701	157,858	28,448	8
Total financial assets	712,557	90,701	157,858	28,448	8
Monetary assets at carrying amounts as at 31 December 2024	EUR	USD	CHF	GBP	Other
Cash and cash equivalents	935,066	263,005	201,059	85,649	18,466
Total financial assets	935,066	263,005	201,059	85,649	18,466

The following table details the Group's sensitivity to weakening of UAH against EUR, USD, CHF, and GBP by 10% for the year ended 31 December 2024 and by 10% for the year ended 31 December 2023. This sensitivity level presents management's estimates regarding possible foreign currency exchange fluctuations as at the reporting dates.

The sensitivity analysis includes only outstanding balances of foreign currency denominated monetary assets and adjusts their translation to presentation currency at the end of the period with reference to estimated exchange rate fluctuations.

31 December 2023 (unaudited)	EUR	USD	CHF	GBP
Impact on income	71,256	9,070	15,786	2,845
31 December 2024	EUR	USD	CHF	GBP
Impact on income	93,507	26,301	20,106	8,565

Liquidity risk

Liquidity risk is the risk that the Group will not be able to settle its financial liabilities arising from its primary activities as they are due. The Group's liquidity position is carefully monitored and managed. The Group has a detailed budgeting and cash forecasting process in place to help ensure that it has adequate cash available to meet its payment obligations.

As at 31 December 2024 and 2023, all contractual financial liabilities of the Group were payable within the period from one to three months.

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Concentration risk

During the year ended 31 December 2024, percentage of receipts from the major donors, members of International Red Cross and Red Crescent Movement, under all cash contributions were as follows:

Donor's name	2024	2023 (unaudited)
British Red Cross	15.3%	4.6%
International Federation of Red Cross	12.4%	31.0%
Danish Red Cross	9.1%	6.0%
Norwegian Red Cross	8.9%	2.3%
German Red Cross	6.4%	5%

To manage the risk of high concentration of donors, the Group is actively seeking new sources of funds from other donors, both among members of International Red Cross and Red Crescent Movement and beyond.

12. FAIR VALUE OF FINANCIAL INSTRUMENTS

The disclosure of fair value of financial instruments is made in accordance with the requirements of NAR(S) 13 "Financial Instruments". Fair value is defined as the amount at which the instrument could be exchanged in a current transaction between knowledgeable, willing parties in an arm's length transaction, other than in forced or liquidation sale. As no readily available market exists for a major part of the Group's financial instruments, judgment is necessary in arriving at fair value, based on current economic conditions and specific risks attributable to the instrument. The estimates presented herein are not necessarily indicative of the amounts the Group could realize in a market from the sale of its full holdings of a particular instrument.

Management of the Group believes that, as at 31 December 2024 and 2023, the fair value of cash and cash equivalents and accounts receivable and payable approximated their carrying amounts due to the short-term nature of those financial instruments.

13. EVENTS AFTER THE REPORTING PERIOD

There were no events subsequent to the reporting period that would require to be disclosed.

14. APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

These consolidated financial statements were approved by management of the Group and authorized for issue on 29 April 2026.